



Army Sustainment Command

News Release

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LOGCAP IV task order awarded

ROCK ISLAND, ILL. – KBR Inc. has been awarded a task order to provide support to U.S. and allied forces in Iraq under the LOGCAP IV contract.

Under the Logistics Civil Augmentation Program, or LOGCAP, contractors from the private sector are used to provide a broad range of logistics and support services to U.S. and allied forces during combat, peacekeeping, humanitarian and training operations.

The task order, which was formally awarded to KBR on Feb. 26, took effect on March 1. The task order calls on KBR to provide corps logistics support services, such as warehousing; theater transportation services, such as trucking; and postal operation services, such as sorting and delivering mail.

The task order was awarded for one base year, with four option years. The value of the base year is \$571 million. If all options are exercised under the contract, the total value of the task order will amount to \$2.77 billion.

Future expenditures under the task order will be based on the needs of theater commanders, and so may total less than \$2.77 billion. LOGCAP program managers will continue to work with theater commanders to assure that the contractor workforce is appropriately sized and that the drawdown of U.S. forces in Iraq is adequately supported.

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The task order was awarded by the U.S. Army Sustainment Command (ASC) and the Rock Island Contracting Center, a component of the U.S. Army Contracting Command (ACC). ASC and ACC officials based their decision to competitively award the task order to KBR based on best value criteria, including price, technical approach and past performance.

Under the LOGCAP IV contract, KBR competes for task orders with two other companies – DynCorp International LLC and Fluor Intercontinental Inc.

The LOGCAP umbrella contract dates to 1992, when a contract for support services was awarded by the U.S. Army Corps of Engineers. DynCorp held the LOGCAP II contract from 1997 through 2001. In December 2001, the LOGCAP III contract was competitively awarded to KBR.

LOGCAP IV was awarded under an acquisition strategy that called for multiple contractors to deliver services under LOGCAP, instead of using a single contractor for the entire contract. The contract was first awarded in June 2007 to KBR, DynCorp and Fluor; however, implementation of LOGCAP IV was delayed until April 2008 pending the resolution of a protest filed by two unsuccessful bidders.

Since that time, ASC has managed the transition from LOGCAP III to LOGCAP IV in a manner intended to assure that the delivery of services to field units will continue without interruption. The task order just awarded is a major step forward in that transition, since it is the first LOGCAP IV task order to be awarded in Iraq.

KBR continues to perform work in Iraq under two LOGCAP III task orders for base support operations. Approximately \$5.6 billion has been paid to date under the task orders, both of which are scheduled to expire later this year. Services provided under the task orders are being analyzed for transition to LOGCAP IV.

In July 2009, Fluor and DynCorp were awarded LOGCAP IV task orders for base support operations in Afghanistan. The DynCorp task order covers work in southern Afghanistan, while the Fluor task order covers work in the northern part of the nation.

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The LOGCAP IV task order just awarded to KBR covers all of Iraq.

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For queries, contact the Army Sustainment Command Public Affairs Office at rock-amsas-pa@conus.army.mil or by phone at 309-782-5421.

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