



DEPARTMENT OF THE AIR FORCE

HEADQUARTERS AIR FORCE SPACE COMMAND

31 March 1999

MEMORANDUM FOR ALL AFSPC Contracting Offices

FROM: HO AFSPC/LGCP
150 Vandenberg St Ste 1105
Peterson AFB CO 809144350

SUBJECT: Expanded Construction Guidance on Delivery Order Type Contracts

1. This information letter, INFO LTR 99-14, is directive in nature for all AFSPC contracting offices and is issued under Special Publication System, AFSPCI 64-101, for Specialized Contracting Publications. This information letter is a reissue of INFO.LTR 97-39. INFO.LTR 97-39 is rescinded.
2. SABER IDIQ guidance is being expanded to include A&E IDIQ and other construction IDIQ type contracts with the following recommendations. A detailed price negotiation memorandum (PNM) by major cost element is not required for each delivery order placed against a construction IDIQ contract. However, the contract file will contain a memorandum explaining how the negotiated price was derived (refer to paragraph FAR 15.406-3(a)(10)) and the contracting officer's determination that the negotiated price was considered fair and reasonable (see 15.406-3(a)(11)).
3. If there are significant non-priced elements of work to be included in the delivery order, the memorandum will be expanded to include a thorough explanation (hours, quantities, rates, profit, etc.) of the reasonableness of the non-priced items.
4. My POC is Luther H. Haas at DSN 692-6928 or commercial 719-554-6928. You can also contact Mr. Haas by E-Mail at luther.haas@spacecom.af.mil.


ERIC M. HODGES, Lt Col, USAF
Chief, Policy/Clearance Branch

CC:
HQ AFSPC/IGIL
N-SPJ4P