



DoD EVM Application Thresholds

<u>Contracts</u>	<u>Thresholds</u>	<u>Requirements</u>
Cost or Incentive Equal to or Above Threshold	\geq \$50M	<ul style="list-style-type: none"> - Compliance with industry EVM standard - <u>Formal EVM system validation</u> - Contract Performance Report - Integrated Master Schedule - Integrated Baseline Reviews - Ongoing surveillance
Cost or Incentive Less Than Upper Threshold but Equal to or Above Lower Threshold	$<$ \$50M but \geq \$20M	<ul style="list-style-type: none"> - Compliance with industry EVM standard - <u>No formal EVM system validation</u> - Contract Performance Report (tailored) - Integrated Master Schedule (tailored) - Integrated Baseline Reviews - Ongoing surveillance
Cost or Incentive Less Than Threshold	$<$ \$20M	<ul style="list-style-type: none"> - EVM optional (risk-based decision) - Cost-benefit analysis required