

AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT			1. CONTRACT ID CODE S	PAGE OF PAGES 1 10
2. AMENDMENT/MODIFICATION NO. 0002	3. EFFECTIVE DATE 07-Sep-2011	4. REQUISITION/PURCHASE REQ. NO.		5. PROJECT NO.(If applicable)
6. ISSUED BY COMMANDER, SPACE AND NAVAL WARFARE SYSTEMS COMMAND 02 CONTRACTS 4301 PACIFIC HIGHWAY SAN DIEGO CA 92110-3127	CODE N00039	7. ADMINISTERED BY (If other than item 6) See Item 6		
8. NAME AND ADDRESS OF CONTRACTOR (No., Street, County, State and Zip Code)		X	9A. AMENDMENT OF SOLICITATION NO. N00039-11-R-0077	
		X	9B. DATED (SEE ITEM 11) 25-Aug-2011	
			10A. MOD. OF CONTRACT/ORDER NO.	
			10B. DATED (SEE ITEM 13)	
CODE	FACILITY CODE			
11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS				
<input checked="" type="checkbox"/> The above numbered solicitation is amended as set forth in Item 14. The hour and date specified for receipt of Offer <input type="checkbox"/> is extended, <input checked="" type="checkbox"/> is not extended. Offer must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended by one of the following methods: (a) By completing Items 8 and 15, and returning _____ copies of the amendment; (b) By acknowledging receipt of this amendment on each copy of the offer submitted; or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER. If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.				
12. ACCOUNTING AND APPROPRIATION DATA (If required)				
13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS. IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.				
A. THIS CHANGE ORDER IS ISSUED PURSUANT TO: (Specify authority) THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.				
B. THE ABOVE NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES (such as changes in paying office, appropriation date, etc.) SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103(B).				
C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF:				
D. OTHER (Specify type of modification and authority)				
E. IMPORTANT: Contractor <input type="checkbox"/> is not, <input type="checkbox"/> is required to sign this document and return _____ copies to the issuing office.				
14. DESCRIPTION OF AMENDMENT/MODIFICATION (Organized by UCF section headings, including solicitation/contract subject matter where feasible.) The purpose of this amendment is to revise Section L and provide an updated version of the PWS.				
Except as provided herein, all terms and conditions of the document referenced in Item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.				
15A. NAME AND TITLE OF SIGNER (Type or print)		16A. NAME AND TITLE OF CONTRACTING OFFICER (Type or print)		
		TEL:	EMAIL:	
15B. CONTRACTOR/OFFEROR	15C. DATE SIGNED	16B. UNITED STATES OF AMERICA		16C. DATE SIGNED
_____ (Signature of person authorized to sign)		BY _____ (Signature of Contracting Officer)		07-Sep-2011

SECTION SF 30 BLOCK 14 CONTINUATION PAGE

SUMMARY OF CHANGES

SECTION L - INSTRUCTIONS, CONDITIONS AND NOTICES TO BIDDERS

The following have been modified:

L-5 SUBMISSION OF PROPOSALS**A. Introduction**

This Request for Proposal (RFP) is for the procurement of the Integrated Undersea Surveillance System (IUSS) Logistics Support Facility (LSF) services to provide qualified staff for operation of the IUSS LSF located at the Little Creek, Joint Expeditionary Base (JEB), Virginia Beach, VA. These services will support the PEO SUB PMS 485 Surveillance Towed Array Sensor System (SURTASS) Systems, and the Japanese Auxiliary Oceanographic Surveillance (JAOS) System. Award is planned for FY 2012 and Options are planned through FY 2016.

The IUSS Logistics Support Facility services will be primarily performed at the IUSS Operations Support Center (IOSC) Joint Expeditionary Base (JEB), Virginia Beach, VA. Some services will be performed at the IUSS deep storage warehousing support at Cheatham Annex (CAX), Naval Weapons Station, Yorktown, Virginia, and IUSS logistics/supply facilities worldwide.

