

## Incentive Fee Determination Summary

**Contractor:** Washington Closure Hanford LLC

**Contract:** River Corridor Closure Contract Line Item Number One (CLIN 1) Schedule Performance Incentive Fee (SPIF)

**Contract Number:** DE-AC06-05RL14655

**Award Fee Available:** \$32,800,000 **Award Fee Earned:** \$31,200,000

**Basis of Evaluation:** Completion of CLIN 1 incentivized scope identified in [Section J, Attachment J-1](#), River Corridor Closure Contract Work Scope, according to the schedule set forth in Section B, Table B.1 Incentive Fee Structure.

### Evaluation Results:

DOE put a Schedule Performance Incentive Fee (SPIF) into the River Corridor Closure Contract to provide incentive to the contractor to complete their work as early as possible. The fee became payable after all the incentivized work was complete and verified by DOE.

The maximum possible fee that the contractor could have earned was \$32.8 million for completing a defined scope of work 22 months early, by November 30, 2013. Washington Closure completed this defined scope by January 31, 2014, a full 20 months before the September 30, 2015, completion date, to earn the \$31.2 million.

Over the past nine years, Washington Closure has finalized the deactivation, cleanout, and demolition of 284 buildings and has safely excavated, cleaned out, and backfilled 523 waste sites along the Columbia River at Hanford.

The payment is the culmination of their work since 2005 to clean up not only reactor areas, but the 300 Area laboratory and research facilities. Scope was expanded to include numerous soil waste sites requiring remediation that were discovered during cleanup along the river. Additional incentives are available after completion of burial ground cleanup and demolition of 324 Building.