AMENDMENT OF SOLICITATION/I	ONTRACT	1. CONTRACT ID CODE		PAGES		
2. AMENDMENT/MODIFICATION NO. 0004	3. EFFECTIVE DATE January 25, 2005	4. REQUISITION/PURCHASE REQ	<u> </u> . NO.	5. PROJECT NO.	(If applicable)	6
6.ISSUED BY U.S. Department of Labor/ETA Division of Contract Services 200 Constitution Avenue, NW Room N-4472 Washington DC 20210	ETA	7. ADMINISTERED BY (If other th	nan Item 6)	CODE		
8. NAME AND ADDRESS OF CONTRACTOR (No., street, county, State To all Offerors/Bidders		(X) 9A. AMENDMENT OF SOLICITATION NO. DOL 0 4 1 R P 0 0 0 3 4 9B. DATED (SEE ITEM 11) 1 2 - 1 4 - 2 0 0 4 10A. MODIFICATION OF CONTRACT/ORDER NO.				
CODE	FACILITY CODE					
	or to the hour and date specir copies of the amendme ich includes a reference to the DESIGNATED FOR THE RIJE of this amendment you destacks reference to the solicital A PLIES ONLY TO MODIFIE CONTRACT/ORD uthority) THE CHANGES SET FORTH DEFLECT THE ADMINISTRATIVE CHR 43.103(b).	fied in the solicitation or as a ent; (b) By acknowledging re e solicitation and amendmer ECEIPT OF OFFERS PRIOFitire to change an offer alreadition and this amendment, ar 2 p.m. EST	imended, by one of the iceipt of this amendment numbers. FAILURE R TO THE HOUR AND BY Submitted, such chand is received prior to 12/15/2005	ent of each cope if OF YOUR ACD DATE SPECtonge may be not the opening here. S,	by of the C- CIFIED MAY nade	
	s required to sign this docume F section headings, including solicitatio	n/contract subject matter where feasib	orce and effect. ACTING OFFICER (Type	e or print)		
15B. CONTRACTOR/OFFEROR (Signature of page a sutherized to sign.)	15C. DATE SIGNED	16B. UNITED STATES OF AMERICA			16C. DATE SIGI	NED

January 25, 2005

NOTICE TO ALL OFFERORS

REFERENCE: AMENDMENT NO. 4

RFP DOL041RP00034

Additional information has been requested by prospective offerors and it has been determined by the Contracting Officer that this information is made available to all bidders. The closing date and time for the receipt of proposals and tenders has been extended to a new expiration date of February 15, 2005, by 2:00 p.m. local time.

Keith A. Bond

KEITH A. BOND Contracting Officer

Attachment(s)

RESPONSES TO TECHNICAL QUESTIONS

- 1. The solicitation contains neither FAR clause 52.222-43 nor 52.222-44. The absence of these clauses requires the in-house Agency to escalate all labor through all periods regardless of the FLSA determination on the position description (OMB Circular A-76, Attachment C, paragraph B.2.k, page C-11). This places the in-house Agency at a disadvantage vis-à-vis private sector offerors who would normally bid service contract rates and not inflate them. To level the field either insert one of the FAR clauses or require ALL offerors to inflate labor through all periods.
 - **a.** FAR clauses 52.222-43 and 52.222-44 are hereby incorporated into the solicitation. Please see attached.
- 2. Item 001AA of the Bid Schedule states, "Transition Period: The contractor shall perform Accounting Services as described in the Performance Work Statement (PWS), Section C of the solicitation. The Transition Period is April 1, 2005 to June 30, 2005." This implies that offerors are responsible for full performance during the Transition Period. This is not typically true of A-76 competitions. Please clarify.
 - a. The SP shall perform accounting services to ensure "a smooth transition from award to full operational status" as called for in paragraph C.1.5.9.1. Paragraph C.1.5.9.2 clearly states that the Phase-In Period "allows SP personnel to familiarize themselves with site equipment...receive on-the-job-training in standard procedures for performing the tasks described in this PWS, and conduct inventories,..." inter alia. Paragraph C.1.5.9.2 goes on to state that "At the <u>completion</u> of the phase-in period, the SP shall be at full performance capability."
- 3. The Transition Period is not a separate bid line item. OMB Circular A-76 requires a Transition Period, that it be defined as such in COMPARE, and requires that it be separately priced by the in-house Agency. Please clarify how you wish the in-house Agency to handle this issue.
 - **a.** In response to CLIN 001AA, the Bid Schedule is revised to require offerors to separately price the 90 day transition period. This will satisfy the requirement for COMPARE. CLIN 001AB (9 months of performance) will remain the base period and be separately priced.
- 4. Item 001AC of the Bid Schedule lists Travel at \$10,000, calling it a "wash cost". Is this to be treated as a "ceiling cost" (i.e. plug number, not inflated)? Additionally, the base performance period is only nine months. Should not the amount on this line be \$7,500 (three quarters of \$10,000) with the option years at \$10,000?
 - **a.** Travel should be treated as a ceiling cost. The travel cost for the base performance period is \$7,500.
- 5. The Government is not able to arrange site visits at this time. Therefore, offerors are to contact Chari A. Magruder at magruder.chari@dol.gov for a faxed transmittal of the Office of Financial and Administrative Services' floorplan.

