

ORDER FOR SUPPLIES OR SERVICES

IMPORTANT: Mark all packages and papers with contract and/or order numbers.

1. DATE OF ORDER 04/20/2004	2. CONTRACT NO. (If any) DTMA195c024	6. SHIP TO: Richard H. Williams		
3. ORDER NO. TO040000817	4. REQUISITION/REFERENCE NO. See Lines	a. NAME OF CONSIGNEE DOT/Maritime Administration, MAR-614		
5. ISSUING OFFICE (Address correspondence to) DOT/Maritime Administration, MAR-380 400 Seventh Street, SW., Room 7310 Washington DC 20590		b. STREET ADDRESS 400 Seventh Street, SW., Room 2116		
		c. CITY Washington	d. STATE DC	e. ZIP CODE 20590
7. TO: a. NAME OF CONTRACTOR		f. SHIP VIA		
b. COMPANY NAME Veridyne, Incorporated		8. TYPE OF ORDER		
c. STREET ADDRESS 2002 Sproul Road Suite 206		<input type="checkbox"/> a. PURCHASE REFERENCE YOUR: Please furnish the following on the terms and conditions specified on both sides of this order and on the attached sheet, if any, including delivery as indicated.	<input type="checkbox"/> b. DELIVERY - Except for billing instructions on the reverse, this delivery order is subject to instructions contained on this side only of this form and is issued subject to the terms and conditions of the above-numbered contract.	
d. CITY Broomall	e. STATE PA	f. ZIP CODE 19008-3510		
9. ACCOUNTING AND APPROPRIATION DATA 04 - 965 - X4303 - 160000 - - 2696 - - - IFEQP0 - - 46500461 - - - - -		10. REQUISITIONING OFFICE		

11. BUSINESS CLASSIFICATION (Check appropriate box(es))			
<input checked="" type="checkbox"/> a. SMALL	<input type="checkbox"/> b. OTHER THAN SMALL	<input checked="" type="checkbox"/> c. DISADVANTAGED	<input type="checkbox"/> d. WOMEN-OWNED
12. F.O.B. POINT Destination	14. GOVERNMENT B/L NO.	15. DELIVER TO F.O.B. POINT ON OR BEFORE (Date) 03/26/2005	16. DISCOUNT TERMS 10 days % 20 days % 30 days % days %
13. PLACE OF			
a. INSPECTION	b. ACCEPTANCE		

17. SCHEDULE (See reverse for Rejections)

ITEM NO. (a)	SUPPLIES OR SERVICES (b)	QUANTITY ORDERED (c)	UNIT (d)	UNIT PRICE (e)	AMOUNT (f)	QUANTITY ACCEPTED (g)
SEE LINE ITEM DETAIL						

SEE BILLING INSTRUCTIONS ON REVERSE	18. SHIPPING POINT	19. GROSS SHIPPING WEIGHT	20. INVOICE NO.		17(h) TOT. (Cont. pages) 17(i) GRAND TOTAL
	21. MAIL INVOICE TO: Ruby P. McPhaul				
	a. NAME DOT/Maritime Administration, MAR-330				
	b. STREET ADDRESS (or P.O. Box) 400 Seventh Street, SW., Room 7325				
	c. CITY Washington	d. STATE DC	e. ZIP CODE 20590		\$51,000.00

22. UNITED STATES OF AMERICA BY (Signature) 	23. NAME (Typed) Erica L. Williams TITLE: CONTRACTING/ORDERING OFFICER
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**ORDER FOR SUPPLIES OR SERVICES
SCHEDULE - CONTINUATION**

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DATE OF ORDER 04/20/2004	CONTRACT NO. DTMA195c024	ORDER NO. TO040000817
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ITEM NO. (a)	SUPPLIES OR SERVICES (b)	QUANTITY ORDERED (c)	UNIT (d)	UNIT PRICE (e)	AMOUNT (f)	QUANTITY ACCEPTED (g)
0001	Option Year Nine <i>Delivery Date</i> <i>Start Date</i> <i>End Date</i> 03/26/2005 03/27/2004 03/26/2005	1.00	LOT	0.000	0.00	
0002	WO-817 MARAD Reutilization Material <i>Delivery Date</i> 03/26/2005 Reference Requisition: PROP0400050/0001	1.00	LOT	51,000.000	51,000.00	

TOTAL CARRIED FORWARD TO 1ST PAGE (ITEM 17i) ⇒ \$51,000.00

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COMMERCIAL CLAUSES

1 FILE WO-817.RTF.DOC

APRIL 2004

Contract DTMA91-95-C-00024
Work Order: WO-0817
March 28, 2004

STATEMENT OF WORK
MARAD REUTILIZATION MATERIAL (MRM) AND
SHORE BASED SPARES (SBS) PROGRAM SUPPORT

GENERAL

The Maritime Administration intends to fully reutilize spare parts whenever practical to fill deficiencies on RRF ships. To this end, the contractor is to provide logistics support related to the segregation and identification of parts and equipment removed from RRF and NDRF ships, ARAMS material offered by the Military Sealift Command, and other sources. Work will be accomplished in either contractor or government facilities (work areas). However, it may be occasionally necessary to provide support assistance aboard designated ships or other sites at various locations. Work accomplished on board shall be in conformance with the Logistics Support Work Order (WO-814), where relevant.

TASK DESCRIPTION

The contractor shall perform the work associated with an inventory of spare part box contents, large spares and other loose material, and technical manuals and drawings delivered to designated work areas. The contractor may be required to go aboard vessels to perform related logistical activities. Specific instructions for performance are as follows:

Inventory and Physical Distribution

When directed by MAR-614, provide support assistance in the identification, collection, and the preparation for shipment of designated material from various MARAD sources to be specified by MAR-614 (primarily NDRF ships). This will be required prior to delivery

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of material to work areas.

