



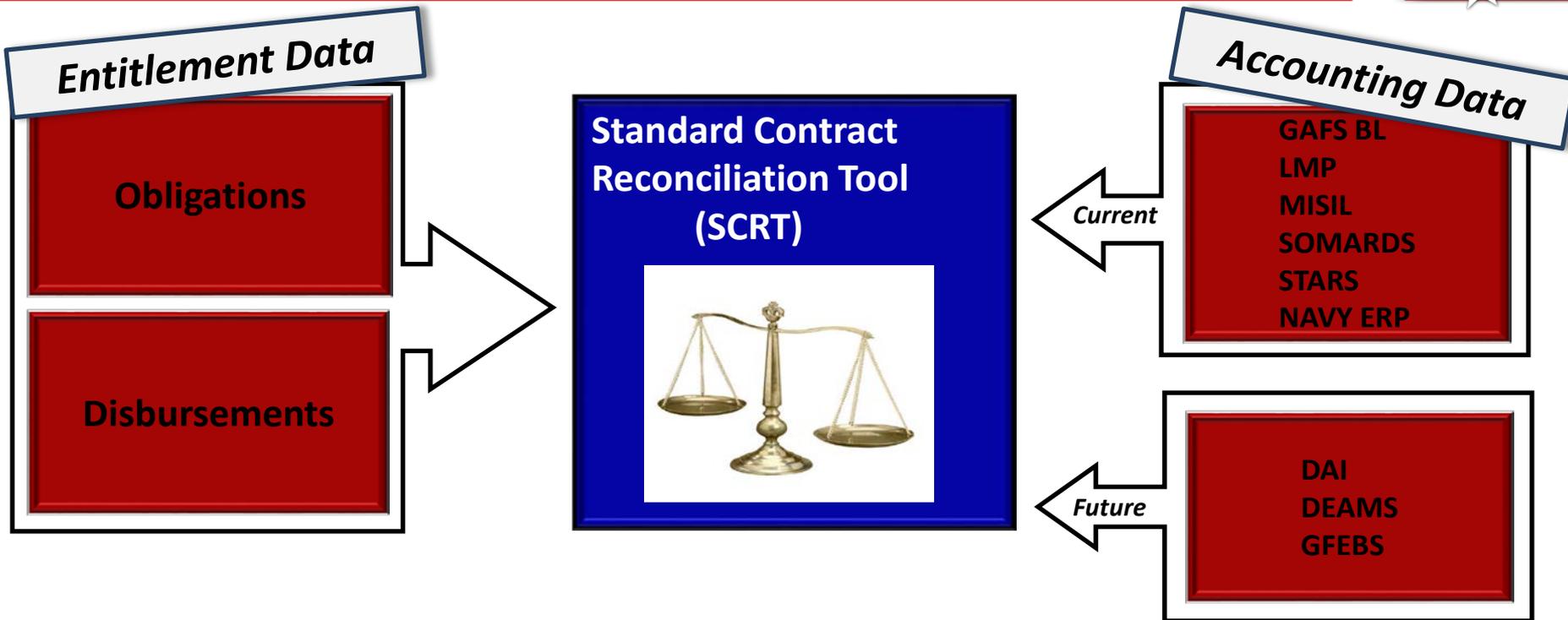
# MOCAS Reconciliation Overview

*Defense Finance and Accounting Service*

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# MOCAS Contract Reconciliation



## Reconciliation Process

- Receive case, establish case in Document Tracking Log and assign case to team / tech
- Identify requested issue, research / determine scope of issue, determine corrective actions
- Process necessary corrections / adjustments to resolve issue, notify requestor of completion



# Root Cause of Reconciliation



- **Complex Contract Structure**
  - ✓ Frequent Modification
  - ✓ Conflicting payment and billing instructions
  - ✓ Complex CLIN Structure
  - ✓ PGI – Payment instructions
  - ✓ Financing
- **Contractor Issues**
  - ✓ Line item information / ACRN missing or incorrect depending on contract terms
  - ✓ Confusion regarding PGI
  - ✓ Confusion regarding financing
- **DFAS Issues**
  - ✓ Manual processes are open to errors
- **Contract Closeout**
  - ✓ Balancing of CLINS / Funds before Closeout
  - ✓ Canceling Funds
  - ✓ Cancelled Funds
    - Requires Current Year Funds
    - Funding Station

