

DCAA Compliance Support

Ace Your Audit and Gain a Competitive Edge

When does a knock on your door from a federal auditor become a competitive advantage?

When your firm has the support of CAVU's government contract accounting expertise, our compliance matrix and other accounting tools can transform audit angst into a golden opportunity to improve your business systems for greater success in the federal marketplace.

See next page for the solution

DCAA Compliance Support (cont.)

The Solution

Calculate Profitable Pricing That Follows All the Rules

The Defense Contract Audit Agency (DCAA) mission is to ensure that Uncle Sam pays a reasonable price for goods and services. DCAA reviews government contractors' accounting systems, policies, and procedures to verify that they properly track costs throughout the purchase process in compliance with Federal Acquisition Regulation (FAR) and Cost Accounting Standards (CAS).

Only a federal agency can initiate a DCAA review, including as part of the bid solicitation process. If you'd prefer not to wait until your bid is on the line, CAVU can conduct a proactive review to make sure you're audit-ready.

Here are a few examples of how we prepare your business systems to pass DCAA muster:

- Review your budget process and the basis of estimate in price proposals.
- Maintain data to allow for the inclusion of actual data in future budget development.
- Implement a logical and consistent method to segregate direct costs from indirect costs.

- Use a forecast system to reduce errors in spreadsheet calculations, prevent unintended overwriting of information, and check that all costs estimated in the financial forecast are included in the indirect rate calculations, with no costs missed or duplicated.
- Implement a timekeeping system that identifies employees' labor by intermediate or final cost objectives.
- Employ a labor distribution system that charges direct and indirect labor to the appropriate cost objectives.

Let Your Competence Instill Confidence

When you meet DCAA's demanding accounting criteria—whether at an agency's request or as a proactive strategy—you signal your firm's readiness and competence to compete in the GovCon marketplace.