



## Department of Energy

Oak Ridge Operations Office  
P.O. Box 2001  
Oak Ridge, Tennessee 37831—

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Rice

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April 9, 2002

Mr. Greg L. Turner  
Chief Financial Officer  
UT-Battelle Corporation, L.L.C  
Oak Ridge National Laboratory  
Post Office Box 2008  
Oak Ridge, Tennessee 37831-6444

Dear Mr. Turner:

### **REIMBURSEMENT AUTHORIZATION NUMBER 5 - REVISION OF APPENDIX A, PERSONNEL SUPPORT ACTIVITIES**

Enclosed is approved RA No. 05, revising Section 7.5 Personnel Support Activities under Appendix A of Contract DE-AC05-00OR2275. The approved RA updates the Appendix A language to add the words "fitness center" instead of "fitness centers" as follows: "...such as employee publications; health and first aid clinics; a fitness center; net cost of in-plant food services..." We will rely on UT-Battelle, L.L.C. (UT-Battelle) to come back to the Department of Energy for further discussion if you wish to significantly enhance the current fitness center or to add additional fitness centers at Oak Ridge National Laboratory. We also remind UT-Battelle management of your responsibility to ensure that future Appendix A Reimbursement Authorizations are submitted in advance of any potential expenditures not currently authorized under the existing Appendix A.

We are not prepared to approve the second request on RA No. 05, which would revise Section 4.1.c Company Service Credit under Appendix A of Contract DE-AC05-00OR2275 at this time. It is my understanding that we have not engaged in discussion with UT-Battelle representatives regarding the business reasons for modifying this section of Appendix A to include retiree medical plan vesting, nor received any information regarding the projected cost of making such a change. Additional information supporting the request should be presented to the Site Office if you would like us to reconsider this request. After receiving the business case justification with the associated costs of implementing this language change we will be glad to meet with your representatives to discuss the request further.

Sincerely

A handwritten signature in black ink, appearing to read "George J. Malosh".

George J. Malosh  
Assistant Manager  
for Laboratories

Enclosures

cc:

Darryl Boykins, UT-Battelle  
Jill Freeman, AD-441  
Chris Hill, AD-441  
Susan Hiser, AD-442  
Jerry Wills, ORNL, Site Office

**U. S. Department of Energy  
REIMBURSEMENT AUTHORIZATION**

Project

Location

Operations and Research

Oak Ridge, Tennessee

Contractor

UT-Battelle, LLC

Contract No.

Date of Contract

DE-AC05-00OR22725

April 1, 2000

The following modifications to the Advance Understanding on Personnel Costs (Appendix A) is approved as an allowable cost, effective: January 16, 2002.

This R. A. incorporates the addition agreed upon in discussions between the contractor and the government for incorporation into the contract with an effective date of January 16, 2002. The attached page is a sample of the page to be replaced in Appendix A. Upon approval of this RA (#5), Appendix A will be reissued in its entirety on the Web.

The contractor has a period of 60 days to transition completely the changes resulting from this revised R.A. No. 5.

The following highlights the change incorporated by this R.A.:

7-1

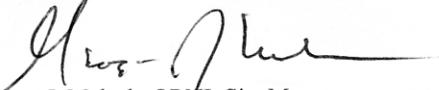
Section 7.5

Add the words "fitness center" as follows: "... such as employee publications; health and first aid clinics; ~~fitness center~~<sup>fitness center</sup>; net costs of in plant food services . . ."

*Bill Orourke 4/3/02*

Approval for the U. S. Department of Energy by:

Date



*4/3/02*

Mr. George J. Malosh, ORNL Site Manager