	Page 1 of 1
(Maj) هاند (د)	-
From: (0-8) Sent: Thursday, April 15, 2004 9:22 AM To: (Maj) Subject: RE: Response to 5 April Letter from IAMB	$\overline{\mathbf{E}}$
From: (Maj) Sent: Wednesday, April 14, 2004 4:27 PM To: Subject: FW: Response to 5 April Letter from IAMB Colonel Loss b (6) Request that your office coordinate on the attached package for Ambassador Bremer's sig	grature.
If you have questions, I am available to brief you on the matter.	
From: (Maj) Sent: Wednesday, April 14, 2004 3:55 PM To (0-6); (	(0-6);
Sirs: Attached for your coordination is an ACTION MEMO and Latter for Ambassador B signature responding to a 5 April 2004 latter from the IAMB concerning a report involving a contract awarded to Halliburton. The tasking latter from the IAMB is attached. Any comments/suggestions/changes should be addreased to me.	
Major, USAF Deputy Chief, Contract Law	
07-F-0597 Doc 2	
4/15/2004	Si Riaĥ
	01058

b)(6)	

1

#### Confidentiality Statement

"The information contained in this electronic message is attorney privileged and confidential information intended only for the use of the owner of the email address listed as the recipient of this message. If you are not the intended recipient, or the employee or agent responsible for delivering this message to the intended recipient, you are hereby notified that any disclosure, dissemination, distribution, or copying of this, communication is strictly prohibited. If you have received this transmission in error, please immediately notify us by telephone at (b)(6) and return the original message to us at (b)(6) Postal Service."

#### Confidentiality Statement

"The information contained in this electronic message is attorney privileged and confidential information intended only for the use of the owner of the email address listed as the recipient of this message. If you are not the intended recipient, or the employee or agent responsible for delivering this message to the intended recipient, you are hereby notified that any disclosure, dissemination, distribution, or copying of this communication is strictly prohibited. If you have received this transmission in error, please immediately notify us by telephone at (b)(6) and retwen the original message to us at (b)(6) via the United States Postal Service."

6

b(4)	
From:         (b)(6)         (O-6)           Sent:         Thursday, April 15, 2004 12:08 PM           To:         (b)(6)         (O-6)           Cc:         (b)(6)         (Maj)           Subject:         RE: Response to the Contracting Timeline Questions	
Sure. I'll bring Major (b)(6)	
From: [b)(6) (0-6) Sent: Thursday, April 15, 2004 12:07 PM To: (b)(6) (0-6) Cc: (b)(6) (0-6) Subject: FW: Response to the Contracting Timeline Questions	
(b)(3) 10 USC § 130b (b)(6) Can we discuss about 1500? Bring anyone you need to. I assume this will be disc at our SVTC and the one tonight at 2000. Thanks (b)(6) <b>b((0)</b>	beasu
From: [D)(6) (VADM, Ret.) Sent: Thursday, April 15, 2004 10:25 AM To: [D)(6) (0-6) Cc: Nash, David (SES) Subject: FW: Response to the Contracting Timeline Questions	
(b) [DH6] here's current state of play.	
Dave, need to keep our GC in loop. They get queries on this stuff as well. (b)(6) Vice Admiral, U.S. Navy (ret.) Deputy Administrator and Chief Operating Officer (COO) Coalition Provisional Authorit (CPA) Baghdad, Iraq	у
Prom: [b)(6) Sent: Thursday, April 15, 2004 2:38 AM To: Nash, David (SES) Cc: [b)(6) (VADM, Ret.); Wolfe, George B. (SES); [b)(6) (b)(6) (0-6) Subject: Re: Response to the Contracting Timeline Questions	
The Office of Pederal Procurement Policy staff here at OMB and have spoken as I understand - the Acting Director is preparing a memo reflecting that conversation and will indicate that the interpretation of the process is unduly restrictive and in fac matter of "custom" not enshrined in law or regulations and our folks have re agreement on how best to proceed which we will review at the Deputies tomorrow. It i bad that this wasnt raised sconer - if we had known it could have been solved months	it         130b,(b)(6)           st a         (b)(3):10 USC §           sached         (b)(6)           is too         130b,(b)(6)
(Embedded image moved "Namh, David (SES)" (b)(8) to file: 04/14/2004 02:17:38 PM pic00935.pcm)	
1	

Record Type: Record

To: MANUAL SALES

cc: See the distribution list at the bottom of this message Subject: Response to the Contracting Timeline Questions

## (b)(3):10 USC § 130b,(b)(6)

- Scott has asked me to answer this question with an e-mail. We tried tonight to contact you by telephone but the circuits were not cooperating. This contracting issue is focused on the procurement of non construction goods and services. The experts in ì Mashington including the Army procurement people are working this now to make sure all agree. There are two different timelines depending on whether we are procuring commercial items or non commercial items. L I Commercial items are generally available to the public (e.g. automobiles, busses, fire trucks, etc.). In this type of procurement the following minimum schedule is required by law. -15 days to synopsize and to solicit. T 3 days technical, schedule, price evaluation (not required by law but typical) 3 days notification to Congress ( anything over \$5 million must be reported) ı, 1 Non commercial items usually not normally used by the public (some equipment requiring military specifications, Armored Security Vehicles, etc). This is not the major portion of what we are procuring. 15 days synopsis 1 30 days solicitation \_ 30 days evaluation/award -3 days notification to Congress L To vary from these time lines requires a Justification and Authorization approved by higher authority because even if we have many competitors, it will be considered less than full and open competition by the Pederal Acquisition regulations if we don't comply with minimum timelines. The Supplemental requires that if we do not use full and open competition we must give Congress ? days advance notice prior to award. What we were seeking is policy relief on the commercial timelines where we have adequate competition and can award in less than prescribed timelines. We feel that we can procure effectively within a total time of ten days from solicitation. We have been working this policy with

(b)(3) 10 USC § 130b,(b)(6) ASA(ALT) and feel that they are supporting us and are well on our way to solution. I will ask the set of fill in any technical details that I have missed in this explanation. Best regards. Dave



	Original Message	
ľ	From: William (VADM, Ret.)	
	Sent: Wednesday, April 14, 2004 6:44 PM	
	To: (SES); (0-9); Crandall, Larry (SES); Zeman, Allen R (SES); Wolfe, George (SES)	B.
	Subject: FW: when would it be convenient to talk?	

.