52.222-43 FAIR LABOR STANDARDS ACT AND SERVICE CONTRACT ACT - PRICE ADJUSTMENT (MULTIPLE YEAR AND OPTION CONTRACTS) (MAY 1989)

- (a) This clause applies to both contracts subject to area prevailing wage determinations and contracts subject to collective bargaining agreements.
- (b) The Contractor warrants that the prices in this contract do not include any allowance for any contingency to cover increased costs for which adjustment is provided under this clause.
- (c) The wage determination, issued under the Service Contract Act of 1965, as amended, (41 U.S.C. 351, et seq.), by the Administrator, Wage and Hour Division, Employment Standards Administration, U.S. Department of Labor, current on the anniversary date of a multiple year contract or the beginning of each renewal option period, shall apply to this contract. If no such determination has been made applicable to this contract, then the Federal minimum wage as established by section 6(a)(1) of the Fair Labor Standards Act of 1938, as amended, (29 U.S.C. 206) current on the anniversary date of a multiple year contract or the beginning of each renewal option period, shall apply to this contract.
- (d) The contract price or contract unit price labor rates will be adjusted to reflect the Contractor's actual increase or decrease in applicable wages and fringe benefits to the extent that the increase is made to comply with or the decrease is voluntarily made by the Contractor as a result of:
- (1) The Department of Labor wage determination applicable on the anniversary date of the multiple year contract, or at the beginning of the renewal option period. For example, the prior year wage determination required a minimum wage rate of \$4.00 per hour.

The Contractor chose to pay \$4.10. The new wage determination increases the minimum rate to \$4.50 per hour. Even if the Contractor voluntarily increases the rate to \$4.75 per hour, the allowable price adjustment is \$.40 per hour;

- (2) An increased or decreased wage determination otherwise applied to the contract by operation of law; or
- (3) An amendment to the Fair Labor Standards Act of 1938 that is enacted after award of this contract, affects the minimum wage, and becomes applicable to this contract under law.
- (e) Any adjustment will be limited to increases or decreases in wages and fringe benefits as described in paragraph (c) of this clause, and the accompanying increases or decreases in social security and unemployment taxes and workers' compensation insurance, but shall not otherwise include any amount for general and administrative costs, overhead, or profit.
- (f) The Contractor shall notify the Contracting Officer of any increase claimed under this clause within 30 days after receiving a new wage determination unless this notification period is extended in writing by the Contracting Officer. The Contractor shall promptly

notify the Contracting Officer of any decrease under this clause, but nothing in the clause shall preclude the Government from asserting a claim within the period permitted by law. The notice shall contain a statement of the amount claimed and any relevant supporting data, including payroll records that the Contracting Officer may reasonably require. Upon agreement of the parties, the contract price or contract unit price labor rates shall be modified in writing. The Contractor shall continue performance pending agreement on or determination of any such adjustment and its effective date.

(g) The Contracting Officer or an authorized representative shall have access to and the right to examine any directly pertinent books, documents, papers and records of the Contractor until the expiration of 3 years after final payment under the contract.

52.222-44 FAIR LABOR STANDARDS ACT AND SERVICE CONTRACT ACT - PRICE ADJUSTMENT (FEB 2002)

- (a) This clause applies to both contracts subject to area prevailing wage determinations and contracts subject to Contractor collective bargaining agreements.
- (b) The Contractor warrants that the prices in this contract do not include any allowance for any contingency to cover increased costs for which adjustment is provided under this clause.
- (c) The contract price or contract unit price labor rates will be adjusted to reflect increases or decreases by the Contractor in wages and fringe benefits to the extent that these increases or decreases are made to comply with -
- (1) An increased or decreased wage determination applied to this contract by operation of law; or
- (2) An amendment to the Fair Labor Standards Act of 1938 that is enacted subsequent to award of this contract, affects the minimum wage, and becomes applicable to this contract under law.
- (d) Any such adjustment will be limited to increases or decreases in wages and fringe benefits as described in paragraph (c) of this clause, and to the accompanying increases or decreases in social security and unemployment taxes and workers' compensation insurance; it shall not otherwise include any amount for general and administrative costs, overhead, or profit.
- (e) The Contractor shall notify the Contracting Officer of any increase claimed under this clause within 30 days after the effective date of the wage change, unless this period is extended by the Contracting Officer in writing. The Contractor shall promptly notify the Contracting Officer of any decrease under this clause, but nothing in the clause shall preclude the Government from asserting a claim within the period permitted by law. The notice shall contain a statement of the amount claimed and any relevant supporting data that the Contracting Officer may reasonably require. Upon agreement of the parties, the contract price or contract unit price labor rates shall be modified in writing.

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The Contractor shall continue performance pending agreement on or determination of any such adjustment and its effective date.

(f) The Contracting Officer or an authorized representative shall, until the expiration of 3 years after final payment under the contract, have access to and the right to examine any directly pertinent books, documents, papers and records of the Contractor.