



DEFENSE CONTRACT AUDIT AGENCY
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IN REPLY REFER TO

OWD 720.3A.A.1

April 12, 2005
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MEMORANDUM FOR REGIONAL DIRECTORS, DCAA
DIRECTOR, FIELD DETACHMENT, DCAA

SUBJECT: Deactivation of Activity Code 19400

Based on a recommendation from Policy and Plans, and subsequent coordination with the DMIS Standing Committee, activity code 19400 has been deactivated. This activity code had been used for CAS compliance audits at non-major and no-ADV contractors and allowed the auditor to perform compliance audits of multiple standards under one assignment. However, APPS does not support the multiple-standard approach requiring auditors to go through a number of manual steps to set up an audit assignment package. Due to the limited usage of this activity code (as opposed to individual assignments by standard), the final decision was to deactivate the activity code rather than revise APPS.

During a feasibility assessment of revising APPS, Policy and Plans determined that an APPS workpaper package encompassing all CAS standards would not generate the benefits of saved set-up and review time envisioned, due to changes requiring specific risk assessment for each CAS standard reviewed for compliance. The assessment also considered the extensive programming effort and limited activity code usage. Before the deactivation of activity code 19400, we asked the DMIS Standing Committee for comment and the majority of regions concurred to the recommendation.

This decision enables (1) use of standardized audit programs, and (2) increased visibility of audit performance and compliance with CAM 8-305, CAS Compliance Testing. While current assignments will remain in DMIS, no additional audits can be set up using this code. Any regional questions regarding this memorandum should be directed to Leonard Hanson, Program Manager, Workload Analysis Division (OWD) at (703) 767-2256 or e-mail at Leonard.Hanson@dcaa.mil.

/s/

Earl J. Newman
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Operations

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