- ----

Larry,

I think this is yours. Could you guys let me know what your contracting expert thinks. Can we waive the timeline out here or does it take SECDEF? Be prepared to come up here for the conversation.

## 

Vice Admiral, U.S. Navy (ret.)

Deputy Administrator and Chief Operating Officer (COO) Coalition Provisional Authority (CPA) Saghdad, Irag

----Original Message-----

From:	(mailto
Sent: Wednesday, April 14, 2004 6	:16 PM
To: (VADM, Ret.)	
Subject; when would it be conveni	ent to talk?

We need to go over what CPA thinks are the contracting timeline constraints and how we can help remove them. thanks

з

L

Director,

Iraq Program Management Office

Cell

Comm IIII Comm	3 24
DSN AND	

,

4





.

	(Maj) ((4)
From:	
Sent:	Wednesday, April 14, 2004 5:46 PM
To:	(O-6); (O
Cc:	(O-8)
Subje	ot: RE: Response to 5 April Letter from IAMB
	Original Message
	From: (Ma)) Sent: Wednesday, April 14, 2004 3:55 PM fo: (CS-13) C: (MS-13) C: (MS-13)
ş	Sins:
0	Attached for your coordination is an ACTION MEMO and Letter for Ambassador Bremer's itgnature responding to a 5 April 2004 letter from the IAMB concerning a report involving a sole-sourced contract awarded to Haliliburton. The tasking letter from the IAMB is attached. Any comments/suggestions/changes should be addressed to me.



4/14/2004

• -

.

:

L

÷

ļ



Page	l of	2
------	------	---

	((b)(6) (Maj) 6(0)
	From: (b)(6) Sent: Wednesday, April 14, 2004 6:05 PM To: (b)(6) (Maj) Subject: RE: Response to 5 April Letter from IAMB
ļ	Much better
	From: (b)(6) Sent: Wednesday, April 14, 2004 5:55 PM To: (b)(6) Subject: RE: Response to 5 April Letter from IAMB Sir:
b)(3):10 USC § 30b.(b)(6)	Colonel has requested that the following be added:
	(b)(5)
	Does that change resolve your question?
	(b)(6) b(co)
	From: (b)(6)
Ì	Sent: Wednesday, April 14, 2004 5:46 PM To: (b)(6) (Maj); (b)(6) (0-6); (b)(6) (O-6); (b)(6) (O-6); (b)(6) (GS-13) Cc: Lara, Rafael (O-6) Subject: RE: Response to 5 April Letter from IAMB
	I have a couple of builds to the letter.
b)(3):10 USC § 30b.(b)(6)	
1	From:         (b)(6)         (Maj)           Sent:         Wednesday, April 14, 2004 3:55 PM         (O-6); (b)(6)           To:         (b)(6)         (O-6); (b)(6)           Eric         (O-6); (b)(6)         (O-6); (b)(6)           Cc:         (b)(6)         (O-6)
	Subject: Response to 5 April Letter from IAMB
Х.,	Sirs: Attached for your coordination is an ACTION MEMO and Letter for Ambassador
	Bremer's signature responding to a 5 April 2004 letter from the IAMB concerning a report involving a sole-sourced contract awarded to Halliburton. The tasking letter from the IAMB is attached. Any comments/suggestions/changes should be addressed to me.
Ē	
	4/14/2004
*	

Major, USAF Deputy Chief, Contract Law

4/14/2004

. . .

•

Noven	(Maj) b(G)	
то: 🔝	nesday, April 14, 2004 4:06 PM	
мај	(u)	
Recomm	ended edits are provided in the attach	ad Word documents, Thank you.
Regards, COL	5(6)	
	(Maj) Ny, April 14, 2004 3:55 PM	
To: (GS-13) Cc: Subject: Respon	(0-6) nse to 5 April Letter from IAMB	(O-6); ((O-6); ((O-6)); ((O-6)
Sirs;		
responding to a	5 April 2004 letter from the IAMB conc	IEMO and Letter for Ambassador Bremer's signature aming a report involving a sole-sourced contract awarded thed. Any comments/suggestions/changes should be

addressed to me.
Melor, USAF
Deputy Chief, Contract Law

۰

.

í

I

+ + .

T

4/14/2004









		(ه) هزير (Maj
From:	22.52	 (O-8)
Sent:	Wednes	day, April 14, 2004 2:43 PM
To:	$\sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{j=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{j$	(Mej)
Subjec	t: RE: IAM	B Letter
		-

In my view, leave the AMB signature block on the reply. I suggest that you save both action memo and proposed reply as word doucuments. Then attached them to an email announcing they are being sent out for final coordination. Just add a line to the action memo about the audits. If vants to change what you wrote, that gives him the opportunity to make his changes.

Original Message	_
From: (Maj) Sent: Wednesday, April 14, 2004	
Sent: Wednesday, April 14, 2004	2:24 PM
To: (0-6)	
Subject: RE: IAM8 Letter	

Sir:

**ଜ**(ଜ) Here is the letter with changes, I am welting for the date of the Hallburton contract from **Excerning** Pursuant to the states, should it be for someone other than Mr. Bremer's signature. Second, is there any special format for coordinating via email? Should the action memo be also attached?

Regarding the location of the audits, where they are presently or when they will be available. Quits possibly I could impose upon him to write a line about the audits for the action memo?

and b(ce)

(G)

**Original Messag** From: (Cites) (0-6) Sent: Wednesday, April 14, 2004 2:03 PM To: (Maj) Subject: FW: IAMB Letter

Ok, this is what I was waiting for. Once you make the suggestions into account, send out coordination to the suggestion (O-6); (0-6); OWT

**b(**0)

(0-6);

-Original Message-From: (0-6) Sent: Wednesday, April 14, 2004 1:57 PM To: 1005 1006 (O-6) Subject: FW: IAMB Letter

 $(C \otimes \mathbb{R})$ 

See my attached suggestions and questions. Are we sure we want Bremer to sign? Or should someone else on his behalf? The HCA perhaps? Then we would staff the letter up for his approval before the HCA sends it on. The Action memo to AMB Bremer will have to have some additional info in it...where the audits are, when they are coming, coordination within the USG bout releasing the documents, etc.