Offerors may submit questions concerning, or request clarification of, any aspect of this RFP. All questions should be submitted in writing to:

COMMANDER
SPACE AND NAVAL WARFARE SYSTEMS COMMAND
ATTENTION: MS. SELENE M. CONG, SPAWAR CODE 2.1C8
4301 PACIFIC HIGHWAY
SAN DIEGO, CA 92110-3127

It is the responsibility of the offerors to ensure that their questions are received no later than two (2) weeks prior to the date proposals are due. Offerors should note that the proposal due date will not be extended solely on the basis of questions received within two (2) weeks of the proposal due date.

Industry Day will be held at the IUSS LSF and notification will be provided by the designated POC, John Maxwell. Offerors desiring to attend must contact the POC. Visit requests with security clearance are required for access to the facilities. It is requested that contact with the POC occur at least five (5) working days prior to the intended visit. Reference documents included in Section 2 of the PWS will be provided on CD to the offerors on Industry Day. A visit request with security clearance information is required for access to the facility.

Facility IUSS Operations Support Center
Address: 2425 Stalwart Road
Joint Expeditionary Base, Little Creek
Virginia Beach, VA 23459

Telephone: (757) 541-5640
(757) 461-2131 (FAX)

Hours: 0800-1600 Monday-Friday

POC: Mr. John Maxwell

B. Type of Contract

The Government contemplates the award of a Cost-Plus-Fixed-Fee (CPFF) contract with options.

C. Proposal General Requirements

Comprehensive responses to the requirements are necessary to enable the Government to evaluate the offeror's understanding of, and capability to accomplish the stated requirements. Throughout the proposal, the offeror shall provide sufficient detail to substantiate the validity of all stated claims. Proposals shall be submitted in accordance with the instructions herein. Non-conformance with the specified content may cause rejection of the proposal. An offeror's proposal is presumed to represent the best efforts to respond to the solicitation.

Further, the offeror shall indicate that the proposal is in compliance with each requirement of the RFP and shall explain how compliance is achieved through discussion in the proposal. If the offeror requests a waiver of any requirement, the proposal shall explain in detail all of the ramifications (technical, cost, delivery schedule, and management) of not meeting the requirement. Any material exceptions to the RFP may render the proposal unacceptable and ineligible for award.

Responses must adequately demonstrate compliance with each requirement of the RFP and shall explain how compliance is achieved through discussion in the proposal. Statements such as "the offeror understands", and "the offeror shall/can comply", along with responses that paraphrase the RFP, are inadequate. The use of phrases such as "standard practices" (with a specific government reference or industry reference) without sufficient explanation demonstrating compliance with RFP requirements are unacceptable.

The offeror shall submit the proposal via SPAWAR e-Commerce. The organization, page limits, and number of copies of each of the volumes shall be as follows:

<u>Volume Number</u>	<u>Subject</u>	<u>Page Limit</u>
I	Technical/Management Proposal	100 Pages + 6 Three-Page Resumes (including Letter of Intent)
II	Cost Proposal	No Limit

Note: Pages shall be double-spaced, single-sided using no smaller than font size 12. **Font size 10 is permitted for use in Tables and graphics only.** All material in excess of the page limits will neither be read nor evaluated. The 100-page limit does not include a title page and/or a table of contents. No cost (i.e., rates or dollars) information shall appear in the Technical and Management Proposal Volume. Cost and pricing data shall appear in Volume II, Cost Proposal only.

The proposal shall be written in a clear, concise, and complete manner. All figures and text shall be clearly discernible and legible. The proposal shall be responsive to the terms and conditions of the solicitation.

Unnecessarily elaborate artwork is not desired and may be considered as an indication of the offeror's lack of cost consciousness.

The proposal shall present evidence of the offeror's understanding of the requirements and their interrelationships. The proposal shall demonstrate the offeror's familiarity with the detailed aspects of the problems involved, and shall clearly show that the offeror correctly interpreted the requirements.

The proposal shall demonstrate that the offeror's approach adheres to the requirements, is feasible, and is well planned to meet the Integrated Undersea Surveillance System (IUSS) Logistics Support Facility (LSF) services.

The offeror shall indicate recognition of any technical limitations in its approach and state considerations given to alternate approaches.

Proprietary data contained in the proposal shall be specifically identified by page, and shall not be generalized.

