

INCREASING
VALUE TO OUR
CUSTOMER
THROUGH
PARTNERSHIP



Introducing the DFAS FY22-26 Strategy

Defense Finance and
Accounting Service

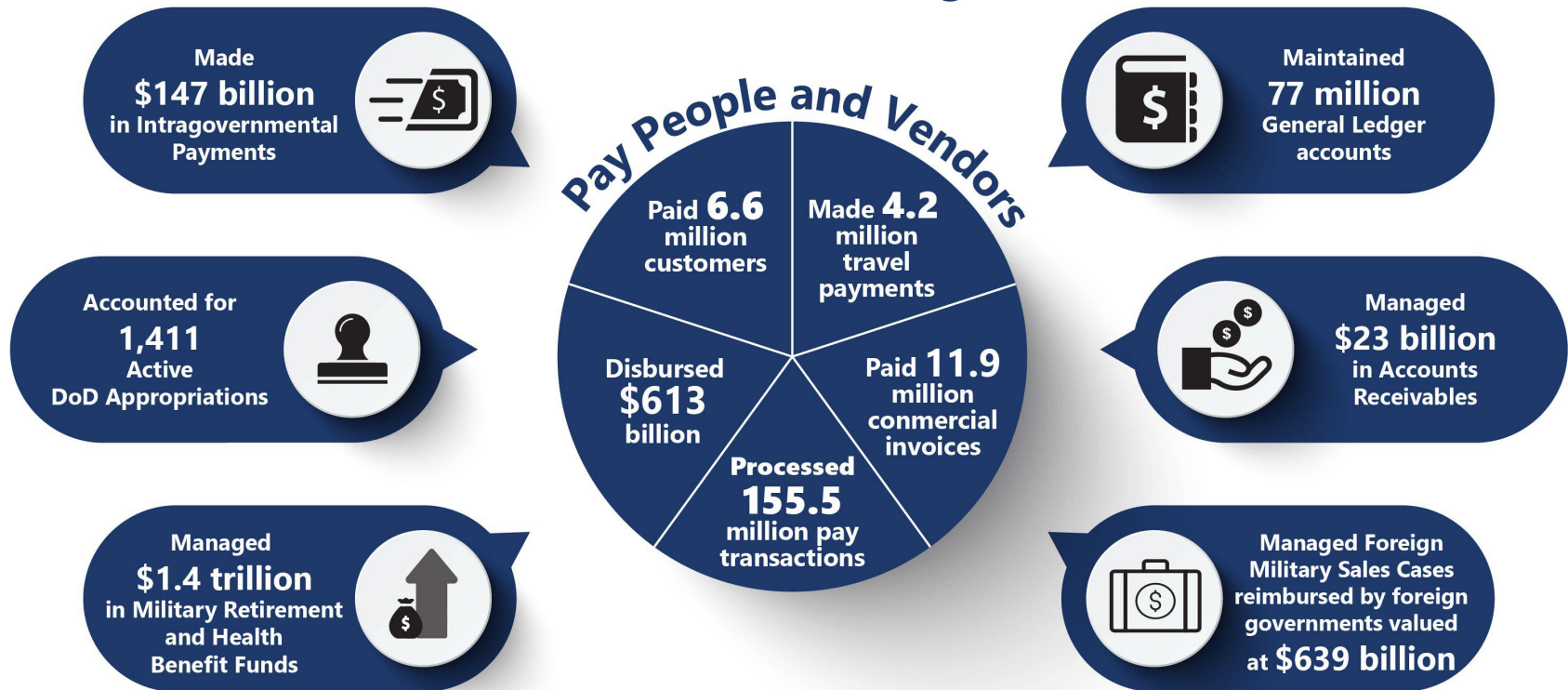


What We Do



DFAS is responsible for the consolidation, standardization, and integration of finance and accounting regulations, functions, procedures and assigned information systems within the DoD, while ensuring their proper relationship with other DoD functional areas such as budget, personnel, logistics and acquisition.

Finance and Accounting Services



Customers



**All DoD military personnel, retirees,
annuitants and civilian personnel**

**Defense Agencies and the
Office of Secretary of Defense**

Major DoD Contractors and Vendors

Customers outside the DoD

Executive Office of the President

Department of Energy

Department of Veterans Affairs

Department of Health & Human Services

US Agency for Global Media

Foreign partners



The DFAS Strategic Priorities



FY22-26 STRATEGIC FRAMEWORK

By 2026, DFAS will have...

OUR MISSION

Deliver financial excellence and quality pay services for our customer



OUR VISION

To be a valued partner in financial management by consistently delivering first-class service and products



FY22-26 Strategic Linkages



Reduce Legacy Systems Strategic Focus



Modernize
the Business
Environment



FY22-26 Strategic Goals:

- To retire 15 Legacy Systems and reduce 55% of in-scope Legacy Systems Costs
- To simplify and optimize the business environment
- To decrease the number of legacy, financial statement audit-relevant business system
- To reinvest cost savings into modern capabilities



DFAS Systems Portfolio:

- DFAS owns a total of 76 business systems:
 - 48 are in the enduring portfolio
 - 22 are audit relevant
 - 28 are in the retirement portfolio
 - 23 are audit relevant



Reduce Legacy Systems - FY22-26



RLS Definition:

Reduce complete or partial systems from DFAS' system inventory to optimize the operating environment and achieve cost savings.

FY 17 – 21

20 Systems; \$10.5M savings

FY 22 – 26

15 Systems; \$24.9M Savings (Estimated)

Contract Pay Systems

- FY22 Mechanization of Contract Administration Services – Mid Tier

Infrastructure Systems

- FY25 Remedy

Accounts Maintenance & Control Systems

- FY22 NAVAIR Industrial Material Management System
- FY22 Online Report Viewer
- FY23 Electronic Business
- FY23 Standard Accounting and Reporting System
- FY23 Simplified Workflow Access Protocol
- FY24 DFAS Tactical Processing Analysis Tool
- FY25 Standard Operations Maintenance Army Research Dev System
- FY26 Program Budget Accounting System – Funds Distribution
- FY26 Program Budget Accounting System – Order Control

Financial Reporting Systems

- FY25 Work Year Personnel Costs

Cash Accountability Systems

- FY23 – Department 97 Reporting and Reconciliation Tool
- FY25 – Consolidated Cash Accountability System
- FY26 – Army Fund Balance with Treasury System

Disbursing Systems

- FY24 Centralized Disbursing System



Benefits

- Simplify and Standardize the DoD FM Business Environment (Systems and Processes)
- Reduce Total DoD FM Systems Cost
- Improve Cybersecurity
- Increase Efficiency and Effectiveness
- Maximize Enterprise Resource Planning (ERP) Capabilities
- Eliminate Duplicate Capabilities
- Improve Interoperability
- Improve Auditability
 - Maximize Transactions on Target Systems
 - Enable Stronger Internal Controls through Reduced Interfaces and Data Translations

Risks

- Competing Priorities for Department Resources
- Implementation Authority for Target System outside of DFAS
- Development Capacity and Funding of Target Systems
- No Approved Schedule
- Dependency on new Development
- Changing Systems environments, goals and priorities



Backup



RLS Process Overview

