

# Battelle participants

- Jason Jenkins, Senior Contracts Manager
  - [jenkinsj@battelle.org](mailto:jenkinsj@battelle.org)
- Kevin Amery, Senior Counsel
  - [ameryk@battelle.org](mailto:ameryk@battelle.org)

# Battelle conducts multiple categories of research facility operations:

- FFRDCs – FAR-based Contracts
  - 6 DoE/NNSA national laboratories (PNNL, BNL, ORNL, NREL, INL, LANL)
  - 1 DHS high containment laboratory (NBACC)
- ~1000 contracts/year
  - Arctic Research Support and Logistics Services (NSF)
  - Transportation Security Laboratory (TSA)
- NSF Major Facilities (non-FFRDC) - Cooperative Agreements
  - National Ecological Observatory Network (NSF)

# Example scenario definition

- A modular instrumentation shed containing various equipment purchased with federal funds with total replacement value of \$500K is destroyed during a fire
- This shed and its contents are critical to program operations and must be replaced
- Coverage likely via an inland marine policy, with estimated premium ~ \$1,500 - \$2,500, and may contain restrictions on coverage depending upon specific risk factors, including Recipient's risk control program

# Ownership/insurance costs/liability

Operation	Ownership	Insurance	Liability	Replacement Cost
FFRDC (FAR based)	Federally-owned (FOP) direct from vendor	Insurance requires Contracting Officer approval	Federal Agency assumes risk of loss	Replacement at Federal Agency's discretion. Allowable cost to contract at full replacement cost
Contracts (FAR based)	<p>Federally-owned (FOP) direct from vendor under cost type contracts</p> <p>Under fixed price contracts, unless the item is a contract deliverable, contractor has title to contractor acquired property</p> <p>Federally-owned title to furnished property (FOP)</p> <p>CO can approve non-profit retaining title of items &lt;\$5k</p>	Contract contains minimums or coverage maintained for general conduct of business	<p>Federal Agency assumes risk of loss unless loss is covered by insurance or risk of loss shifted in contract</p> <p>FAR 45.104 allows the Federal Agency to assume risk when the contractor's property management practices are compliant with contract requirements.</p>	<p>Insurance policy reimburses for replacement cost, net of policy deductible</p> <p>If not covered by insurance, replacement at Federal Agency's discretion, as allowable cost</p>
Cooperative Agreements (2 CFR based)	<p>Recipient holds title to acquired property as trustee for the program</p> <p>Federally-owned property furnished to Recipient owned by Federal Agency</p>	<p>Non-federal entity provides insurance equivalent to what it provides to non-program property</p> <p>Federally-owned property insured as required by agreement</p>	Federal Agency assumes risk of loss unless loss is covered by insurance	<p>Insurance policy reimburses for replacement cost, net of policy deductible</p> <p>If not covered by insurance, replacement at Federal Agency's discretion, as allowable cost</p>