

**DELIVERY ORDER**

**FINAL**

1. CONTRACT NO. N00178-04-D-4147	2. DELIVERY ORDER NO. HR03	3. EFFECTIVE DATE 09/23/2005	4. PURCHASE REQUEST NO. N61331-05-NR-00410
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5. ISSUED BY NSWC, PANAMA CITY Annette I DeSercey XPS1 110 Vernon Avenue Panama City, FL 32407-7001 annette.desercey@navy.mil 850-235-5483 Ext.	CODE N61331	6. ADMINISTERED BY NSWC, PANAMA CITY 110 Vernon Avenue Panama City, FL 32407-7001	CODE N61331
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7. CONTRACTOR Technical Systems Integration, Inc. 816 Greenbrier Circle, Suite 208 Chesapeake, VA 23320 TIN: 54-1663877	CODE OWWV3	FACILITY	8. DELIVERY DATE See Section F
			9. CLOSING DATE/TIME
			SET ASIDE TYPE
			10. MAIL INVOICES TO See Section G

11. SHIP TO See Section D	12. PAYMENT WILL BE MADE BY DFAS Charleston Vendor Pay Code FP P.O. Box 118054 Charleston, SC 29423-8054	CODE N68892
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13. TYPE OF ORDER	D	X	This delivery order/call is issued on another Government agency or in accordance with and subject to terms and conditions of above-numbered contract.
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ACCEPTANCE. THE CONTRACTOR HEREBY ACCEPTS THE OFFER REPRESENTED BY THE NUMBERED PURCHASE ORDER AS IT MAY PREVIOUSLY HAVE BEEN OR IS NOW MODIFIED, SUBJECT TO ALL OF THE TERMS AND CONDITIONS SET FORTH, AND AGREES TO PERFORM THE SAME.

Technical Systems  
Integration, Inc.

Francis I. Bartlett,  
President

NAME OF CONTRACTOR

SIGNATURE

TYPED NAME AND TITLE

DATE SIGNED

14. ACCOUNTING AND APPROPRIATION DATA See Section G
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15. ITEM NO.	16. SCHEDULE OF SUPPLIES/SERVICES	17. QUANTITY ORDERED/ACCEPTED*	18. UNIT	19. UNIT PRICE	20. AMOUNT
See the Following Pages					

*If quantity accepted by the Government is same as quantity ordered, indicate by X. If different, enter actual quantity accepted below quantity ordered and encircle.	21. UNITED STATES OF AMERICA By: Tammy L. Bair	09/23/2005 CONTRACTING/ORDERING OFFICER	22. TOTAL \$991,008
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SECTION	DESCRIPTION	SECTION	DESCRIPTION
B	SUPPLIES OR SERVICES AND PRICES/COSTS	H	SPECIAL CONTRACT REQUIREMENTS
C	DESCRIPTION/SPECS/WORK STATEMENT	I	CONTRACT CLAUSES
D	PACKAGING AND MARKING	J	LIST OF ATTACHMENTS
E	INSPECTION AND ACCEPTANCE		
F	DELIVERIES OR PERFORMANCE		
G	CONTRACT ADMINISTRATION DATA		

SECTION B SUPPLIES OR SERVICES AND PRICES

CLIN - SUPPLIES OR SERVICES

For Cost Type Items:

1000 \$991,008

Item	Supplies/Services Qty	Unit	Est. Cost	Fixed Fee	CPFF
1000	18900.0	LH	\$916,799	\$74,209	\$991,008
Non-personnal services and materials necessary to provide engineering and technical support for the Airborne Mine Countermeasures Performance Support System Life Cycle Management. In accordance with the Statement of Work. Base Year: 10/1/05 - 9/30/06 (O&MN,N)					

For Cost Type Items:

1001 \$1,023,442

Item	Supplies/Services Qty	Unit	Est. Cost	Fixed Fee	CPFF
1001	18900.0	LH	\$946,671	\$76,771	\$1,023,442
Non-personnal services and materials necessary to provide engineering and technical support for the Airborne Mine Countermeasures Performance Support System Life Cycle Management. In accordance with the Statement of Work. Second year: 10/1/06 - 9/30/07. (O&MN,N) Option					

