

# ARMY RDT&E BUDGET ITEM JUSTIFICATION (R2 Exhibit)

**February 2008**

<b>BUDGET ACTIVITY</b> <b>5 - System Development and Demonstration</b>		<b>PE NUMBER AND TITLE</b> <b>0604822A - General Fund Enterprise Business System (GFEBS)</b>						<b>PROJECT</b> <b>GF5</b>	
COST (In Thousands)	FY 2007 Estimate	FY 2008 Estimate	FY 2009 Estimate	FY 2010 Estimate	FY 2011 Estimate	FY 2012 Estimate	FY 2013 Estimate	Cost to Complete	Total Cost
GF5 GENERAL FUND ENTERPRISE BUSINESS SYSTEM (GFEBS)	59998	111873	60308						232179

**A. Mission Description and Budget Item Justification:** The General Fund Business Enterprise System (GFEBS) is a Major Automated Information System (MAIS) program and is in the developmental phase. It will follow the DoD Business Enterprise Architecture which is aligned to the mandated Federal Enterprise Architecture. GFEBS was implemented to fulfill the needs and comply with the Federal Financial Management Improvement Act (FFMIA), The Chief Financial Officers Act of 1990, the Government Performance and Results Act of 1993, the Government Management Reform Act of 1994, and the Clinger-Cohen Act of 1996 and to fulfill the stated mission of the Assistant Secretary of the Army for Financial Management and Comptroller (ASA(FM&C)). GFEBS will replace financial systems operating in excess of 30 years like the Standard Finance Systems (STANFINS) and other costly feeder systems which do not allow the Department of Defense (DoD) or the U.S. government to achieve an unqualified opinion on its financial statements. GFEBS will become the Department of the Army's new core financial management system for administering its General Fund. GFEBS will be a commercial off-the-shelf (COTS) Enterprise Resource Planning (ERP) system that is certified by the Chief, Financial Officer Council (CFOC) and provides the six core financial functions. GFEBS will allow tactical commanders to make informed decisions on a virtually real time system.

In FY09, GFEBS will Go-Live with Release 1.2 at Ft. Jackson South Carolina. Subsequently, Release 1.3 and Release 1.4 will be built and tested, and any additional required capabilities will be added. Later in the year, GFEBS will begin fielding Release 1.3 at all STANFINS locations and Release 1.4 at all SOMARDS locations.

<b><u>Accomplishments/Planned Program:</u></b>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>
System Concept Exploration	2939		
Development	14580	80781	44266
Project Management	42479	27969	16042
Small business Innovative Research/Small Business Technology Transfer Programs		3123	
<b>Total</b>	<b>59998</b>	<b>111873</b>	<b>60308</b>

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<b><u>B. Program Change Summary</u></b>	FY 2007	FY 2008	FY 2009
Previous President's Budget (FY 2008/2009)	21751	53559	50237
Current BES/President's Budget (FY 2009)	59998	111873	60308
Total Adjustments	38247	58314	10071
Congressional Program Reductions		-727	
Congressional Rescissions			
Congressional Increases		59041	
Reprogrammings	38860		
SBIR/STTR Transfer	-613		
Adjustments to Budget Years			10071

Change Summary Explanation: Funding - FY 2007: Funding increase was a result of a Congressionally approved reprogramming in support of GFEBs. FY 2009: Funds realigned to support further GFEBs development.

<b><u>C. Other Program Funding Summary</u></b>	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	To Compl	Total Cost
RDTE, 655013MO5								Continuing	Continuing
OPA, BE4168000	1992	39353	109141					Continuing	Continuing
OMA, 432612000		29822	50511	87779	95921	98031	100188	Continuing	Continuing

Comment:

**D. Acquisition Strategy** GFEBs is being procured as a performance-based acquisition to encourage innovative and creative solutions and to avoid hampering, dictating, or prescribing how the work must be performed. Therefore, the focus of the Statement of Objectives (SOO) was on "what" the Army is trying to achieve instead of "how" it must be achieved. The use of an SOO is an emerging method that transforms the acquisition process by requiring each of the competing contractors to develop their unique proposed technical approach, work breakdown schedule, project plan and schedule, schedule of deliverable items, performance metrics, performance measurement plan, and quality assurance plan. To achieve its GFEBs project objectives, the Army used an existing Blanket Purchase Agreement (BPA) to select a System Integrator (SI). The contract period of performance is 1 base year with 9 option years. DoD through the Department of the Navy has established enterprise agreements for ERP System Integration Services with five qualified SI(s) that are General Services Administration (GSA) Federal Supply Service (FSS) Schedule holders under the Enterprise Software Initiative (ESI). The Army has selected the SI; all contractor work will be performed under the selected SI's ESI-SI BPA through the award of one task order with several options. Multiple options are anticipated to support each project objective. The products and services described in task orders will be grouped and referenced as Contract Line Item Numbers (CLIN). All

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PROJECT

**GF5**

CLINs will be awarded on a Fixed Price basis with performance based incentives and disincentives. The task order and all options exercised will be performance based, containing financial incentive and disincentive provisions. Offerors were provided performance based metrics and were required to propose performance incentive and disincentive provisions by CLIN in their Quality Assurance Surveillance Plan (QASP) submitted in response to the Request for Quote (RFQ). The QASP elements were evaluated as part of the evaluation of the Offerors' proposals.

