

Award Fee Evaluation Determination Scorecard

Contractor: LATA Environmental Services of Kentucky, LLC (LATA Kentucky)

Contract: DE-AC30-10CC40020

Award Fee Evaluation Period: October 1, 2014 – July 25, 2015

Basis of Evaluation: Award Fee Plan – Fiscal Year 2015 for LATA Environmental Services of Kentucky, LLC

Categories of Performance: Subjective: \$1,308,921 PBI: \$1,963,381 Stretch: \$0

Award Fee Available: \$3,272,302 **Award Fee Earned: \$2,423,401.31 (74.06%)**

Categories of Performance Award Fee

Award Fee Area Adjectival Ratings

Base Fee Available: 40% of total available fee (\$1,308,921, available).

- | | |
|----------------------------------------------------------------------------------------------------|--------------------|
| 1. Quality and Effectiveness of Documents and Associated Support (25%): | ● Excellent (99%) |
| 2. Quality and Effectiveness of Environmental Safety, Health and Quality Assurance (ESH&QA) (30%): | ● Good (63%) |
| 3. Quality and Effectiveness of Program/Project Support (15%): | ● Excellent (100%) |
| 4. Quality and Effectiveness of Program/Project Management (30%): | ● Very Good (76%) |

The overall fee awarded based on these grades is: **\$1,066,116.**

$$[(0.25 \times 0.99) + (0.30 \times 0.63) + (0.15 \times 1.00) + (0.3 \times 0.76)] \times \$1,308,921 = \$1,066,115.99.$$

This amount takes into consideration LATA Kentucky's overall performance, both positive and negative. This is the last performance period for the LATA Kentucky contract.

Quality and Effectiveness of Documents and Associated Support: Overall, LATA Kentucky continues to improve in making quality and timely documents that allows the U.S. Department of Energy (DOE) to submit approvable documents to the regulators ahead of schedule. Technical support, communication with DOE, project support when interfacing with the regulators, budgeting, Quality Assurance, and regulatory documents are excellent.

Quality and Effectiveness of ESH&QA: LATA Kentucky demonstrated good safety performance (e.g., C-400 Phase IIb Treatability Study, Solid Waste Management Unit (SWMU) 1 Deep Soil Mixing, C-410 decontamination and decommissioning, SWMU 4 drilling operations) and at the end of their contract they had completed 3.3 million safe work hours. During the year, LATA Kentucky received the Governor's Safety and Health Award for completing over 3 million safe work hours. The silica exposure incidents and the subsequent DOE formal investigation revealed deficiencies in the LATA Kentucky Industrial Hygiene Program.

Quality and Effectiveness of Program/Project Support: LATA Kentucky has provided excellent support to DOE, including site visits and tours, technical projects, dispute resolution meetings with regulators, monthly performance measure reports and public relations media inquiries. LATA Kentucky conducted and implemented an excellent mentoring program for college students. LATA Kentucky did an excellent job supporting DOE's relationship with the West Kentucky Wildlife Management Area staff. LATA Kentucky did excellent with the planning and coordinating of public tours and CAB support.

Quality and Effectiveness of Program/Project Management: LATA Kentucky had cost increases due to delays, including SWMU 1 Deep Soil Mixing and C-410 projects. There were several instances where LATA Kentucky achieved cost savings due to efficiencies as well as cost avoidances LATA Kentucky was able to gain efficiencies by providing management solutions to accelerate schedule. LATA Kentucky initiated and completed the Southwest Plume SWMUs 211 A&B additional work while sharing the drill rig with the SWMU 4 Phase IV investigation, thus allowing for decisions to be made for the bifurcated remedy at SWMUs 211 A&B and LATA Kentucky provided an alternate abandonment method for all electrode borings on the C-400 Phase IIa project.

Performance Based Incentives Award Fee

Performance Based Incentive Fee Available: 60% of total available fee (\$1,963,381 available).

1. Phase IIb - Complete field work, including demobilization and waste disposal for the Treatability Study	●	Met (\$196,338.12)
2. C-746-B Doors 1 & 2 - Complete characterization, removal, packaging and disposal of all material	●	Met (\$196,338.12)
3. Southwest Plume SWMU 1 - Complete remediation of all identified soil, excluding waste disposal and demobilization	●	Not Met (\$162,567.86)
4. GDP Transition Support – Boiler Construction	●	Not Met, Consideration Given (\$294,507.18)
5. GDP Transition Support – Cell Treatment Carts	●	Not Met, Consideration Given (\$392,676.24)
6. GDP Transition Support – Cascade Heaters and Panels	●	Not Met (\$114,857.80)

Base Performance Based Incentive Fee Earned: The overall fee awarded is based on completion of most of the PBI activities is 69%: **\$1,357,285.32.**