

CH2M♦WG Idaho, LLC
DE-AC08-05ID14516
2nd Quarter Fiscal Year 2013 Fee Determination

CH2M♦WG Idaho, LLC (CWI's) fee request dated April 2, 2013 covers the period January 01, 2013, through March 31, 2013. The contract is a Cost plus Incentive Fee (CPIF) contract using cost and schedule as a performance measure vs. a Performance Evaluation Management Plan (PEMP). The proposed provisional amount of fee requested is \$2,357,781.

The contract extension has three Contract Line Items (CLINs). CLIN A has no fee associated with it and CLIN B is based on milestone completion. Therefore, the contractor has requested provisional fee for only CLIN C which is the balance of the ICP. Per contract modification 238, the total contract target cost and target fee are based on a period of performance from October 1, 2012, through September 30, 2015. Through March 2013, the target cost is \$481,055,185 and target fee is \$35,405,661, with a maximum fee of \$72,158,278. Incentive fee is based on a 70/30 cost share ratio. There is also a schedule fee penalty in the contract.

The contract has the following provisional fee payment schedule:

- (a) Scheduled Provisional Fee Payments will be made quarterly and will be calculated as follows:

$$\text{Provisional Fee Payment} = \frac{\text{Target Fee} \times 0.80}{12}$$

However, quarterly fee payments may be adjusted based on the evaluation criteria identified in Section B.17(b). Given the potential cost penalty outlined in CLIN A, the quarterly provisional fee was adjusted to offset this penalty. Therefore, DOE agrees with the 2nd quarter fee request.