Proprietary Data Protection Agreements (PDPAs):

The Analytic Sciences Corporation (TASC) will be providing facility support and CACI International, Inc. will be providing administrative support throughout the source selection. This assistance will not require analyzing or reviewing proposals, answering technical questions, writing draft reports, providing comments to evaluators, or any other tasks requiring the rating or scoring of the proposal itself.

Responses to the solicitation MUST clearly state whether permission is granted allowing the contractor support identified above access to the contractor's proposal. Should such permission be denied the Government will review the contractor's proposal without the contractor support identified. Offerors are encouraged to execute proprietary data protection agreements with these support contractors. Subcontractors that provide proposal information separate from the prime contractors proposal submittal shall clearly state whether permission is granted allowing the contractor support identified above access to the subcontractor's proposal.

D. Volume I, Technical Proposal

The Government will require that the technical proposal be broken down into two (2) sections listed below:

1. Factor 1 - Technical Approach. The Technical Approach shall demonstrate the soundness of the offeror's technical approach to supporting the below listed areas as described in the PWS. The offeror shall refer to the below listed PWS sections for detailed descriptions of IUSS requirements, and is responsible for ensuring that its proposal demonstrates compliance with all IUSS requirements as contained in the PWS. The Technical Approach shall be prepared and organized in the following manner:

1.a Program Management

- Program Management (PWS 3.1.1) The offeror shall describe its management approach covering the planning, execution and control of effort necessary to accomplish the tasks as set forth in the PWS.
- Quality Program (PWS 3.1.2) The offeror shall describe how quality principles are to be applied in the performance of the requirements of this PWS and shall integrate fundamental management techniques, quantitative methods and human resources under a disciplined approach focused on continuous improvement.
- Program Reviews (PWS 3.1.3) The offeror shall describe its approach to project management quarterly reviews for the purpose of providing a forum for the formal exchange of information relating to the contract/project, and to review the effectiveness of the Quality Program and conformance to quality principles throughout all areas of performance.

1.b Logistics Support Facility Operation and Navy Life Cycle Support

- LSF Operation (PWS 3.2.1). The offeror shall demonstrate the ability to operate the LSF and provide life cycle logistic support for all IUSS fielded systems afloat and ashore.
- Outfitting for IUSS Afloat and Ashore Sites (PWS 3.2.2). The offeror shall describe its approach to provide for outfitting and logistics loadout of IUSS afloat and shore sites.
- Provisioning and Technical Support for IUSS Equipments (PWS 3.2.3). The offeror shall demonstrate the ability to provide provisioning and technical support for IUSS equipments.

- Installation and De-Installation Support (PWS 3.2.4). The offeror shall describe its ability to provide support for installation and de-installation of various IUSS systems.

1.c Administrative Services and Enterprise Software Management

- Administrative Services (PWS 3.3.1). The offeror shall describe its approach for providing LAN support, management and maintenance of the IOSC Administrative Services Network, physical security and maintaining a technical documentation repository.
- Operate, Maintain, and Manage Web-Enabled IUSS Logistics Database (WILD) (PWS 3.3.2). The offeror shall demonstrate its ability to operate and maintain a remotely hosted (web-based) Oracle database which utilizes a user interface that is written in Microsoft .NET.
- Integrated Data Environment (IDE) and Systems Engineering, Configuration and Data Management Tools Support (PWS 3.3.3). The offeror shall demonstrate its ability to provide support a remotely hosted Integrated Data Environment and Systems Engineering/Configuration Management Tool utilizing IBM Rational Tools, SAP Crystal Reports, Microsoft SharePoint, and an Approved server hosting site, currently NSERC.

1.d Foreign Military Sales (FMS) Support

- J-AOS TRIL Support for the Japan Maritime Self Defense Force (JMSDF) (PWS 3.4.1). The offeror shall demonstrate the ability to use and maintain a Tailored Repairable Items List (TRIL) including transportation support of TRIL materials.

