

2. Amendment/Modification No. P00012	3. Effective Date 2002MAY31	4. Requisition/Purchase Req No. SEE SCHEDULE	5. Project No. (If applicable)
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6. Issued By TACOM-ROCK ISLAND AMSTA-LC-CFA-B KATHY A WARNER (309)782-3148 ROCK ISLAND IL 61299-7630 EMAIL: WARNERK@RIA.ARMY.MIL	Code	W52H09	7. Administered By (If other than Item 6) DCMA READING 201 PENN STREET SUITE 201 READING PA 19601-4054	Code	S3912A
			SCD B	PAS NONE	ADP PT SC1012

8. Name And Address Of Contractor (No., Street, City, County, State and Zip Code) SECHAN ELECTRONICS INC 525 FURNACE HILLS PIKE LITITZ PA 17543 TYPE BUSINESS: Other Small Business Performing in U.S.	<input type="checkbox"/>	9A. Amendment Of Solicitation No.
	<input type="checkbox"/>	9B. Dated (See Item 11)
	<input checked="" type="checkbox"/>	10A. Modification Of Contract/Order No. DAAE20-98-C-0146
	<input type="checkbox"/>	10B. Dated (See Item 13) 1998SEP23
Code 7Z941	Facility Code	

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 or as amended by one of the following methods: (a) By completing items 8 and 15, and returning _____ copies of the amendments; (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)
SEE SECTION G

13. THIS ITEM ONLY APPLIES TO MODIFICATIONS OF CONTRACTS/ORDERS
It Modifies The Contract/Order No. As Described In Item 14.

KIND MOD CODE: C	
<input type="checkbox"/>	A. This Change Order is Issued Pursuant To: _____ The Changes Set Forth In Item 14 Are Made In _____ The Contract/Order No. In Item 10A.
<input type="checkbox"/>	B. The Above Numbered Contract/Order Is Modified To Reflect The Administrative Changes (such as changes in paying office, appropriation data, etc.) Set Forth In Item 14, Pursuant To The Authority of FAR 43.103(b).
<input checked="" type="checkbox"/>	C. This Supplemental Agreement Is Entered Into Pursuant To Authority Of: FAR 52.217-9
<input type="checkbox"/>	D. Other (Specify type of modification and authority)

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.)

SEE SECOND PAGE FOR DESCRIPTION

Except as provided herein, all terms and conditions of the document referenced in item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.

15A. Name And Title Of Signer (Type or print)	16A. Name And Title Of Contracting Officer (Type or print) VICKI AHLGRIM AHLGRIMV@RIA.ARMY.MIL (309)782-3220
15B. Contractor/Offeror _____ (Signature of person authorized to sign)	15C. Date Signed
	16B. United States Of America By _____ /SIGNED/ (Signature of Contracting Officer)
	16C. Date Signed 2002MAY31

CONTINUATION SHEET**Reference No. of Document Being Continued****Page 2 of 4**

PIIN/SIIN DAAE20-98-C-0146

MOD/AMD P00012

Name of Offeror or Contractor: SECHAN ELECTRONICS INC

SECTION A - SUPPLEMENTAL INFORMATION

1. THE PURPOSE OF THIS SUPPLEMENTAL AGREEMENT IS TO EXTEND THE CONTRACT PERIOD OF PERFORMANCE AND INCORPORATE 2002/2003 RATES WITH A RATE RE-OPENER CLAUSE.
2. THE CONTRACT PERIOD OF PERFORMANCE IS EXTENDED PER CONTRACT CLAUSE FAR 52.217-9, "OPTION TO EXTEND THE TERM OF THE CONTRACT", FROM 01 OCTOBER 2002 THROUGH 30 SEPTEMBER 2003.
3. THE CONTRACTOR IS TO USE THE 2002/2003 FULLY BURDENED HOURLY RATES FOR THIS PERIOD OF PERFORMANCE.

AFCS/PDIU REPAIR CONTRACT - RATE RE-OPENER CLAUSE

THE BASIS OF THIS CLAUSE IS A MUTUAL AGREEMENT ON 2002/2003 FULLY BURDENED LABOR RATES. THIS CLAUSE WILL RESULT IN A DOWNWARD ADJUSTMENT ONLY ON THE FULLY BURDENED LABOR HOURLY RATES.

A. THE PARTIES RECOGNIZE THAT AT THE TIME THE RATE RE-OPENER AGREEMENT WAS MADE, NEW SECHAN ELECTRONICS, INC FISCAL YEAR 2002/2003 RATES HAD JUST BEEN RELEASED ON 17 AUGUST 2001. AS SUCH, THE GOVERNMENT WAS UNABLE TO DEVELOP A RATE POSITION ON THESE CHANGES PRIOR TO COMPLETION OF NEGOTIATIONS, THUS THIS RATE RE-OPENER CLAUSE IS BEING IMPLEMENTED TO PROTECT THE GOVERNMENT'S INTEREST. THIS RATE RE-OPENER CLAUSE SHALL ONLY APPLY TO SECHAN ELECTRONIC, INC. FY 2002/2003 FULLY BURDENED LABOR RATES. THESE RATES WILL BE ADJUSTED DOWNWARD ONLY, PURSUANT TO THIS PROVISION TO REFLECT ANY DIFFERENCES BETWEEN THE RATES UTILIZED IN THIS AGREEMENT, SECHAN FY 2001/2002, RATE TABLES SUBMITTED 17 AUGUST 2001, AND THE FINAL RATES AS DEFINED IN PARAGRAPH (C) BELOW.

