

# Optimizing DHA's Financial Landscape: MDC's Decade of Innovation and Efficiency

## Introduction

Like many organizations, the Defense Health Agency (DHA) faced challenges in managing resources within a dynamic financial landscape.

Over the past decade, MDC has been a leader in overcoming these issues, transforming financial analysis and reporting for DHA. We offer unmatched financial management for over **\$5 billion** in Defense Health Program Appropriated funds, supporting approximately **4,500** government service civilians, around **9.6 million** beneficiaries, **45** military treatment facilities, **566** military ambulatory care and occupational health centers, and **117** dental clinics worldwide. Our dedication to excellence and innovation ensures efficient resource management across multiple appropriations, including multi-year RDTE and procurement funding.

 **\$57 Million** —————  **\$5 Billion**

Our expertise in financial analysis and reporting has led to improved efficiency, generating over **\$57 million in cost savings** and realignments during critical periods, such as **\$5 billion in end-of-year close-outs**. Our advancements in budgeting and forecasting have optimized resource allocation—ensuring compliance with DHA's mission requirements during continuing resolutions and setting new benchmarks for fiscal dynamism and strategic planning.



## Our Impact

Over the past decade, MDC improved DHA's decision-making, financial analysis, and reporting, saving **\$60 million** by eliminating inefficiencies. Our efficient resource management led to **\$57 million** in cost savings during two critical year-end close-outs (**FY22: \$24.5M / FY23: \$33.3M**). These funds were reallocated to enhance fiscal agility and buying power.

💰 **24.5 M**

Drove \$24.5M in cost savings and realignments during **FY22** end-of-year close-out.

💰 **33.3 M**

Drove \$33.3M in cost savings and realignments during **FY23** end-of-year close-out.

MDC's strategic financial solutions have also been pivotal in enhancing the agency's budgeting and forecasting capabilities. By developing comprehensive budgets and forecasts that align with strategic objectives and creating efficient resource allocation processes, MDC has ensured compliance with budgetary constraints and regulations. These efforts have been particularly crucial during continuing resolution (CR) periods, where limited fund availability necessitated heightened prioritization and optimized reporting processes to meet mission requirements within the CR's limited authority, showcasing MDC's ability to provide strategic financial solutions regardless of fiscal constraints.

Furthermore, MDC has played a vital role in improving DHA's financial planning and strategy, and performance measurement and evaluation. Collaborating closely with DHA, we developed long-term financial plans and strategies, alongside financial modeling and scenario analysis to evaluate strategic initiatives' impacts.

Additionally, we established performance metrics and key performance indicators (KPIs) to assess and enhance financial performance, increasing the accuracy and completeness of spend plan submissions. These measures have not only enabled better decision-making but have ensured that budget execution is seamlessly aligned with the DHA's operational and strategic needs.



## Conclusion

In conclusion, MDC has revolutionized DHA's financial management and resource allocation, enhancing service delivery and amplifying its mission impact. MDC's expertise has improved financial governance, decision-making, and stakeholder engagement within DHA, providing sustainable benefits for the communities served.