(b)(8)

4/14/2004



(b)(3)-10 USC § 130b,(b)(6)

(b)(3):10 USC § 130b,(b)(6)



	Message	Page 1 of 3
	(b)(6) [Maj) b(6)	
	From: (b)(6) (O-6) Sent: Monday, April 12, 2004 6:36 PM To: (b)(6) (Maj) Subject: FW: Letter to CPA Administrator from Chair of IABB	
	more	
	From:         (b)(6)         (O-6)           Sent:         Monday, April 12, 2004 5:25 PM           To:         (b)(6)         (GS-13); (b)(6)           Cc:         (b)(6)         (O-6); (b)(6)           Subject:         RE:         Letter to CPA Administrator from Chair of IABB	
	What had been stated at the IAMB meeting on 17 March was the \$345M for the KBR contract months of 2004 was competitively bid. You Indicate that is not correct.	t for the first three
	I am confused over the \$275M and \$180M amounts you discuss. \$180M + an additional 95M	177
T	Maybe it is easier if you state how much of the \$455M in PRB 622 funds that was provided to imports were provided to the non-competitively bid contract and how much was towards the contract.	COE for 2004 fuel competitively bid
	Also, can you tell me what audits of this program have been made?	
)(3):10 USC § 0b,(b)(6)	, Colonel, US Army Deputy CFO, CPA Maf/CFO, Room S203 (b)(6)	
Ţ	From:(b)(6)         (GS-13)           Sent: Monday, April 12, 2004 4:58 PM         (O-6); (b)(6)         (O-6); (b)(6)           To: (b)(6)         (O-6); (b)(6)         (O-6); (b)(6)         (O-6); (b)(6)           Subject: RE: Letter to CPA Administrator from Chair of IABB         Comparison         Co	
	Folks,	
	I'm not sure exactly what the intent is, but approximately \$275 million of the PRB 622 original KBR contract, for two reasons. First off, in order to use the new contract, sul competed and awarded, and subcontractors needed preparation time before they co Therefore, we awarded a task order on the old contract for \$180 million on January 3 of the subcontracts for fuel from Kuwait did not meet the rules required under the ner contract. In order to prevent a significant decrease in imports (which we all know is a to continue some of the existing contracts. It is important to note that the negotiated Kuwait on the old contract was actually less that that for the new contracts, so moni saved by continuing to use the original contract.	ocontracts had to be uld perform. 00. Secondly, some w full and open a bad thing), we had price of fuel from
	Does that answer the mail?	
)(3):10 USC § 30b.(b)(6)		

Page 2 of 3 Message (b)(3):10 USC § 130b.(b)(6) Program Manager **RIO** Directorate **Gulf Region Division** US Army Corps of Engineers DSN: (b)(6) COM: (Iraq number; dial (b)(6) as a prefix from US phone Cell: (b)(6) -Original Message-From: (b)(6) Sent: Monday, April 12, 2004 14:41 To: (b)(6) (O-6); (b)(6) (O-6); (b)(6) (GS-13) Subject: RE: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § 130b,(b)(6) Please check these numbers. Can you respond? (b)(3):10 USC § 130b,(b)(6) Original Message From: (b)(6) (0-6) Sent: Monday, April 12, 2004 12:20 PM To: (b)(6) (O-6);((b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB OK, reference the \$1.4B in Dil ands for sole-source Halliburton contracts. This came from (b)(6) briefing paper to the IAMB on 17 March. The \$1.4B consisted of \$222M for Oil Infrastructure (generators/Al Fatah Bridge) and \$1.2M for Humanitarian Fuel. (b)(3):10 USC § 130b,(b)(6) On the humanitarian fuel amount, from the PRB files I found a total of \$1.1B in DFI funds for 2003 split between COE & SOMO. The four PRBs for fuel importation designated funding for COE through 2003 were: July 372 MoOil/LPG/Benzine \$180,000,000.00 MoOil/Fuel Import \$220,000,000.00 August 446 September 500 Min Of Oil-Import \$200,000,000.00 November 568 fuel imports \$325,000,000.00 Total \$925,000,000.00 these amounts were for SOMO: 446A MoOil/Fuel SOMO \$25,000,000.00 500A Min of Oil-SOMO \$53,000,000.00 fuel imports/SOMO \$100,000,000.00 568A Total \$178,000,000.00 Where am I missing the additional \$275M for KBR sole-source fuel imports? I understood the January award to KBR to be competitively biđ. (b)(3):10 USC § 130b,(b)(6) 4/12/2004

ssage		Page 3 of 3
	(b)(6)	
	From: (b)(6) (0-6)	7
	Sent: Monday, April 12, 2004 11:24 AM To: (b)(6) (0-6)	
	Subject: FW: Letter to CPA Administrator from Chair of IAB	<u>,</u> 7
	I'm sorry I thought I had attached the letter in my earlie it is, I hope.	r email. Here
	From: (b)(6) (0-6)	1
	Sent: Wednesday, April 07, 2004 8:14 AM To: (b)(6) (0-6)	
	Cc: (b)(6) (CIV) Subject: FW: Letter to CPA Administrator from Chair of IAB	в
	(b)(6) Please get with me on this. Thanks.	
	From: (b)(6) Sent: Wednesday, April 07, 2004 6:24 AM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IAB	
	Forwarded, just in case.	
,	Action Officer Executive Secretariat	
	From: (b)(6) (USUN) [mailto:(b)(6)	
	Sent: Wednesday, April 07, 2004 2:48 AM To: Executive Secretary	
	Cc: (b)(6) (CIV); (b)(6) ; (b)(6) (CIV)	
	Subject: FW: Letter to CPA Administrator from Chair of IAB	B _
	( <u>(b)(</u> <b>6</b> )	

4/12/2004

I

1

(b)(3):10 USC § 130b,(b)(6)

(b)(3):10 USC § 130b,(b)(6)

Message		Page 1 of 3
5		
(b)(6)	(Maj) b(6)	
From: (b)(6	(0.0)	
	nday, April 12, 2004 6:36 PM	
To: (b)(	6) (Maj) : Letter to CPA Administrator from Chair of IABB	
More		
Original Me		
From: (b)(6) Sent: Monday.	(G5-13) April 12, 2004 4:58 PM	
To: (b)(6)	(O-6);(b)(6) (O-6)	
CC: (b)(6)	(O-6); (b)(6) etter to CPA Administrator from Chair of IABB	
Folks,		
KBR contract, for awarded, and si order on the old did not meet the imports (which y note that the ne	actly what the intent is, but approximately \$275 million of the or two reasons. First off, in order to use the new contract, ubcontractors needed preparation time before they could I contract for \$180 million on January 30. Secondly, some a rules required under the new full and open contract. In contract, in the we all know is a bad thing), we had to continue some of the gotiated price of fuel from Kuwait on the old contract was oney was actually saved by continuing to use the original in the original second secon	subcontracts had to be competed and perform. Therefore, we awarded a task of the subcontracts for fuel from Kuwai order to prevent a significant decrease in e existing contracts. It is important to actually less thatn that for the new
Does that answ	er the mail?	
(b)(3)-10 USC § 130b.(b)(6)		
Program Manage	r	
RIO Directorate		
Gulf Region Divi		
DSN: (b)(6) COM	T	
Cell: (b)(6)	(Iraq number; dial (b)(6) as a prefix from US phones)	
Original Me	ssage	
From: (b)(6)		7
	April 12, 2004 14;41 (0-5):((b)(6) (0-5):((b)(6) ((5-1)	
Subject: RE: L	(O-6); (b)(6) (O-6); (b)(6) (GS-1: etter to CPA Administrator from Chair of IABB	"]
Please check th	tese numbers. Can you respond?	