B. THE SCOPE OF THIS CONTRACT RE-OPENER CLAUSE IS THE SECHAN ELECTRONICS, INC. FY 2002/2003 DIRECT AND INDIRECT BURDENED LABOR RATES. THIS CLAUSE IS EFFECTIVE UNTIL SUCH TIME THAT A BILATERAL MODIFICATION TO THE CONTRACT INCORPORATING EITHER THE NEGOTIATED FORWARD PRICING RATE AGREEMENT (FPRA) OR ACTUAL SECHAN RATES (AS DIRECTED IN PARAGRAPH (C)) IS ACCOMPLISHED, THEREBY RESCINDING THIS CLAUSE.

C. FOR THE PURPOSE OF THE REOPENER CLAUSE, FINAL FULLY BURDENED HOURLY LABOR RATES WILL INCORPORATE THE NEGOTIATED FPRA RATES. HOWEVER, IF THESE FPRA RATES ARE NOT RECEIVED, THE ACTUAL SECHAN RATES, WHICH ARE SUBSEQUENT TO THE YEAR-END, WILL BE INCORPORATED. ACTUAL BURDENED LABOR RATES WILL BE DECREMENTED FOR ANY POTENTIAL UNALLOWABLE COSTS. A PROFIT OF 10% WAS PREVIOUSLY INCORPORATED AND WILL CONTINUE TO BE UTILIZED IN THE COMPUTATION OF THE FINAL FULLY BURDENED LABOR RATES.

4. THE CEILING PRICE ESTABLISHED FOR THIS PERIOD OF PERFORMANCE IS AS FOLLOWS:

CLIN 0001AJ - REPAIR EFFORT - \$316,000.00
CLIN 0002AE - CAV II - \$20,000.00
CLIN 0003AE - STORAGE - \$3198.72

5. THE CONTRACTOR IS AUTHORIZED TO CONTINUE BILLING AGAINST APPLICABLE PREVIOUS YEARS CLINS UNTIL ALL FUNDS HAVE BEEN EXHAUSTED BEFORE BILLING AGAINST CLINS 0001AH AND 0002AD. THE CONTRACTOR SHALL NOT PERFORM SERVICES REQUIRED BY THIS ACTION BEFORE 01 OCTOBER 2002 OR BEYOND 30 SEPTEMBER 2003, EXCEPT TO CONTINUE WORK ON UNITS ALREADY STARTED, UNLESS AUTHORIZED IN WRITING FROM THE CONTRACTING OFFICER.

6. THE TOTAL CONTRACT PRICE OF THE CONTRACT IS BEING INCREASED BY \$339,198.72 FROM 2,462,419.88 TO \$2,801,618.60.

*** END OF NARRATIVE A 020 ***

CONTINUATION SHEET

Reference No. of Document Being Continued
 PIIN/SIIN DAAE20-98-C-0146 MOD/AMD P00012

Name of Offeror or Contractor: SECHAN ELECTRONICS INC

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0001AJ	SECTION B - SUPPLIES OR SERVICES AND PRICES/COSTS <u>SERVICES LINE ITEM</u> NOUN: AFCS/PDIU REPAIR SECURITY CLASS: Unclassified PRON: M12OP236M1 PRON AMD: 01 ACRN: AU AMS CD: 060015KFZY0 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <u>REL CD QUANTITY DATE</u> 001 0 30-SEP-2003 \$ 316,000.00				\$ 316,000.00
0002AE	<u>SERVICES LINE ITEM</u> NOUN: CAV II SECURITY CLASS: Unclassified PRON: M12OP237M1 PRON AMD: 01 ACRN: AV AMS CD: 060015KFZY0 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <u>REL CD QUANTITY DATE</u> 001 0 30-SEP-2003 \$ 20,000.00				\$ 20,000.00
0003AE	<u>SERVICES LINE ITEM</u> NOUN: DEPOT STORAGE SECURITY CLASS: Unclassified PRON: M12OP238M1 PRON AMD: 01 ACRN: AW AMS CD: 060015KFZY0 <u>Inspection and Acceptance</u> INSPECTION: Origin ACCEPTANCE: Origin <u>Deliveries or Performance</u> DLVR SCH PERF COMPL <u>REL CD QUANTITY DATE</u> 001 0 30-SEP-2003 \$ 3,198.72				\$ 3,198.72

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Name of Offeror or Contractor: SECHAN ELECTRONICS INC

SECTION G - CONTRACT ADMINISTRATION DATA

LINE ITEM	PRON/ AMS CD	ACRN	OBLG STAT/ JOB ORD NO		PRIOR AMOUNT		INCREASE/DECREASE AMOUNT		CUMULATIVE AMOUNT
0001AJ	M12OP236M1 060015KFZY0	AU	2	\$	0.00	\$	316,000.00	\$	316,000.00
0002AE	M12OP237M1 060015KFZY0	AV	2	\$	0.00	\$	20,000.00	\$	20,000.00
0003AE	M12OP238M1 060015KFZY0	AW	2	\$	0.00	\$	3,198.72	\$	3,198.72
					NET CHANGE	\$	339,198.72		

SERVICE NAME	NET CHANGE BY ACRN	ACCOUNTING CLASSIFICATION	ACCOUNTING STATION	INCREASE/DECREASE AMOUNT
Army	AU	97 X4930AC9G 6D	2571 S1111620P236 W52H09	\$ 316,000.00
Army	AV	97 X4930AC9G 6D	2571 S1111620P237 W52H09	\$ 20,000.00
Army	AW	97 X4930AC9G 6D	2571 S1111620P238 W52H09	\$ 3,198.72
				NET CHANGE \$ 339,198.72

	PRIOR AMOUNT OF AWARD	INCREASE/DECREASE AMOUNT	CUMULATIVE OBLIG AMT
NET CHANGE FOR AWARD:	\$ 2,462,419.88	\$ 339,198.72	\$ 2,801,618.60