



Mission Partner Advisory

FY15 Fees for Enterprise Acquisition Services

Fiscal year 2015 rates for acquisition services provided by the Defense Information Technology Contracting Organization (DITCO) were established during the annual Defense Information Systems Agency (DISA) budget formulation and review process.

Like all Defense Working Capital Fund (DWCF) -funded activities, DITCO is required to charge a fee to recover costs. Fees are established with a goal to break even over time (costs equal revenues) and are reviewed and approved annually. Fee adjustments are made to either recover prior year losses in the form of higher fees or return prior year profits in the form of lower fees.

The DITCO fee has remained steady at 2% for the past five years.

In order to continue providing customers with state-of-the-art contracting, contract management, and financial support services, DITCO is modernizing its business systems. Recovering overhead costs associated with business system modernization requires a slight fee increase starting in FY15.

The fee for telecommunications and information technology acquisition services will increase from 2% to 2.5%. This change will take effect Oct. 1, 2014 and is applicable to all FY15 funding documents. This includes new requirements packages and modifications to existing contracts/orders, as well as all continuing telecommunication services.

Enterprise license agreements (ELAs) will continue to be offered in FY15. The fee for ELA services remains at 0.5%.

As a basis for comparison, DITCO's fees compare favorably with the General Services Administration (GSA), a like contracting services provider. GSA currently charges their customers the following rates:

- Network Services = 7%
- General Contracting Services = 3%-20%
- Complex Information Technology or Consulting Services = Direct Labor Hours + 1.15%-3.0%

Questions regarding our acquisition services or the FY15 fees can be directed to your DITCO representative.