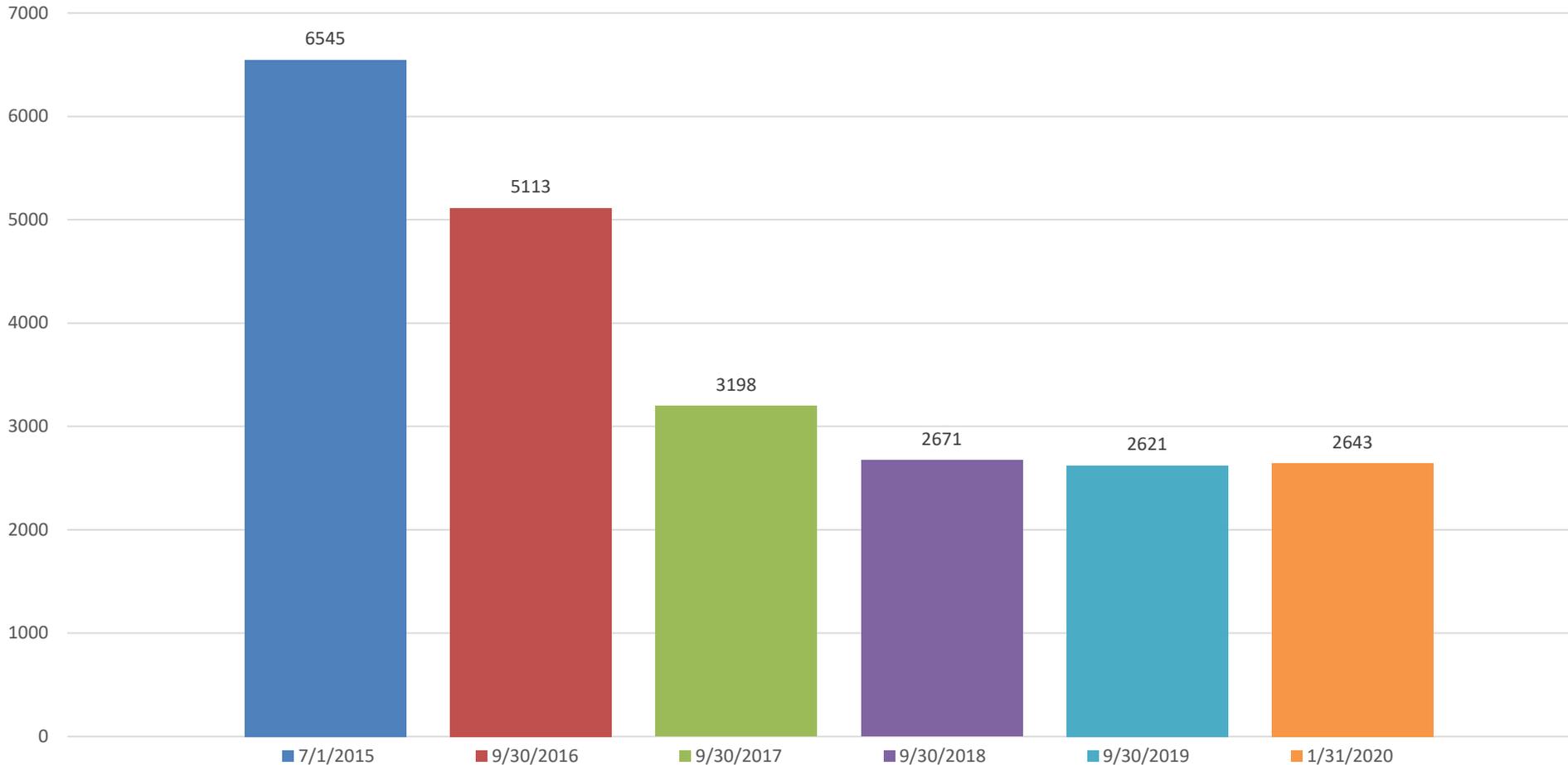


# Inventory Glide Path



Started with 6,545 (7/1/15) down to 2,643 (1/31/20)

Contract Reconciliation Inventory



# MOCAS Reconciliation Classification



- Invoices not payable due to funding or appropriation discrepancy
- Post payment reallocations / corrections
  - ✓ Impact cancelling funds
  - ✓ Receipt of current funds (DMACT)
  - ✓ Payment errors
  - ✓ Invoicing corrections
  - ✓ Modifications realigning funding
  - ✓ Realignment of financing
- Other requests

# Contract Closeout: Multiple Stakeholders – One Focus



## DCMA

- Ensure contract is physically completed
- Rate Negotiation
- Funds Management
- Completion of All Closeout Actions

## DFAS

- Part B Contracts < 500K
- Part C Contracts (payment Only, non DCMA Administered)
- Reconciliation
- Final Payment

## Services

- Additional Funding
- Property Disposition
- Replacement Funds
- Product Acceptance

## DCAA

- Final Overhead Rates
- Indirect Costs Audits
- Cumulative Allowable Costs Worksheet (CACW)

## Industry

- Indirect Cost Rate – Property
- Year End Rate Adjustments
- Final Invoice/ Voucher
- Settle Subcontracts



- ✓ Contractor Submission Delays
- ✓ Delayed Negotiation of Overhead Rates
- ✓ Final OH Rates
- ✓ Direct Cost Audits
- ✓ Complex Contracts
- ✓ Cancelled Funds
- ✓ Reconciliation Issues



- ✓ Submission of Cumulative Allowable Cost Worksheet (CACWS)
- ✓ Timely Submission of Final Voucher
- ✓ Monitor Contract Lifecycle and Funds Due to Cancel
- ✓ Limit Contract Financing Rates
- ✓ Minimize ELIN Counts



# Questions

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