Department of Energy
Idaho Operations Office
1955 Fremont Avenue
Idaho Falls, ID 83415

September 19, 2008

CCN 214962

Ms. Lisa A. Sehlke, Manager
Prime Contract and Performance Management
Battelle Energy Alliance, LLC
P. O. Box 1625
Idaho Falls, ID 83415-3206

SUBJECT: Contract No. DE-AC07-05ID14517 – Conditional Approval of Baseline Change Proposal CR-08-074 (AS-CMD-INL-08-291)

REFERENCE: Letter (CCN 214869), Lisa A. Sehlke to Suzette M. Olson, Subject: Contract No. DE- AC07-05ID14517 – Request for Approval of Baseline Change Proposal CR-08-074, *Radiochemistry Laboratory Post-Award Rebaseline,* dated September 15, 2008

Dear Ms. Sehlke:

The approval of Baseline Change Proposal CR-08-074, "Radiochemistry Laboratory Post-Award Rebaseline," is conditional based on the following being submitted to the Department of Energy, Idaho Operations Office, no later than October 6, 2008.

A revision to the Risk Management Plan for this project which should address the remaining risk, specifically identifying how exceeding the General Plant Projects (GPP) limit will be prevented, managed, reported, and how preventative or corrective actions will be taken if the GPP limit appears to be in jeopardy.

If you have any questions, please contact Dave Herrin at 533-4164.

Sincerely,

Suzette M. Olson

Suzette M. Olson
Contracting Officer
Contract Management Division

Enclosure

415.14
10/01/2007
Rev. 00

BASELINE CHANGE PROPOSAL

1. BCP No.: CR-08-074 Date: 9/04/08	2. BCP Title: Radiochemistry Laboratory Post-award Rebaseline	3. ☒ BCP ☐ FCN
4. ☒ Direct ☐ Indirect	5. WBS/Control Acct.: C.R.30.20.11.01 & C.R.30.20.11.02	6. External ☒
7. Point of Contact: Robert J. Waters	Phone No.: 526-6013	Internal ☐

8. Is this a 413.3A project? - ☐ Yes ☒ No

9. Prime Contracts (PEMP Impacts) - ☐ Yes ☒ No

10. Approval/Concurrence Signatures:

	(Printed)	(Signature)	Approve	Disapprove	NA	
CAM:	Robert J. Waters	for Tilla/RJW				Date: 9-10-08
Project Mgr:	Lisa Wolford	for Tilla/L.W.	☒	☐		Date: 9-10-08
Funds Mgr:	Robert P. Miklos	for R.P. Miklos	☒	☐		Date: 10 Sep 2008
ES&H	Chere D. Morgan	N/A	☐	☐		Date:
Business Lead / Program Finance:	Callin E. Branter	Callin Branter	☒	☐		Date: 9/10/08
Other:	Linda L. Hergesheimer	for Tilla/L.H.	☒	☐	☐	Date: 9-10-08
Other:			☐	☐	☐	Date:

11. Change Control Board Signatures

	(Printed)	(Signature)	Approve	Disapprove	NA	
CCB Deputy Chairman:	Robert P. Miklos	for R.P. Miklos	☒	☐	☐	Date: 9-Sep-2008
CCB Chairman:	Art Clark	Art Clark	☒	☐	☐	Date: 9/11/08

12. DOE ID ☐ Notification ☐ Approval

	(Printed)	(Signature)	Approve	Disapprove	NA	
Contracting Officer:	Michael L. Adams/Suzette Olson	Suzette M. Olson	CONDITIONAL ☒	☐	☐	Date: 9/19/08
Technical Rep:	David S. Herrin	cond. email approval	☒	☐	☐	Date: 18 Sept 08
CDR:	William Hamel	cond. email approval				18 Sept 08
Budget Rep:	Faye O. Alexander	cond. email approval	☒	☐	☐	Date: 18 Sept 08

13. Amount of Change

	Gross	Dist	Net
Current FY Baseline	$4,917,999		
Baseline Change	$268,787		
New Total Current FY Baseline	$5,186,786		
Out-Year Impacts			

Comments: The original project baseline for the design/build project was established by BCP CR-07-083. This BCP is being written to establish the performance baseline for remaining construction, testing/turnover, and project closeout on post-award information. This BCP will transfer funding from the operating account to the capital account to address the capital scope increases due to post award information. The baseline is adjusted to reflect the February 2008 award and construction performance period, resulting in project closeout in June 2009. The baseline is also adjusted to address the net increase in the actual subcontract award amount compared to the initial baseline amount and to account for the increase in the subcontract amount due to additional scope: change orders for changing site conditions (removal of buried contaminated waste line, additional vacuum excavation due to apparent subsurface features, and removal of saturated soil).

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4. ☒ Direct ☐ Indirect	5. WBS/Control Acct.: C.R.30.20.11.01 & C.R.30.20.11.02	6. External ☒
7. Point of Contact: Robert J. Waters	Phone No.: 526-6013	Internal ☐

14. Reasons for Change: ☒ Scope ☒ Add ☐ Delete
☒ Budget ☒ Increase ☐ Decrease
☐ Milestone
☐ Other

This BCP is to align budget and transfer funds to reflect subcontract award and planned construction, management, and support activities.

15. Impact if not Approved:
If funds are not transferred to execute the design/build subcontract, the new Radiochemistry Laboratory will not be completed. Further the current baseline will not support accurate reporting of project performance.

16. **Budget Impact:** (explain the impact to the baseline budget and any out-year impacts)
The revised baseline budget will be established by this BCP for capital and operating budget for life cyle project performance in FY08 and FY09.

17. **Funding Impact:** (Yes ☒ No ☐)
If yes - Impact $ 135,000 B&R #: F0205020

Source of funds: (identify if funds are from DOE or other source)
The original funding amount is a combination of operating and capital funds as follows:

Operating (Oracle Project Number 101268)	$600,000
Capital (Oracle Project Number 920095)	$4,850,000
Total Funding	$5,450,000

The revised funding required for this BCP as follows:

Operating (Oracle Project Number 101268)	$292,619
Operating (Oracle Project Number 101268) for MR	$172,381
Capital (Oracle Project Number 920095)	$4,894,167 (includes $44,167 - per revised baseline)
Capital (Oracle Project Number 920095) for MR	$90,833
Total Funding	$5,450,000

This BCP requests transfer of operating funds to capital of $135,000 of which $44,167 will be applied to the revised baseline and $90,833 will be management reserve in the Capital funding account (Oracle Project Number 920095). The remaining funding of $172,381 will be retained as MR in the Operating funding account (Oracle Project Number 101268).