

DEPARTMENT OF THE NAVY
NAVSUP Weapon Systems Support (NAVSUP WSS)-MECHANICSBURG
5450 CARLISLE PIKE
MECHANICSBURG, PA 17055

IN REPLY REFER TO:
Serial No. 6415
DATE 3 June 2015

Class Justification and Approval No. N00104-14-G-A009

Justification for Other than Full and Open Competition

1. Identification of Agency and Contracting - The NAVSUP Weapon Systems Support proposes to acquire on a noncompetitive basis the class of contracts described in this justification for other than full and open competition.
2. Nature/Description of Action - For the reasons set forth in this Class Justification and Approval, authority is given to utilize other than full and open competition for the commercial repair, modification or servicing, as appropriate, for the items listed on the attached on a noncompetitive basis.
3. Description of Supplies/Services - NAVSUP Weapon Systems Support logistic support program is predicated upon an established turn-around time (TAT). This TAT cycle begins with the time of removal of the item from the ship or Naval Supply Center and includes the overall time required for shipment, repair, and redelivery into Navy inventory. To the extent that this TAT cycle cannot be maintained, a proportionately greater investment in spares would be required.

The Master Repairables Item List (MRIL) designates the shipping point of retrograde material, either direct to a Designated Overhaul Point (DOP) or collected at a stock point. The MRIL is updated monthly to preclude time loss (for those items having repair requirements) and increased transportation costs.

Demand changes, CASREP requirements, and carcass availability make shipment of repairables an unknown. Therefore, it is essential that the justification and approval and contractual arrangements for repair be made in advance of the actual need for such repair.

The class of contracts proposed (orders under Basic Ordering Agreement) will:

- a. Be for commercial repair, modification and servicing as appropriate for items listed on the attached Major Weapon Systems supported: LM2500 Gas Turbine Engine.
- b. Apply to those components or equipment, which are listed on the attached, or those items, which are later government-approved configurations thereof. All such later configurations that are authorized to be serviced under the Basic Ordering Agreement will be specifically identified in an exhibit to said agreement.

c. Generally provide for teardown, inspection, repair, modification, test, and service necessary to restore the item to serviceable operating condition. The extent of servicing necessary cannot be determined until the equipment's are received by the contractor, disassembled and an inspection made. The work to be performed under the Basic Ordering Agreement will relate only to previously produced components or equipment; it will not include any research and development effort; nor will it include the furnishing of any parts, components, subassemblies or materials not an integral part of the work described herein.

d. Include the acquisition/repair of sole source Government Furnished Material (GFM) (piece parts) and/or the acquisition/repair/maintenance of sole source Government Furnished Equipment (GFE) (test equipment) when determined necessary to complete repairs or meet established RTAT cycle.

e. Include the acquisition of Commercial Asset Visibility reporting for repair efforts performed under subject agreement.

4. Identification of Statutory Authority - The authority permitting other than full and open competition is Title 10 USC 2304 (c) (1), as implemented by paragraph 6.302-1 of the Federal Acquisition Regulation.

5. Demonstration of Contractor's Unique Qualifications - The proposed class of contracts will be acquired on a sole source basis with Aviation Power & Marine INC. (Cage 5A4N5). The selection of this concern as the only approved source for the repair or service of the components and equipment listed on the attached is based on the following information:

The contractor was established as the DOP to repair the items listed on the attached to an "as new" (while not maintaining the appearance of newness) condition. To ensure the "as new" condition, fully adequate drawings and quality assurance procedures are necessary. Only the contractor listed above possesses this necessary data.

The GFM (piece parts) and/or GFE (test equipment) described in paragraph 3(d) above will only be acquired/repared/maintained when the government does not have in its possession sufficient, accurate, or legible data to purchase these piece parts and/or test equipment form other than the current source.

The 3 indicates that the items are being acquire, for the second or subsequent time, directly from the actual manufacturer

RMC: 3R The Government does not own the data or the rights to the data needed to purchase this part from additional sources. It has been determined to be uneconomical to buy the data or rights to the data.

6. GPE Notice/Potential Sources - Efforts will be made to ensure that potential subcontractors will be aware of these requirements by posting notice of the proposed BOA through the Government wide Point of Entry.

7. Determination of Fair and Reasonable Cost - The contracting officer has determined that the anticipated cost to the government will be fair and reasonable.

8. Description of Market Survey - A review of technical data and manufacturing processes have been completed and determined the source Aviation Power & Marine Inc. (Cage 5A4N5) possess all technical rights to the subject items(s) or can obtain data that the Government cannot for repair of items stated on contract number N00104-14-G-A009. Technical review of ITIMP, NSEDR, ERP/ORACLE/FMT, FLIS, NSEDR, CMPRO, and ISEA systems have been completed and market resources have been verified.

9. Any Other Supporting Facts - Other facts supporting the use of other than full and open competition are: None.

10. Listing of Interested Sources - The following sources have expressed, in writing, an interest in this acquisition:

At this time no contractors have expressed an interest in the proposed class of contracts (orders).

11. Actions Taken to Remove Barriers to Competition - Future requirements for these NIIN's will be evaluated as a part of the annual J&A process, to determine if the NIIN's can be repaired on a competitive basis.

12. Statement of Delivery Requirements - Delivery requirements cannot be identified because they are dependent on the intermittent receipt of carcasses from the fleet and the extent of repair required. See attached turnaround times.

13. Total estimated dollar value of the acquisition covered by this J&A, with funding specified by appropriation source and appropriation data: The estimated cost of the class of contract (orders) proposed is \$4,800,000.00 through 2 JUNE 2019. The appropriation will be Navy Working Capital Funds for Depot Level Repair Rework. Appropriation: 97X4930. NCIA

14. Reference to the Approved Acquisition Plan (AP) - An Acquisition Plan is not required.

15. Documentation for Spare/Repair Parts Acquisitions - N/A

16. The specifications have been reviewed, and they reflect the government's minimum requirements.

ATTACHMENT A
REPAIR CANDIDATES LIST

<u>ITEM NUMBER</u>	<u>DESCRIPTION</u>	<u>REPAIR TURN-AROUND TIME (RTAT)</u>	<u>PRICE</u>
A001	NSN 7HE 2910-00-613-7235* NOMENCLATURE: NOZZLE, FUEL P/N: 9016M58P06 LRC - GR3		
A002	NSN 7HH 2910-01-535-0962 NOMENCLATURE: NOZZLE, FUEL P/N: 9016M58P27 LRC - GR3		