(b)(3):10 USC { 130b,(b)(6)

(b)(3):10 USC § 130b.(b)(6)

# 568

•

### CPA FUNDING REQUEST

	Project Name: End Imports		
	Date of Request: 11:26/2003		
(b)(3).10 USC §	Name of Requester: Strature: Reference Strature:		
130b.(b)(6)	CPA Office/Unit: Ministry of Oil POC/Person Compliance Fortnet		
	Amount of Request: 4250000000 DSN/Cell Phone 640-8		
	Project Location: Iraq-all regions (Region) Email Address Region and Address		
	1. Project Category (check all that apply );		
i	Reconstruction 🔲 Health 📑 Soluties 📃		
	Humanitarian 🔀 Transportation 🔲 Pensions 🔤 🦾		
I	Food Distribution 🔄 Economic Programs 🔤 Budget/Ops. Support 🛄		
	Water Sewer 🔄 Education 🔂 Other Public Services 📃		
	Plactness Ministry Social Programs		
	Rule of Lusy Govern. 🛄 Police Security 💭 Culturn) Programs 🛄		
	Div. Commanders 🔄 Brig. Commanders 🔄 Regional Div. 📃 🔤		
1	Fund Fund Fund		
	Construction Initiative		
	2. Proposed Funding Source: 3. Funding Data:		
	(PRB Staff Only)		
	Vested Assets Bank Account Details; or		
	Seized Assess 📃 Name Title of Iraqi Receiving Disbursement.		
	Appropriated Funds CPA Rep Unit Responsible for Oversight:		
	(raq: Development Hund 🛛 Engineering Oversight Assigned to:		
	Name of Certifying Official.		
	4. Clearances: Please indicate you have obtained appropriate clearances, as applicable.		
	Note: If that coordination cannot be done at the regional level, it will be done by PRC.)		
	Regional Coordinator: Yes 🗌 No 🔀 Name		
(b)(3):10 USC §	Ministry Senior Advisor: Yes X No National Advisor COL 2010		
130b.(b)(6)	Orifice Director Unit Commander: Yes 🗵 No 📃 Name: COL 👔 👘 💳		
	Reconstruction USAID: Yes 📑 No 🔁 Name		
	urierrational Coordination Council: Yes 🗔 No 🛣 Name		
,	<u>Colors,</u>		
	Program Staff Use Only		
	Date Request Received: 11/26/03 Forn: Complete Yes No		
	D sportion:		
	Dute Request Submitted to Program Review Computer		
	Disposition:		
	Duto Request Submitted to Program Review Board:		
	Disposition.		
	Date Request Returned to Requester Submitted to Comptroller		
	Disposition (including expenditure authorized).		
	Disposition (including expenditure authorized). Form PRB-01 ver. 6-21/03		

(b)(3):10 USC § 130b,(b)(6)

(b)(3) 10 USC § 130b,(b)(6)

## CPA FUNDING REQUEST

622

)(3):10 USC § 80b.(b)(6)	Date of Requests:     1/17/2004       Name of Requester:     Signature:       CPA Office/Unit:     Ministry of Oil       POC/Person Completing Form:     Hereit (G)       Amount of Request:     635000000.00	
	Project Location: Iraq-all regions (Region) Email Address:	
	1. Project Category (check all that apply):	
	Reconstruction       Health       Salaries         Humanitarian       Transportation       Pensions         Food Distribution       Economic Programs       Budget/Ops. Support         Water/Sewer       Education       Other Public Services         Electricity       Ministry       Social Programs         Rule of Law/Govern.       Police/ Security       Cultural Programs         Div. Commanders       Brig. Commanders       Regional Dir.         Fund       Fund       Fund	
	2. Proposed Funding Source: 3. Funding Data:	
	(PRB Staff Only)         Vested Assets       Bank Account Details: or         Scized Assets       Name/Title of Iraqi Receiving Disbursement:         Appropriated Funds       CPA Rep/Unit Responsible for Oversight:         Iraqi Development Fund       Engineering Oversight Assigned to:	
	Name of Centifying Official:	
)(3):10 USC § 0b.(b)(6)	4. Clearances: Please indicate you have obtained appropriate clearances, as applicable. (Note: If that coordination cannot be done at the regional level, it will be done by PRC.) Regional Coordinator: Yes No Name: Ministry Senior Advisor: Yes No No Name: Office Director/Unit Commander: Yes No No Name: COL Reconstruction/USAID: Yes No Name: International Coordination Council: Yes No Name: Others;	(b) 13
	Program Staff Use Only	
	Date Request Received: Form Complete: Yes No Disposition:	
	Date Request Submitted to Program Review Committee: Disposition:	
	Date Request Submitted to Program Review Board: Disposition:	
I	Date Request Returned to Requester/Submitted to Comptroller. Disposition (including expenditure authorized):	
	Form PRB-01 ver. 6/21/03	



) USC § (6)

#### Description of Program or Goods To Be Purchased - Please See Above Instructions

1. Purpose. To fund the emergency import of LPG, Benzene, Kerosene and Diesel through 1 May 2004.

2. Justification. The Iraqi domestic refining capacity has not yet been able to produce enough refined products to meet domestic daily needs for benzane, diesel, kcrosene and LPG. Currently domestic production produces appoximately 8 million liters per day (lpd) of benzene vs a total daily requirement of 16.8 million lpd; approximately 11 million lpd of dlesel vs a total daily requirement of 17.5 million lpd; approximately 8 million lpd of kerosene vs a total daily requirement of 18 million lpd (18 million lpd during the spring); and, approximately 2500 tons per day (tpd) of LPG vs a total daily requirement of about 5700 tpd. Coalition Forces have been attempting to import the balance through contracts executed by Task Force RiO, and through the Ministry of Oil (via SOMO) on both barter and cash contracts. TF RIO is currently under the operational command of CPA-Oil.

