

**SECTION J
APPENDIX D - PERFORMANCE BASED INCENTIVES**

This Appendix D, in combination with Section C, *Statement of Work*, constitutes the minimum performance requirements of the Contract. In addition, successful achievement of all funded work set forth in Section C and the performance-based incentives (PBI) contained in this Appendix D, constitutes satisfactory Contract performance. Table D-1 (Revision 6) is a summary of the fiscal year (FY) 2001 through 2006 PBIs, including a list of potential SSPBI areas. These PBIs were only effective during FY 2001 and FY 2002. Effective October 1, 2002, all existing PBIs prior to FY 2003 are cancelled and remaining unearned fee is reallocated in accordance with Contract Clause H.1(e). The PBIs for FY 2003 through FY 2006 are included in this section. These included: PBI-1, Store; PBI-2, Waste Treatment Plant Production Support (Feed Delivery and Product Receipt); PBI-3, Single-Shell Tank (SST) Retrieval and Closure; PBI-4, Supplemental Waste Treatment and Disposal; PBI-5, Closure Mission Advancement; and, PBI 6 – Maintain Operability and Integrity of Tank Farm Systems. Effective October 1, 2006, all existing PBIs prior to FY 2007 are cancelled.

The PBIs for FY 2007 through FY 2008 are included in this section. These include: PBI O – Improve Safety & Efficiency of the Tank Farm Project Operations, PBI -1, Improve Performance of Tank Farm Personnel, Equipment and Procedures (Infrastructure) for the Long Term ORP Mission; PBI-2, Double-Shell Tank Upgrades; PBI-3, Single-Shell Tank (SST) Retrieval; PBI-4, Demonstration Bulk Vitrification System (DVBS); PBI-5, 242-A Evaporator Upgrades.

**Summary of FY2006 through FY2008
Performance Based Incentives**

Number	Scope	Available Fee
PBI-0	Improve Safety and Efficiency of the Tank Farm Project Operations	\$3,250,000
PBI-1	Improve Performance of Tank Farms Personnel, Equipment, and Procedures (Infrastructure) for the Long Term ORP Mission	\$8,900,000
PBI-2	Double Shell Tank Upgrades	\$1,350,000
PBI-3	Single Shell Tank (SST) Waste Retrieval	\$11,350,000
PBI 4	Demonstration Bulk Vitrification System (DBVS)	\$1,500,000
PBI 5	242-A Evaporator Upgrades	\$500,000
	Total Available Performance Based Fee	\$26,850,000
Fee	PBI 4 provides the opportunity to earn Fee, available only if activated by written direction from ORP for the purpose of Demonstrating DBVS Tank Waste Immobilization Technology	\$2,150,000
Acceleration Fee	Available providing Contractor is able to fund and complete defined work scope through savings on other work scope	\$9,500,000
	Total Fee Available, including PBIs 0 through 5, Fee and Acceleration Fee	\$38,500,000

Note: Completion criteria are attached to each PBI.