



**Department of Energy**  
**National Nuclear Security Administration**  
 Washington DC 20585

December 16, 2013

OFFICE OF THE ADMINISTRATOR

MEMORANDUM FOR STEVEN C. ERHART  
 MANAGER  
 NNSA PRODUCTION OFFICE

ROBERT B. RAINES  
 ASSOCIATE ADMINISTRATOR  
 FOR ACQUISITION AND PROJECT MANAGEMENT

FROM: EDWARD BRUCE HELD  
 ACTING ADMINISTRATOR

Signature of Edward Bruce Held  
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SUBJECT: Babcock and Wilcox Technical Services Y-12, LLC,  
 DE-AC05-000R22800, Fiscal Year 2013 Performance Fee

The National Nuclear Security Administration (NNSA) has completed its assessment of Babcock and Wilcox Technical Services Y-12, LLC, and effectiveness in meeting the performance expectations established in the Fiscal Year (FY) 2013 Performance Evaluation Plan (PEP) for the period of October 1, 2012 through September 30, 2013. Based on assessments provided in the NNSA FY 2013 Performance Evaluation Report, the award fee amounts are as follows:

|   | <u>At Risk %</u> | <u>Available</u>    | <u>Final</u>        | <u>Percent</u> |
|---|------------------|---------------------|---------------------|----------------|
| <b>At-Risk</b>                          |                  |                     |                     |                |
| PO 1: Nuclear Weapons Mission           | 27%              | \$20,690,007        | \$17,586,505        | 85%            |
| PO 2: Broader National Security Mission | 8%               | \$6,130,372         | \$5,517,334         | 90%            |
| PO 3: ST&E                              | 2%               | \$1,532,593         | \$1,440,637         | 94%            |
| PO 4: Operations and Management         | 53%              | \$40,613,717        | \$16,245,486        | 40%            |
| <b>FDO Discretion</b>                   |                  |                     |                     |                |
| PO 5: Contractor Leadership             | 10%              | \$7,662,965         | \$3,065,186         | 40%            |
| <b>Total</b>                            |                  | <b>\$76,629,654</b> | <b>\$43,855,148</b> | <b>57%</b>     |

In addition, the fixed fee and total fee summaries are provided below for your information:

|                        |                     |                     |            |
|------------------------|---------------------|---------------------|------------|
| Fixed Fee              | \$0                 | \$0                 |            |
| WFO (Fixed Fee)        | \$2,208,698         | \$2,208,698         |            |
| <b>Total Fixed Fee</b> | <b>\$2,208,698</b>  | <b>\$2,208,698</b>  |            |
| <b>Total Summary</b>   | <b>\$78,838,352</b> | <b>\$46,063,846</b> | <b>58%</b> |

