

Tenth Set of
Questions & Answers to the Final RFP

Question: Is the Total Available Fee defined as the Fixed fee and Performance Incentive fee combined, not to exceed 3.5% per year, for all years (1-5 and option years) based upon the FY'11 budget of \$1.33B for Y-12 & Px and \$1.5 B inclusive of SRTO—the Total Available Fee for EACH of the individual years not to exceed 3.5% of the FY '11 budget number?

(2) Section B, Clause B-2, Page 6: The wording of this provision is ambiguous. It states: "The Total Available Fee (Fixed Fee for the first year only plus Performance Incentive Fee) for the Base Term of the Contract, and the option period(s), if exercised by NNSA, is shown in the tables for CLIN 0001B, 0001C, 0001D, and 0001E, including 0001G, if exercised." The Total Available Fee shall not exceed 3.5% of the FY2011 budget (\$1.33B for both Pantex Plant and Y-12, and \$1.50B should SRTO option be exercised." So, does the 3.5% relate to only the first year only? Each and every year?

As worded, the term "Total Available Fee" covers the entire 5 year base period, and the subsequent 2 year and 1 year option --

- it is not stated to be the amount for each year, so the total amount (about \$46.5 MM) would be available to cover the 5 year base period (or about \$13 MM to \$15 MM per year),
- the two year option periods (or about \$23.3 MM per year), and the single final year option.

This highly variable "Total Available Fee" amount for the Base Term and the option periods is imprecise as to whether it means 3.5% amount to be the Total Available Fee for EACH of the individual years.

Answer: Section L, L-15(b)(2) states, "The offeror shall propose the amount of Total Available Fee it deems reasonable in column (5), within the range in column (2)" in Table 1 and Table 2. The offeror may propose a different fee for each year. Total Available Fee is defined as Fixed Fee + Performance Incentive Fee and is on a per year basis.

Question: Section F-7(b) on page "Section B-H, Page 20" provides requirements for the Transition Cost Estimate and states that: "The Transition cost estimate shall include: (1) the costs associated with the Transition Plan; and (2) the costs necessary for the Contractor to meet the transition requirements during the Transition Term."

Is it intended that item (1) reflect the offeror's costs associated with the development of the Transition Plan deliverable that is due 10 calendar days after effective contract date, and that item (2) reflect the total estimated cost of implementing the Transition Plan over the six month transition period, beginning on Day 1 of Transition? Please clarify.

Answer: NNSA will consider all costs from the first day of the contract award. All costs are subject to the approval of the contracting officer.