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JAN 28 1966

Date	Signed
EMM	
RLT	
HAF	
ELK	
RPS	
WDS	
JY	
GMM	
RHW	
CLP	
ALW	
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Return to LRL  
133 Bldg. 50A

**OFFICE OF THE MANAGER  
SAN FRANCISCO OPERATIONS OFFICE**

**SUBJECT: PURCHASE ORDER 3600203 - CIVT  
MONSANTO RESEARCH CORPORATION  
PROPOSED FIRST MODIFICATION TO APPENDIX A**

R

**MAJOR FUNDING PROGRAM: WEAPONS  
SUB-PROGRAM: A  
PROJECT: R & D**

Attached for review and approval on behalf of the Commission is proposed First Modification to APPENDIX A to Purchase Order 3600203 with Monsanto Research Corporation.

This modification establishes a ceiling overhead rate of 103% and a ceiling G&A rate of 9% under the order. You will recall that Subcontract 212 had similar ceiling overhead provisions. This order was the first order written with MRC after we had decided to discontinue placing work under Subcontract 212.

At the time this order was written, MRC and the University had not agreed on the continuation of ceiling overhead rates. Subsequently, MRC did agree to a continuation of this arrangement. The attached First Modification to APPENDIX A reflects this agreement.

Should you require additional information, please contact D. C. Shepherd.

ORIGINAL SIGNED BY  
C. L. BLUE  
PROCUREMENT MGR

BEST COPY AVAILABLE

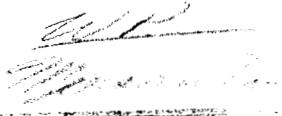
C. L. Blue  
Procurement and Supply Manager

CLM:ISA:vm

Attachments as noted

bcc: R. P. Connell w/attach.   
D. S. Gibbs  
W. B. Harford w/attach.  
W. E. Humphrey  
B. Rubin/B. Garner w/attach.

1257697

RECEIVED  
DIRECTOR  
SERIALS  
JAN 28 1966  


FIRST MODIFICATION TO APPENDIX A TO PURCHASE ORDER 3600203

between

UNIVERSITY OF CALIFORNIA LAWRENCE RADIATION LABORATORY

and

MONSANTO RESEARCH CORPORATION

INTRODUCTION

This First Modification to Appendix A - Reimbursement of Costs, of Purchase Order 3600203 is entered into by and between the University of California Lawrence Radiation Laboratory, hereinafter called "University", and Monsanto Research Corporation, hereinafter called "Subcontractor".

PURPOSE

The purpose of this First Modification to Appendix A to Purchase 3600203 is to establish ceiling overhead rates under this Purchase Order.

NOW, THEREFORE, Appendix A to Purchase Order 3600203 between the University and the Subcontractor is hereby modified by mutual agreement of the parties as follows:

SECTION C - OVERHEAD, Paragraph 3 is hereby changed to read:

"C - OVERHEAD

"1. Pending final audit and determination of overhead, the Subcontractor shall be paid a provisional overhead rate as approved by the University from time to time and authorized in writing by the University. Such provisional payments will be adjusted to the actual overhead costs and expenses determined as set forth in this APPENDIX A and principles herein established.

"2. When actual reimbursable overhead costs have been determined pursuant to this Subcontract, adjustment shall be made for the difference between the sum to be determined and the sum of the provisional payments made under Paragraph C (1) above.

"3. Provisional and/or final general overhead costs for this Purchase Order and changes thereto shall be limited to an amount not to exceed 103% of Direct Labor, including Payroll Burden, charged to this Purchase Order.

July 27, 1965

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"4. Provisional and/or final general and administrative expense for this Purchase Order and changes thereto shall be limited to an amount not to exceed 9% of total allowable costs under this Purchase Order."

ALL OTHER TERMS AND CONDITIONS of Appendix A to Purchase Order 3600203 shall remain in full force and effect except as herein modified.

IN WITNESS WHEREOF, the parties hereto have executed this First Modification to Appendix A to Purchase Order 3600203.

ACCEPTED

AUTHORIZED

MONSANTO RESEARCH CORPORATION

UNIVERSITY OF CALIFORNIA  
LAWRENCE RADIATION LABORATORY

By \_\_\_\_\_

By \_\_\_\_\_

Title \_\_\_\_\_

Title \_\_\_\_\_

Date \_\_\_\_\_

Date \_\_\_\_\_

July 27, 1965  
First Mod. to App. A  
PO 3600203

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