



Military Sealift Command

FY 2024

Customer Billing Rates and Guidance for the Transportation Working Capital Fund

Effective 1 October 2023

U.S. GOVERNMENT DEPARTMENT OF DEFENSE MILITARY SEALIFT
 COMMAND (MSC) BILLING RATES FOR THE TRANSPORTATION WORKING
 CAPITAL FUND (TWCF)

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Purpose & Scope: MSC has the responsibility for providing sealift and ocean transportation for all U.S. military Services as well as for other government agencies. They provide transportation services and charge customers for the costs related to providing those services. Because these services are provided through the use of MSC ships, the rates charged to customers pertain to those costs required to operate the ships.

MSC Rates are set on a per-day basis by ship class to recover costs of workload based on specific customer requirements. MSC Cost Recovery Rates are set to recover 100% of the costs based on customer specific requirements.

MSC lines of operation have two methods to charge customers for cost recovery (*see Illustration 1*):

1. **Per diem rates:** Developed and approved with the President’s Budget which recover projected full cost to operate a ship divided by 366, resulting in an average daily cost to operate for dedicated customers.



2. **Reimbursable basis:** Charged for the total actual cost of the service provided, including an overhead rate, which is a fixed percentage of direct costs. This applies primarily in the Chartered Cargo and POL line of operation.

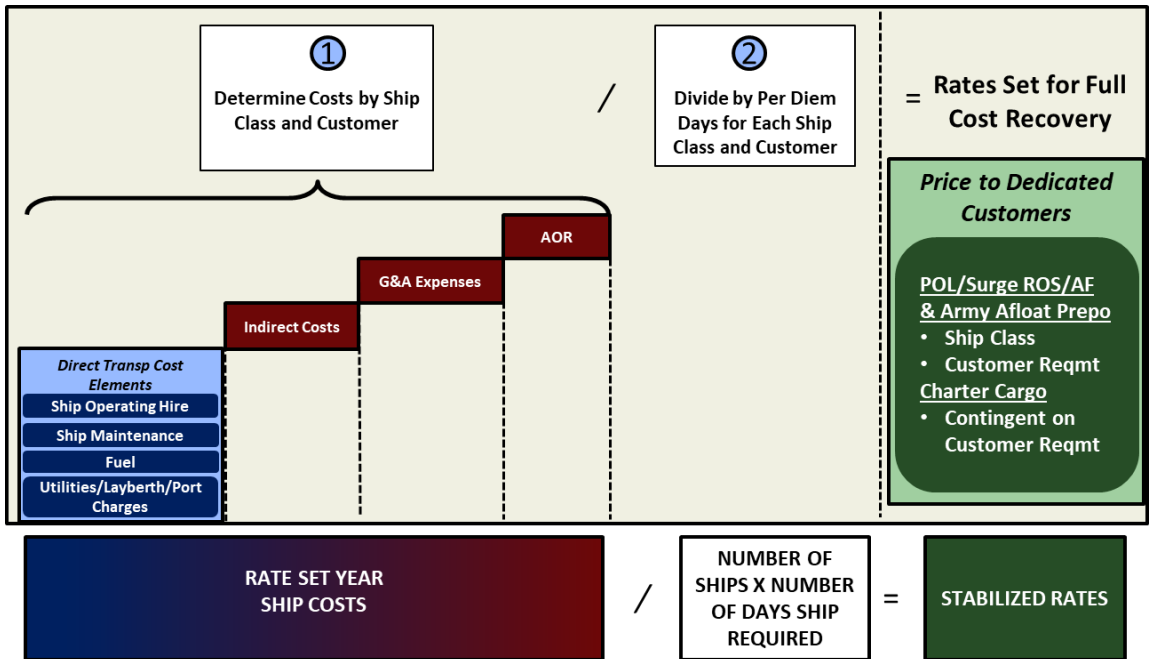


Illustration 1: MSC Rates Development

Rates may be obtained by request to HQ USTRANSCOM/J8-BT at DSN 322-817-6855, commercial (618) 817-6855, or e-mail to: TRANSCOM.Scott.TCJ8.mbx.rates@mail.mil.

To ensure the fastest response time, please submit transportation cost estimate requests via the cost estimate website at: <https://www.ustranscom.mil/common/transportation-estimate.cfm?menuPrimary=dbw>. Requests for large moves may also be made via email to transcom.scott.tcj8.mbx.cost-estimates@mail.mil. Please provide as much information as possible to include origin, destination, dimensions (LxWxH), weight, cargo type (e.g. container, general cargo, vehicle, etc.) and booking term.

For general ocean transportation question, please call 1-800-526-1465. The rates website also has useful information: <https://www.ustranscom.mil/dbw/rates.cfm>.



Military Sealift Command Chartered Cargo FY2024

EFFECTIVE: 01 Oct 23 through 30 Sep 24 (FY24)

Chartered Cargo: Worldwide movement of Department of Defense dry cargo (contingencies and exercises). Transportation provided through Military Sealift Command controlled time Chartered vessels, other shipping agreements and activations from the Ready Reserve Force.

Dedicated Customer: Navy

<u>Chartered Cargo</u>	<u>FY24 Per Diem Rate</u>
DIEGO GARCIA SHUTTLE	\$49,956



Military Sealift Command Prepositioned Ships FY2024

EFFECTIVE: 01 Oct 23 through 30 Sep 24 (FY24)

Prepositioned Ships: Army and Air Force dedicated prepositioned assets (Government and Commercial Chartered Ships).

Dedicated Customer: Army

<u>Preposition Ships</u>	<u>FY24 Per Diem Rate</u>
CHARLTON - FOS	\$163,620
POMEROY - FOS	\$163,620
RED CLOUD - FOS	\$163,620
SODERMAN - FOS	\$163,620
WATKINS - FOS	\$163,620
EDDIE CARTER - FOS	\$35,336
JOHN PAGE - FOS	\$35,336

Dedicated Customer: Air Force

<u>Preposition Ships</u>	<u>FY24 Per Diem Rate</u>
FISHER	\$46,664
DAVID S. LYON	\$46,664



Military Sealift Command Petroleum (POL) Tankerships FY2024

EFFECTIVE: 01 Oct 23 through 30 Sep 24 (FY24)

POL Tankerships: Worldwide movement of Department of Defense bulk petroleum products. Military Sealift Command controlled chartered contracts.

Dedicated Customer: Defense Logistics Agency Energy

<u>POL Tankerships</u>	<u>FY24 Per Diem Rate</u>
State Class	
US EAST COAST	\$181,764
US WEST COAST	\$181,764
Charters	
WPAC DEEP DRAFT	\$82,301
WPAC SHALLOW DRAFT	\$82,301
Other	
ICE TANKER	\$98,766

Table 1 General Terms and Definitions

Cost - TWCF costs for USTRANSCOM and Transportation Component Commands to include services, supplies, labor, contracts, fuel, maintenance, etc.

Cost Recovery Factor – Percentage applied to direct cost to recover overhead cost and G&A expenses and return/recover AOR.

Direct Cost - Costs directly attributable to a line of operation.

Transportation Working Capital Fund (TWCF) - Provides working capital for such industrial-type activities, and such commercial-type activities that provide common services within or among departments and agencies of the DOD. Services or work performed; including applicable administrative expenses, and be reimbursed from available appropriations or otherwise credited for those costs, including applicable administrative expenses and costs of using equipment.