2. Factor 2 – Management Approach. The offeror shall demonstrate the soundness of its management approach, transition approach, understanding of management requirements, and capability to manage and perform the proposed effort based on experience, qualifications and past performance, as well its commitment to small business. The Management Proposal shall be organized in the following manner:

2.a Management Plan/Transition Plan/Breakout of Proposed Labor Mix

- **Management Plan.** The offeror shall provide a detailed Management Plan that will be followed during contract execution. The Management Plan will define the organizational structure for the contract; how personnel will be assigned; how the offeror's team will interface with its corporate structure and the contract government structure, including the fleet. The plan will define the policies and procedures for standardization, process and process control, productivity, quality, cost control and cost management. Describe its method of cost/schedule control and reporting and its procedures for early identification resolution of problems.
- **Transition Plan.** The offeror shall provide a Transition Plan that details the proposed approach for transitioning into the contract, including resources for manpower, recruitment and/or utilization of subcontracts.
- **Breakout of Proposed Labor Mix.** The offeror shall provide a clear breakout of the proposed labor mix of the manpower requirements to support the manning and management of the contract for the base and option years.

2.b Experience and Qualifications of Proposed Personnel. The offeror shall demonstrate the ability to provide properly qualified personnel to support the execution of tasks described in the PWS. Additionally, the proposal should contain resumes reflecting the experience, qualifications, and ability to perform associated responsibilities of the key employees referenced in PWS sections 3.5.

- Key employees are as follows:
 - Program Manager (3.5.1)
 - LSF Operations Manager (3.5.2)
 - Supply Support Manager (3.5.3)
 - Inventory Management (3.5.4)
 - **IUSS Administrative Services Network Administrator (3.5.6)**
 - **Web-Enabled IUSS Logistics Database Manager (3.5.5)**
- Key Personnel Resumes will include the name, labor category, position and job category with the proposed organization, years and description of relevant experience, and academic training commensurate with the positions referenced in the PWS. A letter of intent shall be included with the applicable resume and submitted with Volume I. These resumes shall be submitted in addition to the maximum of 100 pages submitted by the offeror, but will be limited to three (3) pages, double-spaced, singled-sided using no smaller than font size 12, including the Letter of Intent. Resumes of non-key personnel are not required, and will not be evaluated.
- Alternatives to Key Employees The offeror may propose an alternative structure for key employees, but must explain how its alternative structure is more efficient, and describe any impacts to cost, schedule, or performance.

2.c Compensation for Professional Employees. The offeror shall demonstrate the ability to obtain and maintain qualified personnel, and describe their corporate commitment to meet contract requirements.

2.d Past Performance

The offeror shall describe past performance on three (3) past Government contracts, which are relevant in scope, magnitude, and complexity to the effort required by this solicitation.

- Relevancy of Past Performance: The offeror shall describe the relevancy of submitted contracts. Relevancy discussions shall include direct comparison with respect to mission or complexity, continuity of key personnel, and continuity of teaming arrangements and subcontractors. The contracts provided should have performed within the last eight (8) years, but not necessarily completed. The offeror shall provide each relevant government contract's title, the procuring agency, description of produce or service, contract number and type, period of performance, dollar value, and the name, address and phone number of the PCO, Administrative Contracting Officer, and the Government program manager. .
- Quality of Past Performance: The offeror shall describe the quality of past performance on submitted contracts, including any systemic improvement efforts taken, if any, to resolve past performance problems for relevant contracts. Specifically, the offeror shall explain the problem, the corrective action taken and its effectiveness.

In its evaluation of past performance, the Government will utilize the Contractor Performance Assessment System (CPARS). The Government reserves the right to contact references for verification and to obtain information from sources other than those identified by the offeror, including but not limited to PPAIS or the Performance and Integrity Information System (PAIIS). The Government does not assume the duty to search for data to cure problems found in information provided by the offeror. The burden of thorough and complete past information remains with the offeror.

2.e Small Business Commitment. Offerors, unless otherwise exempt due to being a small business concern or a company performing outside of any state, territory, or possession of the United States, the District of Columbia, and the Commonwealth of Puerto Rico, shall submit a Small Business Subcontracting Plan in accordance with FAR 19.7 and FAR clause 52.219-9.