In addition to importing fuel to meet the national demand, there is a requirement to build reserves to offset increasing demand. This request includes enough imports to continue to build a 15 day supply of LPG, benzene, kerosene, and diesel.

The Defense Energy Support Center (DESC) shall be awarding contracts to deliver fuel to the Iraqi people, commoneing performance 1 April 2004. Funding in this request shall be utilized to reimburse costs associated with DESCs contracts during the first month. \$40 million is requested for SOMO to commute their import attempts.

 Coordination. The requirement has been coordinated with the Director of Oil Policy, the Director General of the Imqi Ministry of Oil, the Ministry of Finance, and Ambassador Bremer.

4. Goods and Commodities. Benzene, Kerosene, and Diesel are delivered primarily by muck from Kuwait, Jordan or Turkey. LPG is delivered by truck from Turkey and Kuwait and via barge at the Khor Zubeyr terminal. The monthly cost for all fuel deliveries based on forecasted production rates and projected imports by both RIO and SOMO are as follows:

	Total	RIO	SOMO
FEB Need	\$100,000,000	\$100,000,000	<b>\$</b> 0
MAR Need	\$265,000,000	\$245,000,000	\$ 20,000,000
APR Need	\$270,000,000	\$250,000,000	\$ 20,000,000
Total Need	\$635,000,000	\$595,000,000	\$40,000,000

Funds for RIO will be allocated through an Economy Act Order to the US Army Corps of Engineers to be obligated against current and competitively hid future fuel import contracts.

5. Project Implementation. The project manager is the USA Corps of Engineers, Task Force RIO, opconned to the PCA Ministry of Oil. The RIO imports are executed through the RIO contractor, Kellog, Brown and Root (KBR). On 1 April 2004, DESC will execute that portion of the import mission currently assigned to KBR. The hand-off is currently underway to ensure a smooth implementation. As SOMO increases their share of the imports, funds will be reallocated from the RIO share of this request into the SOMO share. The total funding required for the import mission shall remain basically the same as we transition from KBR to DESC execution, and then ultimately on to SOMO executing the mission-minus the difference in the efficiencies between SOMO and RIO execution.

#### Description of Programs or Goods To Be Purchased - Please See Above Instructions

#### 3. Purpose. To fund the emergency import of LPG, Benzene, Kerosene and Diesel.

2. Justification. The Iraqi domestic refining capacity has not yet been able to produce enough refined products to meet domestic daily needs for benzene, diesel, kerosene and LPG. Currently connectic producets appositionally 6 million lpd of diesel vs a total daily requirement of 16 million lpd, approximately 10 4 million lpd of diesel vs a total daily requirement of 12.0 million lpd, approximately 10°2 tons per day (tpd) of LPG vs a total daily requirement of about 5200 tpd (production attounds) update from last requirement to reflect lower values; consumption amounts updated from last request to reflect higher whiter demends). The Coalition Sorves have been attempting to import the balance through contracts executed by lask Force RIO, and through SOMO on both barter and cash contracts. IF RIO is currently under the operational command of the OCPA, Oil Ministry.

In addition to importing fuel to meet the national demand there is a requirement to build reserves to offset increasing demand for the winter months. This request includes enough imports to build a 15day supply of LPG, honzene, kerosene, and diesel.

\$100 million is being reserved for SOMO in this request.

 Coordination. The requirement has been doordinated with the Director of Orl Policy, the Director General of the Iraqi Ministry of Orl, the Ministry of Finance, and Ambassador Bremer.

4. Goods and Commodities. Benzene, Keresene, and Diesel are delivered primarily by track from Nowart or Turkey. 1PG is delivered by track from Turkey and Kussait and via barge at the Khor-Zubayr terminal. The monthly cost for all fuel deliveries based on forecasted production rates and projected imports by SOMO are as follows:

	Total	RIO	SOMO
DEC Naca	\$200,000,000	5151.000000	\$ 59,000,000
SAN NEED	\$225,000 <b>,00</b> 0	\$17530 Palko	\$ 50.000,000
Total Need	\$425,000,000	\$325.00000	\$100,000,000

Funds for RIO will be allocated through an Economy Act Order to the US Army Corps of Engineers to be obligated against their fuel import contract.

 Project implementation. The project manager is the USA Corps of Engineers. Task Force RIO, opconned to the OPCA Ministry of Oli. The RIO imports are executed through the RIO contractor. Nellog. Brown and Root (KBR). Other options, including using existing Defense Energy Support Center-DESC+contracts, are being explored.

Discussions are currently underway to turn the mission over to DESC, so that further imports may be conducted using funds from the Supplemental Appropriation. It will take some time to put appropriate contracts in place in accordance with the Law, as well as to have an orderly transition of the operational supervision of the import musclen. It is expected that this transition can be complete no earlier than the end of fatuary. All parties coordinated with have concurred in this research of action.

The current amount allocated to imports through TF RIO by PRB#551 (\$125,000,000) will be exhausted on or about 15 DEC 03. This request will fully fund imports through 31 JAN 04.

It is the intention of the Director. Oil Policy to begin to reduce imports, in conjunction with expected increase of domestic retining capacity. Current projections are to significantly reduce the intention of LPG via track by the end of December 2.00 and roly primarily on the imports via barge that sign the end of March, 2004. The import of betzene will continue through the end of January, 2004. due to the scheduled maintenance stat down of the Bayli Retinery in November through December. Diesel and Kerosene imports will be reduced, nowever, as stocks are built up and refinery capacity increases. Diesel and Kerosene imports will continue through the end of March, 2004. But at reduced levels after December, 2003. This schedule, however, has been impacted by repeated oil pipeline breaks and electrical power shortages and by the smuggling of diesel. We continue to monitor the requirement a month at a time.

