**DEFENSE BASE ACT INSURANCE RATES – LIMITATION – FIXED-PRICE (OCT 2008)**

(a)  The U. S. Army Corps of Engineers (USACE) has entered into a contract with **CNA Insurance** to provide all Defense Base Act (DBA) insurance to USACE and JCC-I/A contractors and subcontractors at a contracted fixed rate.  The fixed rates for this insurance are as follows:

| | | |
|---|---|---|
| Service | $4.00 | per $100 of employee remuneration |
| Construction | $7.50 | per $100 of employee remuneration |
| Aviation | $20.00 | per $100 of employee remuneration |
| Security | $12.50 | per $100 of employee remuneration |

(b)  Bidders/Offerors should compute the total compensation or total payroll, (salary, plus overseas recruitment incentive and post differential, but excludes per diem, housing allowance, travel expenses, temporary quarters allowance, education allowance and other miscellaneous post allowances) to be paid to employees who will be covered by DBA insurance.  Compute the cost of DBA Insurance by utilizing the spaces provided below for the base period and whatever extension there may be thereafter, if applicable.

(1)  Compensation of Covered Employees: _____
(Total Payroll Not Total Contract Value)   Ex::  If total Payroll is $100,000.00

(2)  Applicable DBA Rate: _____
(Use appropriate Rate)   Ex:  If a Service, the rate is $4.00/$100 or 4%

(3)  Total DBA Cost:  _____
(Amount of DBA Premium)  Ex::  $100 K multiplied by  4% is $4,000.00

(c)  Bidders/Offerors shall include a statement as to whether or not local nationals or third country nationals will be employed on the resultant contract.

(d)   CNA Insurance is utilizing Rutherfoord International as their managing Broker.  The primary POC is the USACE DBA Program Administrator is Ramoan Jones, (703) 813-6571 ramoan.jones@rutherfoord.com.  The alternate POC is Sara Payne, Senior Vice President, (703) 813-6503 sara.payne@rutherfoord.com.

**DEFENSE BASE ACT INSURANCE RATES – LIMITATION –  COST-REIMBURSEMENT, LABOR-HOUR, AND TIME-AND-MATERIALS (OCT 2008)**

(a)  The U. S. Army Corps of Engineers (USACE) has entered into a contract with **CNA Insurance** to provide all Defense Base Act (DBA) insurance to USACE and JCC-I/A contractors and subcontractors at a contracted fixed rate.  Compute total compensation or total payroll, (salary, plus overseas recruitment incentive and post differential, but excludes per diem, housing allowance, travel expenses, temporary quarters allowance, education allowance and other miscellaneous post allowances) to be paid to employees who will be covered by DBA insurance.  In preparing the cost proposal, the offeror shall use the following fixed rates in computing the cost for DBA insurance:

| | | |
|---|---|---|
| Service | $4.00 | per $100 of employee remuneration |
| Construction | $7.50 | per $100 of employee remuneration |
| Aviation | $20.00 | per $100 of employee remuneration |
| Security | $12.50 | per $100 of employee remuneration |

(b)  These rates apply to all job classifications in those particular categories.

(c)  Should an offeror compute or include higher DBA insurance rates, the rate shall be disallowed.

(d)  Offerors shall include in their proposals a statement as to whether or not local nationals or third country nationals will be employed on the resultant contract.

(e)  CNA Insurance is utilizing Rutherfoord International as their managing Broker.  The primary POC is the USACE DBA Program Administrator is Ramoan Jones, (703) 813-6571 ramoan.jones@rutherfoord.com.  The alternate POC is Sara Payne, Senior Vice President, (703) 813-6503 sara.payne@rutherfoord.com.