NOTE: MARAD will be responsible for the transportation of all designated material from ships or other sources to work areas.

Process the material as follows

Separate the designated material by sorting out all material to be “condemned,” based on serviceability and utility factors. Material classified as "condemned" will be that which is unusable due to damage, deterioration, or other causes and impractical to repair/recondition. "Condemned" material will be turned over to MARAD.

Separate all consumable material. Consumable material shall include general purpose, readily available through commercial sources, and relatively low cost items. Consumable material will be turned over to MARAD.

Divide the remaining salvageable material into two groups:

- “Inventory Material” for which adequate identifying data is available.
- (2) “Research material” for which adequate identifying data is not available or readily determinable. Specify the source of “research material” by recording corresponding ship and parent equipment system and other pertinent information if known. Research material will be identified to MARAD for review and decision regarding the need to conduct deeper research.

The following action will be taken for all “Inventory Material” identified according to paragraph 2.1.2.3:

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Identify material that can be reasonably matched to existing RRF inventory using RRF-MLSS and other tools as required. A “reasonable match” will generally be considered an identical or substitutable item and shall be determined by an expedient analysis of all pertinent corresponding data such as part number, description, manufacturer, and other specifications. Because ARAMS material is National Stock Numbered, a preliminary screen of those numbers will be made to determine all the part numbers that might be represented by these stock numbers. All of those part numbers will be screened against MLSS for “reasonable matches”. For those items that have a reasonable match the shipcode and pkey of the item that is matched to in MLSS will be captured. This information will become part of the data that is recorded in MLSS.

All material not satisfying a "reasonable match" of an RRF spare part allowance in the MLSS database will be turned over to MARAD as “dispose” material.

Inventory all "matched" material and develop a database for identification as Shore Based Spares (SBS). Standardize item descriptive data by reflecting the corresponding matched MLSS record part descriptive data.

Provide an applicable equipment group and number (consisting of the first nine digits of an applicable equipment number followed by three zeros) for each matched part. This will allow parts to be grouped in MLSS under a generic equipment type designation (e.g., Pumps, Rotary; Blowers, Forced Draft; etc.) and specific manufacturer. Generic groupings can be used when specific groupings are not identifiable or relevant.

Label and stow all SBS in the spare part boxes provided and record corresponding box numbers and warehouse location as designated by MARAD. Generally, maintain parent system application integrity when

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feasible and make most efficient use of box capacity as a rule. Palletize items too large for boxes and record warehouse locations designated by MARAD. Return SBS material to MARAD.

Review and QA database to ensure correctness and accuracy; convert data to MLSS Shore-based Spares (SBS) load format and load the data to the SBS module in the respective warehouse.

Research to determine sufficient identification and/or descriptive data on that portion of the “research” material” designated by MARAD as worthy of further research.

MARAD shall determine the extent and type of research to be conducted.

Material for which adequate identifying data can be obtained as a result of the additional research will be considered “Inventory Material” and processed according to paragraph 2.1.3.

Refer to MARAD when further research as directed does not yield sufficient identification.

The balance of the research material not identified for further research will be designated “dispose” and turned over to MARAD.

Process technical manuals and drawings as follows:

Conduct an inventory of all technical manuals and drawings, sort, and file in accordance with MAR-614 instructions.

Number the technical manuals.

Build a database of the technical manuals and drawings inventories, and load

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SBS/MLSS with the data.

Store technical manuals and drawings.

Prepare and submit reports as specified in paragraph 5.0 and as specifically requested by MAR-614.

Material Maintenance. The contractor will repackage and label all SBS MRM when appropriate, to meet acceptable MARAD standards.

The contractor will acquire computer software or hardware, attend meetings and perform travel as required for the performance of this task and as directed by MAR-614.

MANPOWER

The contractor will:

Ensure proper level of expertise to identify material and process in accordance with this task to include computer related screening and data entry.

Identify one individual as team leader/supervisor at each work area.

Ensure that personnel are trained forklift operators. The contractor must provide proof or certification of qualifications of personnel to operate government forklifts.

GOVERNMENT FURNISHED MATERIAL

The Region will provide technical aids (manuals, drawings, etc.) when necessary to assist the contractor in item research and identification.

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The Region will provide spare parts boxes to the contractor to be used for the stowage of inventoried items.

The Region will provide file cabinets or other means to file technical manuals and drawings.

The Region will provide pallets, crates, and various material handling equipment to facilitate necessary segregation of material.

DELIVERABLES.

The contractor will:

Load the matched spare part inventories into the SBS/MLSS database under the appropriate warehouse and locations. Equipment group designations shall be loaded into the equipment database to serve as dummy parent equipments to corresponding spare parts.

Load the technical manual and drawing inventories into the SBS/MLSS database under appropriate warehouses and locations.

Provide a monthly status report to MAR-614. The report will include, as a minimum, monthly and cumulative figures on:

Number of parts inventoried

Number of parts screened against MLSS

Number of parts returned to SBS Inventory

Number of "research" parts returned

Number of "dispose" parts returned

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Number of "consumable" parts returned

Number of "condemned" parts returned

Number of Technical Manuals and Drawings inventoried

START DATE **March 28, 2004**

COMPLETE DATE **March 27, 2005**

COTR DESIGNATION

Mr. Richard H. Williams is the Contracting Officer's Technical Representative for this work order.

MARAD COTR APPROVAL:

Richard H. Williams
Chief, Division of Logistics Support

CONTRACTOR ACCEPTANCE:

Donald V. Colley
Program Manager, Veridyne, Inc.