



DEFENSE LOGISTICS AGENCY
DEFENSE ENERGY SUPPORT CENTER
8725 JOHN J. KINGMAN ROAD, SUITE 4950
FORT BELVOIR, VA 22060-6222

IN REPLY
REFER TO: DESC-EF

February 24, 2010

Mr. Daniel E. Gavora
President/CEO
Doyon Utilities, LLC
714 Fourth Avenue, Suite 201
Fairbanks, AK 99701

Dear Mr. Gavora,

The Government has completed its review of the Doyon Utilities, LLC (DU) proposal, dated November 2, 2009, submitted in response to Request for Proposal FWA-09-021, FTW 336A – Aircraft Parts Storage, under contract SP0600-07-C-8263 at Fort Wainwright, Alaska. The Government's evaluation determined that DU's proposed solution is technically acceptable and that the price proposed is fair, reasonable, and consistent with DU's cost of service model.

Per our discussion on May 12, 2009, the Government does not concur with the inclusion of property taxes in project costs at this time. The amount and responsibility for potential property tax is still uncertain and not ripe for resolution at this time. Accordingly, the Government requests that DU proceed with execution of this project upon receipt of this notice.

It is the Government's intent to pay for this project with a lump-sum payment in accordance with Section C.11.2.5 of the contract upon the completion and acceptance of the project by the Government. Please address any questions concerning this notice to proceed to the undersigned. All project related questions shall be directed to the Contracting Officer's Representative, Ms. Deb Diehl at 907-353-6255 (deb.diehl@us.army.mil).

Sincerely,

Martha A. Gray
Division Chief/Contracting Officer
U.P. Contracting Division IV
Energy Enterprise BU

