

November 15, 2013

Memo to File: CR13-015 - Rebaseline: BAC is greater than the EAC by \$8k

The BAC (Cost Manager) is a costed profile. Activities with procurement resources that begin in FY15 but end in FY16; the FY16 portion is being escalated by 3.19% in Cost Manager because we erroneously did not use a "do not escalate FY16" resource.

The EAC (costbook) is an obligation profile that calculates procurements on day one of the activity. Therefore, the activities that end in FY16 are not being escalated because they are considered prior fiscal year obligations.

The error is \$8k.