Failure to submit and negotiate a subcontracting plan acceptable to the Contracting Officer may result in ineligibility for award of a contract. If the offeror is a participant in the Department of Defense (DoD) Test Program for Negotiation of Comprehensive Small Business Subcontracting Plans specified in DFARS 219.702, the offeror shall provide a copy of the approved comprehensive plan AND describe how small business participation on this contract will contribute to its overall comprehensive subcontract goals. The following SPAWAR Subcontracting Goals for this procurement are provided to assist in the development of the offeror’s subcontracting plan:

TYPE	GOAL
Total Small Business	14%
Women-Owned Small Business	5%
HUB Zone	3%
Veteran Owned Small Business	3%
Service Disabled Veteran-Owned Small Business	3%

The above goals are provided as a baseline for preparing the subcontracting plan. The subcontracting plan shall propose subcontracting goals for this specific requirement. If the subcontracting plan does not meet the above goals in any category it shall clearly explain why the goal is not being proposed and what actions the offeror is undertaking to maximize small business subcontracting goals in an attempt to bring the percentages to or above the SPAWAR Subcontracting Goals.

- Provide a copy of the offeror’s most recent SF 294/ISR for each of the relevant contracts identified in Section D Past Performance Information above and the offeror’s latest DCMA Subcontracting Program Compliance Rating letter with DCMA Form 640 rating narrative.
- Provide a table identifying all proposed first tier subcontractors, if any, individually by name; address; category type (large, small, women-owned, HUBZone, veteran-owned and service-disabled veteran-owned small business concerns as determined by the SBA size standard for the specific work being subcontracted); principal supply/service being provided; and the complexity of the product/service provided. A sample table is provided below:

Name of 1st Tier Subcontractor	Subcontractor Address	Type of Business (large, small, women-owned, HUBZone, veteran-owned and service-disabled veteran-owned)	Principal Supply/Service Provided	Complexity of Product/Service Provided (Brief Narrative)
XYZ Corp.	123 Main St. Anytown, NY 01345	Large	Castings	Manufactured to .01 tolerance
Acme, Ltd.	456 First Ave. Somewhere, NY 54321	SB, VOSB	Logistics Software	Utilizing ISO 9000 and S100D standards with XML

The offeror shall use the Central Contractor Registration (CCR) & Small Business Administration (SBA) Dynamic Small Business Search (<http://ccr.gov>) database to verify the small business category or categories of the proposed small businesses in the table. The offeror shall list all applicable business types for which each subcontractor qualifies. The definition of a small business concern is as set forth in 13 CFR 121.105.

- The offeror shall provide a copy of binding agreements, enforceable commitments or letters of intent executed with the subcontractors identified in the table required by (3) above, if any.

E. Volume II: Cost Proposal

The offeror shall organize the Cost Proposal by sections in the following manner:

Section	Table of Contents
1.0	Signed SF 33 Solicitation Set
2.0	Cost Summaries (Microsoft Excel to include comment/narrative column)
3.0	Copies of Subcontract Agreements or contracts
4.0	Small Business and Small Disadvantaged Business Subcontracting Plan
5.0	Cost Plus Fixed Fee for contract base and options

The Cost Proposal shall cover all aspects of the proposed effort. Data contained in the Cost Proposal shall be consistent with data contained in the Technical/Management Proposal. Inconsistencies between the proposals may result in a lower overall technical evaluation of the total proposal. The cost data shall support the level of resources required to complete the requirements of this solicitation regardless of the offeror's proposed price.

The Cost Proposal shall contain a fully completed, signed, and dated original copy of the solicitation itself, including all representations, certifications, and other statements of the offeror.

(Note: On the first page of this section, the offeror should certify that the Cost Proposal has been prepared completely in accordance with the terms and conditions of the solicitation. However, if exceptions are taken, they shall clearly set forth and shall be explained by the offeror with the understanding that such exceptions may render the offeror's proposal unacceptable to the Government).

In the Cost Proposal, the offeror shall provide a comprehensive narrative support for the distribution of labor hours by labor category. Option items pricing and cost support shall be separate from firm items.

Details of each section follow:

- 1.0 SF 33 Requirements. The SF33 is used in connection with negotiated acquisitions when appearing advantageous to begin negotiations by soliciting written offers which, when accepted in writing by the Government, will create a binding contract without further action. Include in this section a copy of the RFP through Section L, with prices in Section B filled in and the clauses requiring contractor information completed, including Representations and Certifications in Section K. Also acknowledge receipt of any RFP amendments.
- 2.0 Cost Summaries. In this section, the offeror shall provide comprehensive narrative support for the Cost Proposal, as follows:
 - 2.1 Contract Costs. Costs shall be summarized and presented for each contract line item. At a minimum, the offeror shall address separately the following areas to support proposed contract costs.
 - a. Estimating Methodology. Explain, in whatever detail is required to demonstrate cost reasonableness and supportability, the methodology used to estimate each element of cost (e.g., labor, material, etc.). Enough data shall be provided so that independent cost analysis verification can be performed.

