AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT

1. CONTRACT ID CODE	PAGE 1 OF 2 PAGES

2. AMENDMENT/MODIFICATION NO.	3. EFFECTIVE DATE	4. REQUISITION/PURCHASE REQ. NO.	5. PROJECT NO. *(If applicable)*
632	**See Block 16C**		

6. ISSUED BY CODE
U.S. Department of Energy
National Nuclear Security Administration
Sandia Field Office
P.O. Box 5400, MS 0184
Albuquerque, NM 87185-5400

7. ADMINISTERED BY *(If other than Item 6)* CODE

8. NAME AND ADDRESS OF CONTRACTOR *(No., street, county, state, ZIP Code)*
Sandia Corporation
P. O. Box 5800
Albuquerque, NM 87185

CODE FACILITY CODE

9A. AMENDMENT OF SOLICITATION NO.

9B. DATED *(SEE ITEM 11)*

10A. MODIFICATION OF CONTRACT/ORDER NO.
DE-AC04-94AL85000

10B. DATED *(SEE ITEM 13)*
October 1, 1993

11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS

☐ The above numbered solicitation is amended as set forth in Item 14. The hour and date specified for receipt of Offers ☐ is extended, ☐ is not extended.

Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation as amended, by one of the following methods:

(a) By completing Items 8 and 15, and returning _____ copies of the amendment; (b) By acknowledging receipt of this amendment on each copy of the offer submitted;

or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER. If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.

12. ACCOUNTING AND APPROPRIATION DATA *(If required)*

13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS.
IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.

CHECK ONE	
	A. THIS CHANGE ORDER IS ISSUED PURSUANT TO *(Specify authority)*: THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.
	B. THE ABOVE-NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES *(Such as changes in paying office, appropriation date, etc.)* SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103(b).
	C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF:
X	D. OTHER *(Specify type of modification and authority)*: **Contract Clauses H-10 *Performance Based Management* and H-11 *Performance Incentives***

E. IMPORTANT: Contractor ☒ is not, ☐ is required to sign this document and return _____ copies to the issuing office.

14. DESCRIPTION OF AMENDMENT/MODIFICATION *(Organized by UCF section headings, including solicitation/contract subject matter where feasible.)* The purpose of this modification is to incorporate the FY2016 Performance Incentive Fee Earned, update the Total Value of all Performance Incentive Fee Earned, and update the contract ceiling in Section B, Clause B-2, *Contract Type and Value*, paragraphs (d) and (e).
See continuation page for changes.

15A. NAME AND TITLE OF SIGNER *(Type or print)*		16A. NAME AND TITLE OF CONTRACTING OFFICER *(Type or print)* **Corinne Sisneros, Contracting Officer Sandia Field Office, NNSA**	
15B. CONTRACTOR/OFFEROR BY_____ *(Signature of person authorized to sign)*	15C. DATE SIGNED	16B. UNITED STATES OF AMERICA BY [redacted] *(Signature of Contracting Officer)*	16C. DATE SIGNED 12/6/16

The purpose of this modification is to incorporate the FY2016 Performance Incentive Fee earned, update the Total Value of all Performance Incentive Fee Earned, and update the contract ceiling in Section B, Clause B-2, *Contract Type and Value*, paragraphs (d) and (e).

1. Incorporate the Performance Incentive Fee Earned for the Contract Period October 1, 2015, through September 30, 2016, and the Total Value of all Performance Incentive Fee Earned in Section B, Clause B-2, *Contract Type and Value*, paragraph (d) to reflect the FY 2016 Fee Determination as shown below:

   (d) The maximum available Performance Incentive Fee pool and the Performance Incentive Fee earned is set forth below:

		Maximum Available Performance Incentive Fee Pool	Performance Incentive Fee Earned
From:	October 1, 2015 through April 30, 2016	$1,633,333	$To Be Determined
	May 1, 2016 through September 30, 2016	$1,166,667	$To Be Determined
To:	October 1, 2015 through September 30, 2016	$2,800,000	$2,550,800

		Maximum Available Performance Incentive Fee Pool	Performance Incentive Fee Earned
From:	TOTAL	$104,547,976	$87,738,622
To:	TOTAL	$104,547,976	$90,289,422

   (e) The Total Estimated Cost, Fixed Fee, and Performance Incentive Fee Earned under this contract is revised to:

   From: $49,158,498,333 (This correct total is based on Modification 594 that updated paragraphs (b) $48,663,462,609 (correcting an administrative error where the numbers were transposed (642 vs 462) on the "to" line) and (c) $407,297,102, and Modification 598 that updated paragraph (d) $87,738,622.)

   To: $49,161,049,133

2. All other terms and conditions remain unchanged.

- - - End of contract modification - - -