(b)(3):10 USC § 130b,(b)(6)

Deputy for Program Management Task Torio SIO

#### Description of Program or Goods To Be Purchased - Please See Above Instructions

1. Purpose. To fund the emergency import of LPG, Benzene, Kerosene and Diesel.

2. Justification. The Iraqi domestic refining capacity has not yet been able to produce enough refined products to meet domestic daily nocds for benzene, diesel, kerosene and LPG. Currently domestic production produces appoximately 9.2 million liters per day (lpd) of benzene vs a total daily requirement of 16 million lpd, approximately 12.2 million lpd of diesel vs a total daily requirement of 15 million lpd, approximately 6.3 million lpd of kerosene vs a total daily requirement of 7.7 million lpd and approximately 1400 tons per day (lpd) of LPG vs a total daily requirement of about 5000 tpd. The Coalition Forces have been attempting to import the balance through contracts executed by Task Force RIO, and through SOMO on barter contracts. TF RIO is currently under the operational command of the OCPA, Oil Ministry.

In addition to importing fuel to meet the national demand there is a requirement to build reserves to offset increasing demand for the winter months. This request includes enough imports to build a 30 day supply of LPG, benzene, kerosene, and diesel.

Funds are also being reserved for SOMO in this request, as SOMO has expressed the capability to achieve up to a 7% savings on kerosene prices. However, with the savings comes a reduced guarantee of timely delivery, so TF RIO needs to continue to have funds available IAW the need last identified in PRB #446. SOMO has been authorized to obligate \$25 million in funds from PRB #446. The success of this approach will be monitored to determine if their approach can be more cost-effective and timely, and the balance of future funding requests adjust accordingly.

SOMO currently imports some products using the barter system, trading the byproduct of Iraqi refining (fuel oil) for additional refined products. The volumes achieved with this system have been limited to date, but if the system improves, future requests will be adjusted accordingly.

3. Coordination. The requirement has been coordinated with the Director of Oil Policy and the Director General of the Iraqi Ministry of Oil. Funding process coordination is underway with the CPA CFO and SOMO.

4. Goods and Commodities. Benzene is delivered primarily by truck from Kuwait or Turkey. LPG is delivered by truck from Turkey and Kuwait and via barge at the Khor Zubayr terminal. The monthly cost for all fuel deliveries based on forecasted production rates and projected imports by SOMO are as follows:

Total	RIO	SOMO
\$253,000,000	\$200,000,000	\$53,000,000

In accordance with the process identified in PRB #446, funds are being requested on a month-bymonth basis.

Funds for RIO will be allocated through an Economy Act Order to the US Army Carps of Engineers to be obligated upon their (and import distance. Fords for SOMO will be sensived by CPA to be part to Table providers upon receipt of proper bills.

5. Project Implementation. The project manager is the USA Corps of Engineers, Task Force RJO, opconned to the OPCA Ministry of Oil. The RIO imports are executed through the RIO contractor, Kellog, Brown and Root (KBR). Other imports will be organized by SOMO. SOMO will be primarily concerned with kerosene imports.

The current amount allocated to imports by PRB#446 (\$245,000,000) will be exhausted on or about 20 OCT 03. This request will fully fund imports through 20 NOV 03.

It is the intention of the Director, Oil Policy to begin to reduce imports, in conjunction with expected increase of domestic refining capacity. Current projections are to eliminate the import of LPG via truck by the end of December 2003 and rely on the imports via barge through the end of March, 2004. The import of benzene will continue through the end of December, 2003 due to the scheduled maintenance shut down of the Bayji Refinery in November through December. Diesel and Kerosene imports will continue through the end of March, 2004 but at reduced levels after December, 2003. This schedule, however, has been impacted by repeated oil pipeline breaks and electrical power shortages and by the smuggling of diesel. We continue to monitor the requirement a month at a time.

(b)(3):10 USC § 130b,(b)(6) 1

Deputy for Program Management Task Force RIO.

#31

## CPA FUNDING REOLEST

\_

\_

\_ - \_

- -

L

T

T

I.

1

.

.

\_ ..\_

\_ \_

TRB No: 7 / ATRB Staff to Assis	
Dete of Requests 7/10/2003 Name of Requestors (19/2003	Date Required: 7/13/2003/
CPA Office/Unit: Ministry of Oil	POC/Person Completing Form:
Amount of Request: 18000000.00	DSN/Cell Phone: DSN/Cell Phone:
Project Location: Iray-all regions (H	(egion) Email Address (1997)
1. Project Category (check all that a	ipply i:
Reconstruction Health	Selarios
Hutteniuman X Triesr	Nonation Pensions
	The Programs Budget Ops Support
Water sewer 📃 Educat	
Electricity Ministr	
	Security 👖 Cultural Programs 📃
	formunaders Regional Dir.
Fund Fund	Fund
Construction Initiative	1 dild
	,, _,
2. Proposed Funding Source: ( (PRB Staff Only)	3. Funding Data:
•••••	Bank Appliant Details: or
	Name Title of Frag: Receiving Disbursement.
Appropriated Funds	CPA Rep Unit Responsible for Oversight
	hisgineering Oversight Assigned to:
· · · <b>–</b>	
· · · · · · · · · · · · · · · · · · ·	Name of Certifying Official:
4. Clear ances: Please indicate you h	ave obtained appropriate clearances, as applicable
(Note: If that coordination cannot be	e done at the regional level, it will be done by PRC.
Regional Coordinator Ves 🗌 No 🗌	Name at the regional tevel, it whitte doge by 1 set.
Ministry Senior Advisor. Yes 🔀 No	
Office Director Unit Commander, Yes	
Recentration USAID Yes 🗌 No 🗍	Name
International Coordination Council Ye	e Na Name
Others	
P	rogram Staff Use Only
Date Request Received: 7/10	Form Complete: Yes 🔲 No 🛄
Disposition: Go to PRY.	······································
Date Request Submitted to Program Re	Wien Committee 710
Disposition OK for	
Disposition OK to I	
Disposition OK to I Date Request Submitted to Program Re	
Disposition OK 461 Date Request Submitted to Program Re Disposition	evrew Beard
Disposition: Date Request Submitted to Program Re Disposition Date Request Returned to Requestor S	Submitted to Comptroller:
Disposition OK 46 1 Date Request Submitted to Program Re Disposition	overs Beard Submitted to Comptroller:

(b)(3):10 USC § 130b,(b)(6)

•



## CPA FUNDING REQUEST

\_.