# ARMY RDT&E COST ANALYSIS (R3)

February 2008

BUDGET ACTIVITY			PE NUMBER AND TITLE							PROJECT		
5 - System Development and Demonstration			0604822A - General Fund Enterprise Business System (GFEBS)							GF5		
I. Product Development	Contract Method & Type	Performing Activity & Location	Total PYs Cost	FY 2007 Cost	FY 2007 Award Date	FY 2008 Cost	FY 2008 Award Date	FY 2009 Cost	FY 2009 Award Date	Cost To Complete	Total Cost	Target Value of Contract
Concept Exploration	FFP	Accenture Springfield, Va.	20393	2939	1-4Q						23332	
Development	FFP	Accenture Springfield Va.	8045	14580	1-4Q	83904	1-4Q	44266	1-4Q	Cont.	Cont.	
Subtotal:			28438	17519		83904		44266		Cont.	Cont.	
II. Support Costs	Contract Method & Type	Performing Activity & Location	Total PYs Cost	FY 2007 Cost	FY 2007 Award Date	FY 2008 Cost	FY 2008 Award Date	FY 2009 Cost	FY 2009 Award Date	Cost To Complete	Total Cost	Target Value of Contract
Program Management	FFP	Accenture Springfield Va.	60602	40799	1-4Q	27969	1-4Q	16042	1-4Q	Cont.	Cont.	
Subtotal:			60602	40799		27969		16042		Cont.	Cont.	
III. Test And Evaluation	Contract Method & Type	Performing Activity & Location	Total PYs Cost	FY 2007 Cost	FY 2007 Award Date	FY 2008 Cost	FY 2008 Award Date	FY 2009 Cost	FY 2009 Award Date	Cost To Complete	Total Cost	Target Value of Contract
Small Business Innovative Research	FFP	Accenture Springfield Va.	4664	1680						Cont.	Cont.	
System Procurement	FFP	Accenture Springfield Va.	15389							Cont.		
System Maintenance/Item Management	FFP	Accenture Springfield Va.	7897							Cont.		
Hardware Maintenance	FFP	Accenture Springfield Va.	949							Cont.		
Software Maintenance	FFP	Accenture Springfield Va.	8440							Cont.		

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BUDGET ACTIVITY <b>5 - System Development and Demonstration</b>				PE NUMBER AND TITLE <b>0604822A - General Fund Enterprise Business System (GFEBS)</b>							PROJECT <b>GF5</b>	
Subtotal:				37339	1680						Cont.	Cont.
IV. Management Services	Contract Method & Type	Performing Activity & Location	Total PYs Cost	FY 2007 Cost	FY 2007 Award Date	FY 2008 Cost	FY 2008 Award Date	FY 2009 Cost	FY 2009 Award Date	Cost To Complete	Total Cost	Target Value of Contract
Subtotal:												
<b>Project Total Cost:</b>				<b>126379</b>	<b>59998</b>	<b>111873</b>		<b>60308</b>		<b>Cont.</b>	<b>Cont.</b>	

# Schedule Profile (R4 Exhibit)

February 2008

BUDGET ACTIVITY  
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PROJECT  
**GF5**

Event Name	FY 07				FY 08				FY 09				FY 10				FY 11				FY 12				FY 13			
	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4	1	2	3	4
(1) MS B1																												
Realization - Release 1.2																												
IOC																												
Release 1.3 - Replace STANFINS																												
Full Deployment Decision Review																												
Release 1.4: Replace SOMARDS																												
Full Deployment Decision Review 2																												
Hardware Fielding																												

**Schedule Detail (R4a Exhibit)**

**February 2008**

BUDGET ACTIVITY  
**5 - System Development and Demonstration**

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PROJECT  
**GF5**

<u>Schedule Detail</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>FY 2009</u>	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>
Map/Blueprint/Build Release 1.1							
MS B1		1Q					
Realization - Release 1.2	1Q - 4Q	1Q - 4Q	1Q				
IOC			3Q				
Release 1.3 - Replace STANFINS		1Q - 4Q	1Q - 4Q	1Q - 4Q	1Q		
Full Deployment Decision Review			3Q				
Release 1.4: Replace SOMARDS		4Q	1Q - 4Q	1Q - 4Q	1Q		
Full Deployment Decision Review 2				1Q			
Hardware Fielding			1Q - 4Q	1Q - 4Q	1Q		