For Cost Type Items:

1002 \$1,057,409

Item	Supplies/Services Qty	Unit	Est. Cost	Fixed Fee	CPFF
1002	18900.0	LH	\$977,948	\$79,461	\$1,057,409
Non-personnal services and materials necessary to provide engineering and technical support for the Airborne Mine Countermeasures Performance Support System Life Cycle Management. In accordance with the Statement of Work. Third year: 10/1/07 - 9/30/08. (O&MN,N) Option					

For Cost Type Items:

1003 \$1,092,651

Item	Supplies/Services	Qty	Unit	Est. Cost	Fixed Fee	CPFF
1003	Non-personal services and materials necessary to provide engineering and technical support for the Airborne Mine Countermeasures Performance Support System Life Cycle Management. In accordance with the Statement of Work. Fourth year: 10/1/08 -9/30/09. (O&MN,N) Option	18900.0	LH	\$1,010,396	\$82,255	\$1,092,651

For Cost Type Items:

1004 \$1,129,203

Item	Supplies/Services	Qty	Unit	Est. Cost	Fixed Fee	CPFF
1004	Non-personal services and materials necessary to provide engineering and technical support for the Airborne Mine Countermeasures Performance Support System Life Cycle Management. In accordance with the Statement of Work. Fifth year: 10/1/09 - 9/30/10. (O&MN,N) Option	18900.0	LH	\$1,044,046	\$85,157	\$1,129,203

**Exercise of Options**

If the Government determines that an option will be exercised, then exercise of that option will occur prior to the end of the current contract year ending 9/30/06. See Award Term Plan in Section H.

According to the Task Order Manager, this contract will be incrementally funded every quarter.

FAR Clause 52.232-22 Limitation of funds will be exercised. Currently \$3,000 has been funded for this effort. \$2,776 for cost and \$224 for fixed fee, totaling \$3,000.

## SECTION C DESCRIPTIONS AND SPECIFICATIONS

SEE THE ATTACHED STATEMENT OF WORK.

## SECTION D PACKAGING AND MARKING

Packaging and Markings shall be to best commercial practices.

SHIP TO:

All deliverable items shall be shipped to:

Naval Support Activity Panama City  
Attn: Receiving Officer  
100 Vernon Avenue  
Panama City, FL 32407

FOB: Destination

## SECTION E INSPECTION AND ACCEPTANCE

Inspection and acceptance shall be performed at Destination NSWC Panama City.

## SECTION F DELIVERIES OR PERFORMANCE

### CLIN - DELIVERIES OR PERFORMANCE

The Performance of Award of task order is as follows:

Base Year: 10/1/05 - 9/30/06

Second Year (option): 10/1/06 - 9/30/07

Third Year (option): 10/1/07 - 9/30/08

Fourth Year (option): 10/1/08 - 9/30/09

Fifth Year (option): 10/1/09 - 9/30/10

## SECTION G CONTRACT ADMINISTRATION DATA

### Accounting Data

SLINID	PR Number	Incremental Amount
1000	51886852	3000.00

LLA :  
AA: 97X4930 NH1E 000 77777 0 000178 2F 000000 31A2K0505010

### CONTRACT SPECIALIST/MAIL INVOICES TO:

Annette de Sercey  
110 Vernon Avenue  
Panama City, FL 32407  
annette.desercey@navy.mil  
850-235-5483

### TASK ORDER MANAGER

Byron M. Matthews, A92  
110 Vernon Ave.  
Panama City, FL 32407  
byron.matthews@navy.mil  
850-235-5693

## SECTION H SPECIAL CONTRACT REQUIREMENTS

### AWARD TERM

In addition to the terms and conditions set forth elsewhere in this order, the contractor may earn an award term incentive consisting of an extension to the order period from the minimum one (1) year to a maximum of five (5) years on the basis of performance (not to exceed the April 2009 expiration of the MAC). For each year of the order, contractor performance is evaluated and ratings are assigned based on how well the contractor has performed. If ratings are positive for Year 1, the contractor earns Year 2; if ratings are positive for Year 2, the contractor earns Year 3, and so on up to the maximum of five (5) years. But if ratings are negative for any year, then the order is ended. The evaluation criteria and the award term procedures are described in the "Award Term Plan".