In all cases where cost estimates are based on past experience, the offeror shall identify the past experience, explain how the past experience relates to the current effort, and explain how cost data available from that experience were adapted to the current effort. If the past experience concerns a specific hardware or software developed item acquired in the past, the offeror shall identify the item, applicable dates, item cost, and size or lines of code.

In all cases where cost estimates are based upon learning or improvement curve applications, identify the specific area subject to learning, the curve hypothesis (unit or

cumulative) and the slope of the curve as a percent. Also, the offeror shall explain what data were used to develop the slope, how these data relate to the current effort, and how entry into the learning curve was attained.

In all cases where cost models are employed, the offeror shall identify the model, provide all model inputs and outputs, and a discussion of how outputs were adjusted or adapted to the cost elements being estimated.

- b. Cost, Schedule, and Performance Risk. The offeror shall provide a discussion in the Cost Proposal from the standpoint of cost, schedule, and performance risk, identifying those program areas where there is considered to be inherent technical, schedule, or other risk which may impact cost. Offerors shall, to the extent possible, quantify the risk.
- c. Indices and Rates. Identify by year the inflation rates (%) and indices used in the price proposal, with rationales for their selection. A statement as to whether labor and burden rates are Government approved bidding rates, or, if not, the basis on which these rates were established shall be furnished. A list of labor rates and classifications by departments and time periods as used in the Cost Proposal shall be included. Information as to the various indirect expense rates used in the offeror's proposal, together with the effective periods, the direct base against which they are applicable, and the status of Government review and approval of these rates, shall be provided. A schedule shall be submitted which summarizes engineering, material handling, General and Administrative (G&A), and any other applicable burden rates by periods or years.

The offeror shall include data for any applicable DCAA audits, rate checks, recommendations, forward pricing agreements, and payroll records.

- d. Accounting System. Provide information as to the offeror's fiscal year, and a general description of their Cost Accounting System. The same information shall be provided for major subcontractors.
 - e. Competitive Time. If an offeror decides to include competitive time (i.e., uncompensated overtime) in his proposal, a copy of the corporate policy/procedure addressing competitive time must be furnished with the proposal. Additionally, the offeror must provide documentation of the DCAA/DCMA approval of this policy/procedure.
- 3.0 Subcontracts. A list of contemplated subcontracts, types, and values shall be identified. For each subcontract, provide an analysis of the methodology used by the subcontractor to estimate cost. Also, the offeror shall show how the subcontract effort relates to each base and option year and why the subcontract cost can be considered reasonable. The offeror shall identify cost of licenses or data rights agreements.
- 4.0 Small Business and Small Disadvantaged Business Subcontracting Plan. Offerors shall submit, as part of their cost proposal, a Small Business and Small Disadvantaged Business Subcontracting Plan. Pursuant to Public Law 99-661, Congress has assigned to the Department of Defense, a goal of 5.0% for contract awards to small disadvantaged business. Accordingly, offerors are advised to ensure that the percentage goal expressed in their respective subcontracting plans for small disadvantaged businesses is 5.0% at a minimum. Additionally, the subcontracting plan should address the firm requirements and optional requirements independently. (Note: When preparing the small business and small disadvantaged business subcontracting plan, offerors are reminded to review Section I clauses; FAR 52.219-9, FAR 52.219-16, and DFARS 52.219-7005.)
- 5.0 Cost Plus Fixed Fee with Award Term Options. The maximum amount of fixed fee proposed by the contractor shall not exceed 10%. The options proposed by the contractor shall not exceed four (4) years total

I. Award Without Discussions.

SPAWAR expects to award on the basis of initial proposals, without discussions, pursuant to FAR 52.215-1(f). However, SPAWAR reserves the right to hold discussions if necessary. Therefore, the offeror's initial proposal should contain its best terms from a cost, technical, and management standpoint.

(End of provision)

(End of Summary of Changes)