

**ACTION ITEMS AND SPECIFIC TOPICS
FROM UTILITIES PRIVATIZATION CONFERENCE
13-14 NOVEMBER 2003
Status as of 4 Mar 04**

RECAP OF ACTION ITEMS

1. ACTION: Investigate the delayed transfer option and how to address it in the RFP.
OPR: AFCESA/CEOC (Mr. Smeltzer). ECD 12 Dec 03

STATUS: This item was brought up by ACC. After researching the options, ACC decided delayed transfer offered no advantages to what now exists. **Item closed.**

2. ACTION: Provide a schedule to ILEXO for the monthly MAJCOM status briefing to the ESG. OPR: AFCESA/CEOC. (Mr. Woodworth). ECD 5 Dec 03 **Item closed.**

STATUS: Schedule is as follows:

| | |
|-------|---|
| ANG | 7 Jan (was rescheduled for 21 Jan and presented the briefing) |
| AFMC | 21 Jan (completed) |
| AETC | 4 Feb |
| AFRC | 18 Feb |
| AMC | 17 Mar |
| ACC | 7 Apr |
| PACAF | 21 Apr |

3. ACTION: Advise MAJCOMs on the schedule for the monthly status briefing, what is to be discussed, and who shall attend. OPR: ILEXO (Mr. Miller). ECD 5 Dec 03

STATUS: **Item closed.**

4. ACTION: Provide a format for the SSA decision brief and/or status brief by the MAJCOMs to the ESG. OPR: ILEXO (Mr. Miller). ECD 5 Dec 03

STATUS: STATUS: Template developed and sent to all PMs. **Item closed 19 Dec 03.**

5. ACTION: Revisit manpower requirements to support post award management and coordinate results with MAJCOMs and COs. This is a key step in identifying the hours needed for UP contract oversight. OPR: AFCESA/CEOC (Mr. Young) ECD 12 Jan 04

STATUS: (As of 3 Mar 04) This is the response from AFCESA/CEOI to AFCESA/CEOC. A summary of projected post award tasks for both the CE and CONS contract managers has been drafted and forwarded to AFCESA/CEO for review. When completed, the summary will be forwarded to MAJCOMs for comments before approval.

BULLET BACKGROUND PAPER

ON

ACTION ITEM FROM UTILITIES PRIVATIZATION (UP) CONFERENCE 13-14 NOVEMBER 2003

PURPOSE

Respond to Action Item: Determine if Base Contracting earns manpower credit for UP contracts awarded by the Defense Energy Support Center (DESC).

BACKGROUND

- Based on the discussions at the Conference, there were two issues:
 - How much manpower, if any, does a base contracting office earn for contract administration?
 - If another agency (DESC) makes an award and hands the administration of the contract to the AF, does the base contracting office earn manpower for UP contracts awarded by other agencies?

DISCUSSION

- Issue 1: The base contracting office earns manpower as quantified by Air Force Manpower Standard (AFMS) 12A0 Operational Contracting. UP is addressed as a positive mission variance in attachment #4, VARIANCES, OPERATIONAL CONTRACTING, Variance A4.1. Titled: Positive Mission Variance for Utility Privatization. If applicable, the impact is +1 per base, except for Peterson, which is +8. Variance A4.1 established the requirement, but funding is a base/MAJCOM responsibility. If funds are not available, the base/MAJCOM would need to initiate a programming action during the Program Objective Memorandum budget process. If funds are not available, the requirement on the unit manpower document would be established as an unfunded authorization.
- Issue 2: No, since the UP workload was treated as a variance. In fact in today's constraint resources environment, a better deal would be for the CE squadron and base contracting office to use the DESC and GSA to administer all UP issues. The estimated charge is \$25K a year to include all the initial administration workloads, issues arising within successive three year periods, the re-negotiations of anything arising at the end of each three year period, and all of this for the entire fifty year period of the UP term.

6. ACTION: Provide to OSD the reasons (i.e., from the DESC survey) why the local providers did not respond to the RFP. OPR: AFCESA/CEOC
STATUS: (Mr. Smeltzer) complete. Statistics sent to CAPT Marrs on 18 Nov 03. **Item closed.**

7. ACTION: Ensure that the RFP requirement for the contractor to provide utility update information in GIS format is sufficient to satisfy Air Staff Homeland Security. Provide the RFP paragraph to ILEXO and ask them to discuss with Col Cullis, HQ USAF/ILE-1. OPR: AFCESA/CEOC. (Mr. Wolf) ECD 5 Dec 03.
STATUS: After a review it was decided to retain the paragraph as written. **Item closed.**

8. ACTION: Determine if Base Contracting earns manpower credit for UP contracts awarded by DESC? OPR: AFCESA/CEOC
STATUS: (Mr. Jackson) 12 Jan 04, see bullet paper above. This item will be addressed when the review of all post-award requirements is completed (see Action Item 5).

9. ACTION: Review what DESC is using for future year adjustment factors and coordinate same with the AFCESA Utility Rate Litigation Team.
OPR: ILEXO and AFCESA/CEOC (Mr. Miller). ECD 5 Dec 03
STATUS: DESC provided index they use for some Army solicitations. Index was reviewed and rejected as unworkable. Substitute index (CPI) was studied and found to be unacceptable. AF/ILEXO, AF URMT, AF ULT, and AFCESA/CEOC all concurred that Price Redetermination in lieu of using an index would remain in effect. **Item closed 27 Jan 04.**

10. ACTION: Request DESC provide comments to the AF RFP template we asked them to review (reconcile the AF's and DESC's templates). OPR: ILEXO (Mr. Miller). ECD 5 Dec 03
STATUS: DESC provided comments at a meeting on 18 Feb 04. **Item closed.**

11. ACTION: Provide a recommendation to ILEXO on whether the Air Force should support the initiative for long term leasing with reversion. This will form the basis for the AF reply to OSD for Congressional HAC report 108-173. OPR AFCESA/CEOC. (Mr Giniger).
STATUS: HQ ACC has dropped the idea. **Item closed.**