

PART I - THE SCHEDULE

SECTION B - SUPPLIES OR SERVICES AND PRICE/COSTS

B.1 PURPOSE

The purpose of this contract is to provide economic rehabilitation and reform for Iraq to stimulate the country's international trade engagement, employment, and broad-based prosperity.

B.2 CONTRACT TYPE

This is a Cost-Plus-Fixed-Fee (CPFF) Level of Effort contract. For the consideration set forth below, the Contractor shall provide the level of effort specified in Section F in accordance with the performance standards specified in Section E.

B.3 ESTIMATED COST, FIXED FEE, AND OBLIGATED AMOUNT

a. CLIN 0001 (Basic Period) - July 18, 2003 to July 17, 2004.

The estimated cost for the performance of the work required hereunder, exclusive of fixed fee, if any, is [REDACTED]. The total estimated cost plus fixed fee is 79,583,885. (b)(4)

b. CLIN 0002 (Option Year 1) - July 18, 2004 to July 17, 2005.

The estimated cost for the performance of work hereunder, exclusive of fixed fee, is [REDACTED]. The total estimated cost plus fixed fee is \$79,421,345. (b)(4)

c. CLIN 0003 (Option Year 2) - July 18, 2005 to July 17, 2006.

The estimated cost for the performance of work hereunder, exclusive of fixed fee, is [REDACTED]. The total estimated cost plus fixed fee is \$81,157,438. (b)(4)

d. Within the estimated cost plus fixed fee (if any) specified in paragraph (a) above, the amount currently obligated and available for reimbursement of allowable costs incurred by the Contractor (and payment of fee, if any) for performance hereunder is \$9,000,000. The Contractor shall not exceed the aforesaid obligated amount.

e. Funds obligated hereunder are anticipated to be sufficient for performance through September 30, 2003.

f. At the time of each payment of allowable costs to the Contractor, the USAID paying

office ordinarily pays the Contractor a percentage of fixed fee that directly corresponds to the percentage of allowable costs being paid. Two exceptions to paying fixed fee in this manner apply:

- If the Contracting Officer determines that this method results in paying a disproportionately higher ratio of fixed fee than the percentage of work the Contractor has completed, then the Contracting Officer may suspend further payment of any fixed fee until the Contractor has made sufficient progress to justify further payment, up to the agreed percentage.
- Because the clauses entitled "Allowable Cost and Payment" (FAR 52.216-7) and "Fixed Fee" (FAR 52.216-8) are incorporated into this contract, the terms and conditions of these clauses apply after total payments of fixed fee reach eighty-five percent (85%) of the total fixed fee.

g. The Cost Plus Fixed Fee (Level of Effort) type of contract requires the contractor to devote a specified level of effort for a stated time period. If performance is considered satisfactory by the Government, the fixed fee is payable at the expiration of the agreed upon period, upon contractor statement that the level of effort specified in the contract has been expended in performing the contract work. In the event the contractor has not expended the total level of effort at the expiration of the contract period, the amount of fee owed to the contractor will correspond to the percentage of total level of effort expended during the contract period of performance. For example, if the contractor has expended 85% of the total level of effort, then the contractor is entitled to a corresponding percentage of the fixed fee amount provided that the performance has been satisfactory.

B.4 INDIRECT COSTS (DEC 1997)

Pending establishment of revised provisional or final indirect cost rates, allowable indirect costs shall be reimbursed on the basis of the following negotiated provisional or predetermined rates and the appropriate bases:

Indirect Cost Pool	Allocation Base Description	Provisional Rate Effect 03/27/2002
[REDACTED]	[REDACTED]	[REDACTED]
[REDACTED]	[REDACTED]	[REDACTED]

(b)(4)

B.5 COST REIMBURSABLE

The U.S. dollar costs allowable shall be limited to reasonable, allocable and necessary costs determined in accordance with FAR 52.216-7, Allowable Cost and Payment, FAR 52.216-8, Fixed Fee, if applicable, and AIDAR 752.7003, Documentation for Payment.