	PRB No: (PRB Staff to Assign)	Project Name: Fuel Impor	
	Date of Request: 9/24/2003	Date Required: 10/5/2003	
(b)(3):10 USC §	Name of Requester:	Signature:	
130b,(b)(6)	CPA Office/Unit: Ministry of Oll	POC/Person Completing Form:	
	Amount of Request: 253000000.00	DSN/Cell Phone	
	Project Location: Iraq-all regions (Region)	Email Address (1998)	
	1. Project Category (check all that apply);		
	Reconstruction Health	Salaries	
	Humanitarian 🛛 Transportation		
	Food Distribution 📃 Economic Prog		
	Water/Sewer Education	Other Public Services	
	Electricity Ministry	Social Programs	
	Rule of Law/Govern. Device/ Security		
	Div. Commanders Dirg. Comman		
	Fund Fund Construction Initiative	Fund	
	2. Proposed Funding Source: 3. Fund (PRB Staff Only)	ling Data:	
		count Details: or	
•		itle of Iraqi Receiving Disbursement:	
		p/Unit Responsible for Oversight:	
1	Iraqi Development Fund 🛛 Enginee	ring Oversight Assigned to:	
	Name of	Certifying Official:	
1			
	4. Clearances: Please indicate you have obt	ained appropriate clearances, as applicable.	
I.		t the regional level, it will be done by PRC.)	
	Regional Coordinator: Yes No No Name:		
4	Ministry Senior Advisor: Yes No Nam		
	Office Director/Unit Commander: Yes No Name: Reconstruction/USAID: Yes No Name:		
	International Coordination Council: Yes No		
1	Others:		
	Program	n Staff Use Only	
	Date Request Received: Form	Complete: Yes 🔲 No 🗌	
	Disposition:		
	Date Request Submitted to Program Review Co Disposition:	ommittee:	
	Date Request Submitted to Program Review Bo	ant.	
	Disposition:		
	Date Request Returned to Requester/Submitte	d to Comptrailer:	
	Disposition (including expenditure authorized	);	
		-01 ver. 6/21/03	

(b)(3):10 USC § 130b,(b)(6)

.

## **CPA INSTRUCTIONS FOR SUBMITTING FUNDING REQUEST**

The Program Review Board has established a folder in Outlook's Public Folders, where all documents are available for downloading. The folder currently holds an overview of the Allocation Process, Funding Request Form and Instructions and will soon contain a tracking matrix of funding requests so that you can view the status.

- 1. All funding requests must be submitted on a CPA Funding Request Form (PRB 01).
- Submit an electronic version of the completed form via email to the "Program Review Board" address on the Outlook system. The electronic copy will initiate the process.
- Deliver a signed hard copy of the completed form, along with any attachments, to the Program Review Board's mailbox located by the Executive Secretariat.
- 4. Please attach supporting documentation to the original, hard copy. For large contracts, please submit cost proposals and planning documents.

#### Program Description

I

1

4

The better the program description, the more quickly it will proceed through the funding process; the greater the funding request, the stronger justification required. Requests may be returned due to insufficient information, justification or lack of coordination. The request must address all aspects of the project (goods, services, etc). Your justification need not be long, however, it must address the following issues:

- <u>Purpose/Objective</u>: Fully describe the problem/issues you are addressing and the objective of the program. If there is assessment data, please incorporate and attach documentation. If this request is part of a larger project or funding plan or if there has been funding spent previously on this project, please indicate.
- Justification: Justify why it is important for the CPA to address the problem <u>now</u> and the
  potential impact of not supporting the project. Ministry funding requirements generally should
  be addressed in the national budget which is being developed and your justification should
  address why the project should be funded prior to the budget.
- 3. <u>Coordination</u>: Demonstrate that you have fully coordinated the project with all of the necessary players i.e. if this is a construction project, mention that you have coordinated with USAID or US Corps of Engineers. Describe the involvement of your Iraqi counterpart. Identify other implementing partners, such as UN agencies, NGOs, and if you have sought other funding contributors, identify the status of the contribution.
- 4. <u>Goods and Commodities:</u> For purchase of goods, identify the goods, price including transportation costs, quantity, where they will be purchased if known (i.e. local market, import), and how they will be brought into the country and attach cost estimates, if available.
- <u>Project Implementation</u>; Describe the mechanism for implementation -- i.e., contract, grant, or via disbursement of funds to Iraqi ministry, etc. Describe the mechanism for monitoring project implementation. Describe the project timeline.

(b)(3):10 USC § 130b,(b)(6) If you have questions revarding this process, please contact the Program Coordination Office

#### Description of Program or Goods To Be Purchased - Please See Above Instructions

1. Purpose. To fund the emergency import of LPG, Benzene, Kerosene and Diesel.

2. Justification. The Iraqi domestic refining capacity has not yet been able to produce enough refined products to meet domestic daily needs for benzene, diesel, kerosene and LPG. Currently domestic production produces appoximately 11.6 million liters per day (lpd) of benzene vs a total daily requirement of 16 million lpd, approximately 11 million lpd of diesel vs a total daily requirement of 15 million lpd, approximately 7 million lpd of kerosene vs a total daily requirement of 7.7 million lpd and approximately 1600 tons per day (tpd) of LPG vs a total daily requirement of about 5000 tpd. The Coalition Forces have been importing the balance through contracts executed by Task Force Rio, currently under the operational command of the OCPA, Oil Ministry.

In addition to importing fuel to meet the national demand there is a requirement to build reserves to offset increasing demand for the winter months. This request includes enough imports to build a 46 day supply of LPG, 29 day supply of benzene, 65 day supply of kerosene, and a 34 day supply of diesel.

3. Coordination. The requirment has been coordinated with the Director of Oil Policy and the Director General of the Iraqi Ministry of Oil.

4. Goods and Commodities. Benzene is delivered primarily by truck from Kuwait or Turkey. LPG is delivered by truck from Turkey and Kuwait and via barge at the Khor Zubayr terminal. Kerosene and diesel will be imported by the State Oil Marketing Organization (SOMO). The monthly cost for all fuel deliveries based on forecasted production rates and projected imports by SOMO are as follows:

September	\$257,100,000
October	\$253,580,000
November	\$238,500,000
December	\$179,304,000

5. Project Implementation. The project manager is the USA Corps of Engineers, Task Force RIO, opcound to the OPCA Ministry of Oil. The benzene, and LPG contracts are executed through the RIO contractor, Kellog, Brown and Root (KBR). The diesel and kerosene imports will be organized by SOMO.

It is the intention of the Director, Oil Policy to begin to reduce imports, in conjunction with expected increase of domestic refining capacity. Current projections are to eliminate the import of LPG via truck by the end of December 2003 and rely on the imports via barge through the end of Mrach, 2004. The import of benzene will continue through the end of December, 2003 due to the scheduled maintenance shut down of the Bayji Refinery in November through December. Diesel and Kerosene imports will continue through the end of March, 2004 but at reduced levels after December, 2003. This schedule, however, has been impacted by repeated oil pipeline breaks and electrical power shortages and by the smuggling of diesel. We continue to monitor the requirement a month at a time.