### AWARD TERM PLAN

The Government will assess the quality of the Contractors performance as follows:

a. Evaluation Criteria. The evaluation criteria are as follows:

- Quality of product or service
- Schedule
- Cost control / achieving guaranteed savings
- Business Relations
- Management of Key Personnel

b. Ratings. The adjective ratings used are "unsatisfactory", "marginal", "satisfactory", "very good" and "exceptional". The contractor must receive a rating of satisfactory or better on each of the above evaluation criteria in order to earn the award-term incentive. A rating of less than satisfactory on any of the above criteria will result in the incentive not being earned.

c. Evaluation Period. Each year of the order shall be equivalent to one (1) evaluation period. Interim evaluations will also be conducted as described below.

d. Personnel. The Government evaluation team shall consist of an Assessing Official, performance monitors, and a Reviewing Official.

(1) Assessing Official. The Assessing Official considers all information from performance monitors and other pertinent sources and prepares written reports evaluating the contractor's performance.

(2) Performance Monitors. Performance monitors monitor the contractor's performance at the task order level and provide input to the Assessing Official to be used in preparing performance reports. Monitors may provide written and verbal input as directed by the Assessing Official.

(3) Reviewing Official. The Reviewing Official is responsible for reconciling any disagreements between the Assessing Official and the contractor, and for finalizing ratings and closing reports whenever such disagreements exist.

e. Interim Evaluations. An interim evaluation shall be conducted at the midpoint (i.e., six months) of each evaluation period. No later than 15 calendar days after the midpoint of the evaluation period, the Assessing Official shall notify the Contracting Officer of the contractor's current strengths and weaknesses on the basis of inputs from the performance monitors and other pertinent sources. The Contracting Officer will then issue a letter to the contractor describing the strengths and weaknesses identified by the Assessing Official. The Contracting Officer may also issue letters at any time when it is deemed necessary to highlight areas of Government concern.

f. End-of-Period Evaluations. No later than 15 calendar days prior to the end of the evaluation period, the Assessing Official shall initiate a report covering the entire evaluation period and submit that report to the contractor for review and comment. The contractor shall review the report and provide comments to the Assessing Official within 10 calendar days. If the contractor concurs with the ratings in the report, then the Assessing Official will finalize the ratings and close the report. If the contractor does NOT concur with ratings, then the Assessing Official will forward the report to the Reviewing Official. The Reviewing Official will then reconcile any disagreements between the Assessing Official and the contractor, finalize the ratings, and close the report. All reports must be closed no later than the final day of the evaluation period. Once the report is closed, the ratings are not subject to dispute by either party.

g. Award-Term Incentive Determination. As stated above, the contractor must receive a rating of satisfactory or better on each of the evaluation criteria in order to earn the award-term incentive. The Contracting Officer will review the closed report to determine if the award term incentive has been earned. If the incentive has been earned, then the Contracting Office will issue a modification to exercise the option for the next year of the order. If the incentive has not been earned, then the option for the next year will not be exercised and the order will be ended.

h. Changes to the Award-Term Plan. This Award-Term Plan is a part of the order and can only be changed by a bi-lateral modification to the order. Either party may propose a change to the Award-Term Plan at any time. However, if either party desires a change to the plan and a mutual agreement cannot be reached, then this original Award-Term Plan will remain in full effect.

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## SECTION I CONTRACT CLAUSES

Applicable Section I clauses are contained in the Basic MAC document.

## SECTION J LIST OF ATTACHMENTS

Contract Data Requirements List, DD Form(s) 1423-1

Statement of Work