



Department of Energy

Office of Science
Brookhaven Site Office
P.O. Box 5000
Upton, New York 11973

December 12, 2023

Dr. Susan McKeon
Associate Laboratory Director, Business Services
Brookhaven Science Associates, LLC
Brookhaven National Laboratory
Upton, New York 11973

Dear Dr. McKeon:

**SUBJECT: APPOINTMENT OF CONTRACTING OFFICER'S REPRESENTATIVE
(COR) FOR LITIGATION/RETENTION OF OUTSIDE COUNSEL**

Attached is a copy of the letter appointing Michelle R. McKown as the Contracting Officer's Representative (COR) for litigation and matters relating to the retention of outside legal counsel under Contract DE-SC0012704, in accordance with DOE Order 541.1C. This appointment is effective January 1, 2024 and supersedes any previous designations.

The attached letter details the duties and responsibilities of the COR pursuant to Clause I.146, "DEAR 970.5228-1, Insurance-Litigation and Claims" under Contract DE-SC0012704, the DOE Contractor Legal Management Regulation, 10 CFR Part 719, and Contractor Legal Management Procedures listed therein. Please add this letter and the enclosure to the Supplemental Guidance page for the Prime Contract.

Should you have any questions regarding this appointment, please feel free to contact me at extension 3346 or Ms. McKown directly at 630-252-5057.

Sincerely,

**ROBERT
GORDON**

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ROBERT GORDON
Date: 2023.12.12
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Robert P. Gordon
Site Manager
Contracting Officer

Attachment: Designation of Contracting Officer Representative

cc: M. McKown, SC-GC
R. Gordon, SC-BHSO
M. McCann, SC-GC
A. Troutman, BSA



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December 12, 2023

Michelle R. McKown, Attorney Advisor
Office Of Chief Counsel
General Law Division
United States Department of Energy
9800 S. Cass Ave.
Lemont, IL 60439
Phone: 630-394-2742

SUBJECT: DESIGNATION OF CONTRACTING OFFICER REPRESENTATIVE

Pursuant to and in accordance with DOE Order 541.1C Chg 1 (LtdChg), you are hereby appointed Contracting Officer Representative (COR) in connection with retention of outside legal counsel under contract No. DE-SC0012704, in accordance with Clause I. 146, DEAR "Insurance-Litigation and Claims," the DOE Contractor Legal Management Regulation, 10 CFR Part 719, and Contractor Legal Management Procedures issued thereunder. This appointment is personal to you and may not be delegated to others. This appointment empowers you to communicate directly with the Contractor (informal correspondence is encouraged).

- I. The scope of your appointment is defined to include, without limitation, the following matters:
 - A. Matters relating to Contractor initiation of litigation;
 - B. Matters relating to Contractor defense of litigation;
 - C. Matters relating to Contractor engagement of outside counsel;
 - D. Matters relating to Contractor management of outside legal costs;
 - E. Matters relating to Major Fraud Act implementation;
 - F. Matters relating to quarterly reporting of cost of outside litigation.
- II. Your duties will consist of the following:
 - A. Direction: As the COR, you shall not impose tasks or requirements upon the Contractor additional to or different from the Scope of Work and Reporting Requirements specified in the contract. To be valid, directions to the Contractor must be issued in writing and must be within the scope of the responsibilities identified above, including but not limited to:

1. Notifying the Contractor of prior approval requirements, including approval for defense or initiation of litigation, and retention of outside counsel;
 2. Cautioning the Contractor that proceeding without approval is at its own risk (not reimbursable);
 3. Advising the Contractor regarding Major Fraud Act requirements, including prohibition of reimbursement of unallowable proceeding costs;
 4. Informing the Contractor of legal management and cost reporting requirements.
- B. Surveillance: As the COR, you shall monitor the Contractor's performance to assure that the interests of the Government are adequately protected. In this connection, you should:
1. Review and approve or disapprove Contractor requests relating to litigation (initiation, defense) and retention of outside counsel;
 2. Review and approve changes to the Contractor's previously approved legal management procedures;
 3. Assure Contractor use of engagement letters for outside counsel;
 4. Consider benefit of one outside counsel for multiple contractors;
 5. Assure Contractor assessment, by close of pleadings, of each matter referred to outside counsel (considering settlement, etc.);
 6. Evaluate proposed settlements, and if appropriate, recommend Contracting Officer approval (Requests for settlement of \$25,000 or more will require the prior approval of the Brookhaven Site Office CO, as well as Tecom settlements in any amount.);
 7. Transmit any Contracting Officer settlement approval or denial to the Contractor
 8. Review and approve the Contractor's Staffing and Resource Plan for matters expected to exceed \$100,000 in outside legal costs;
 9. Review and approve invoices for Contractor's outside counsel services and disbursements;
 10. Inform the Contracting Officer, in writing, of any violations Contractor's Legal Management Procedures, including costs which are inconsistent with the requirements of 10 CFR Part 719 and cost accounting standards incorporated by reference therein.
- C. Monitoring: Periodic reviews are necessary to assure that the Contractor has abided by Contractor procedures and DOE requirements. As COR, you should, at a minimum:
1. Monitor significant litigation quarterly for adherence to Staffing Resource Plan;
 2. Ensure contract funds are not used to pay proceeding costs which are unallowable under the Major Fraud Act;
 3. Ensure Contractor's compliance with its legal management procedures and the governing agreements, regulations, and other provisions is periodically audited.

- D. General: As a matter of practice, you are expected to interface with the Contracting Officer in the following manner:
1. Prepare Memoranda for the Record (MFR) of pertinent meetings, trips, and telephone conversations relating to the contract.
 2. Include a citation to the contract, by number, in each MFR, other similar records, and all correspondence relating to the contract;
 3. Furnish the Contracting Officer (and all other interested parties having a need to know) with a copy of all actions or correspondence.
 4. Accord utmost care to restrictions regarding proprietary data, as well as classified and business-sensitive information.
 5. Report in writing to the contracting Officer all questions relating to legal management arising out of the contract which cannot be resolved without alterations of contract scope, or the incurrence of unresolvable differences with the Contractor. Such report should contain the facts and recommendations pertinent to the questions at issue.

**ROBERT
GORDON**  Digitally signed by
ROBERT GORDON
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Robert P. Gordon
Site Manager
Contracting Officer

**Michelle
McKown**  Digitally signed by
Michelle McKown
Date: 2023.12.12
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Michelle R. McKown
Contracting Officer Representative