



DEPARTMENT OF THE ARMY
OFFICE OF THE ASSISTANT SECRETARY OF THE ARMY
FINANCIAL MANAGEMENT AND COMPTROLLER
109 ARMY PENTAGON
WASHINGTON DC 20310-0109

SAFM-CE

MAR 13 2020

MEMORANDUM FOR THE DEPARTMENT OF THE ARMY

SUBJECT: Updated Army Cost Analysis (CAM) and Army Cost Element Structure (ACES)

1. References:

- a. Army Regulation 11-18, The Cost and Economic Analysis Program, dated 29 August 2019.
2. Army Regulation 11-18 direct the Assistant Secretary of the Army (Financial Management and Comptroller) (ASA (FM&C)) to establish and publish policy and procedures for all Army cost and economic analysis activities. In furtherance of this mission, and recognizing the need for updated cost and economic analysis processes, the Deputy Assistant Secretary of the Army (Cost and Economics) (DASA-CE) developed the 2020 Army Cost Analysis Manual (CAM). Recognizing the need for standardized cost element structures for use throughout the Army Acquisition community to achieve operating efficiencies, the 2020 Army CAM includes an updated Army Cost Element Structure (ACES).
3. The 2020 Army CAM supercedes the 2002 Army CAM as the authoritative source for Army costing. The updated Army Cost Element Structure (ACES) contained in the 2020 Army Cost Analysis Manual, and attached to this memorandum, is required for use on all new-start Army programs receiving approval on or after 60 days from the issuance of this memo. Existing programs may continue to use the prior cost element structure with the approval of the Cost Working Integrated Product Team (CWIPT).
4. My point of contact for this memorandum and the attached ACES is Mr. Nicholas Cesare, Nicholas.a.cesare2.civ@mail.mil 703-697-1565.

A handwritten signature in black ink, reading "Stephen G. Barth".

Stephen G. Barth
Deputy Assistant Secretary of the Army
(Cost and Economics)

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