Deputy for Program Management Task Force RIO

Form PRB-01 ver. 6/21/03



(b)(3):10 USC § 1305,(b)(6)

## CPA FUNDING REQUEST

\_\_\_\_

	PRB No: (PRB Staff to Assign)	Project Name: Fuel Impor
(b)(3).10 USC § 130b,(b)(6)	Date of Request: 8/24/2003	Date Required: 9/1/2003
	Name of Requester:	Signature:
	CPA Office/Unit: Ministry of Oil	POC/Person Completing Form:
	Amount of Request: 879403876.00	DSN/Cell Phone (1973)
	Project Location: Iraq-all regions (Region)	Email Address: (2)(9)
I	1. Project Category (check all that apply):	
	Reconstruction Health	Salaries 🔲
	Humanitarian 🛛 Transportation	🗍 Pensions 🛄
	Food Distribution 📃 Economic Prog	rams 🔲 🛛 Budget/Ops. Support 🛄
I	Water/Sewer Education	Other Public Services
I	Electricity Ministry	📋 Social Programs 🛄
	Rule of Law/Govern. Delice/ Security	
1	Div. Commanders Div. Comman	
	Fund Fund Construction Initiative	Fund
I		
	2. Proposed Funding Source: 3. Funding Data: (PRB Staff Only) Vested Assets	
I	Seized Assets Name/Title of Iraqi Receiving Disbursement:	
	Appropriated Funds CPA Rep/Unit Responsible for Oversight:	
		ing Oversight Assigned to:
1		
	Name of Certifying Official:	
1	4. Clearances: Please indicate you have obtained appropriate clearances, as applicable.	
	(Note: If that coordination cannot be done at the regional level, it will be done by PRC.) Regional Coordinator: Yes No [] Name:	
•	Ministry Senior Advisor: Yes 🛛 No 🗌 Name:	
	Office Director/Unit Commander. Yes No Name:	
	Reconstruction/USAID: Yes 🗋 No 🗌 Name:	
	International Coordination Council: Yes 🗌 No 🛄 Name:	
Others:		
	Program Staff Use Only           Date Request Received:         Form Complete: Yes         No	
	Disposition:	
		·
	Date Request Submitted to Program Review Committee: Disposition:	
	Date Request Submitted to Program Review Board:	
	Disposition:	
	Date Request Returned to Requester/Submitted to Comptroller:	
	Disposition (including expenditure authorized):	
	Form PRB-01 ver. 6/21/03	

(b)(3):10 USC § 130b,(b)(6)


Э

(CIV)

Non-Anna I

i.

disconnect between what IAMB says occurred and what COE says occurred. IAMB says three sole source contracts to Halliburton while COE says one sole source with three competed sub-contracts. Do you have any insight into the confusion or (as I think/hope) were people misusing contract terms? Thanks. (b)(3):10 USC § 130b,(b)(6) From: (0-6) Sent: Sunday, April 12, : 11, 2004 2:22 PM (0-6) Subject: RE: Letter to CPA Administrator from Chair of IABB KO) (2000) After tracking down the custodian of the contracts referenced in the IAMB letter, there is a disconnect from what the IAMB requests and what the Corps says it has. Perhaps the discrepancy is based on a misunderstanding of contract terms. IAMB is requesting copies of three sole source contracts to Hallburton for a total of 1.4 billion dollars. The Corps denies that three such contracts exist. COE states, "the sole-source contract they [IAM3] must be referring to is with KER in support of the Restore Iraqi 011 program. The Contracting Officer is Mr. n Fort Worth, Taxas. The Administrative Contracting Officer is here in Baghdad, Mr. Research to the second As a quick summary, DFI funds were used for three basic tasks on this contract; a new pipeline from Kirkuk to Bayji (project is ongoing), a new pipeline crossing of the Tigris River (project ongoing) and humanitarian fuel imports (just completed under this determined the second sec 66) contract). Although the base contract was sole-source, the subcontracts for most of this work were competed." I am attempting to have a meeting with Mr. State either tomorrow or Tuesday, depending on the security situation. Mr. Lives at the Sharaton and is hesitant to travel here and you know what it takes to get a convoy to go from here to there. (b)(3):10 USC § 130b,(b)(6) Т m: (0-6) Т From: (0-6) Sent: Sunday, April 11, 2004 9:52 AM ŧ To: [F5-2]; Cc: Executive Secretary; (SES); Wethington, Olin (SES-6) (FS-04) (D-6); (Col/D-6); Subject: RE: Letter to CPA Administrator from Chair of IASB н Gentlemen, The Administrator wrote a note on this one asking "Who has the action?" Try as Т we might I fear it remains with us. We will be coming back in with an action memo this week. The suspense in the letter was 22 April, in time for the meeting in NY. We'll want to beat that since a couple of our guys are headed to that meeting. (6) d (6 ----Original Message-----From: 1800 🖀 (CIV) On Behalf Of Executive Secretary Sent: Wednesday, April 07, 2004 6:24 AM I. Forwarded, just in case. 166) Action Officer Executive Secretariat From: 10.00 (USUN) [mailto 1.32 Sent: Wednesday, April 07, 2004 2:48 AM 2

	(a) b(a)	
	From:     (O-6)       Sent:     Monday, April 12, 2004 4:49 PM       To:     (Mai)       Subject:     FW: Letter to CPA Administrator from Chair of IABB	
	PRB#372 Import of PRB#446 PRB#500 Fuel PRB#560 Fuel PRB#522 Fuel LPG.pdf (394 ergency Fuel Importmont.DOC (89 KB.Jmports)df (440Jmports)df (459	
	I am forwarding this a couple more mags from Col concerning the DCAA audits requested in the IAMB letter. (0-6) Sent: Monday, April 12, 2004 11:19 AM To: (0-6) Subject: RE: Letter to CFA Administrator from Chair of IABB	(b)(3):10 USC § 130b,(b)(6)
	Not having seen the letter, I would ask the COE for ALL contracts related to the humanitarian importation of fuel mission. My understanding is the COE awarded these as sole-source contracts to KBR up until January. Not sure how many contracts there actually were.	
	From the PRB files, I found the following concerning four PRBs for fuel importation that was designated for COE through January: 372 MoOil/LPG/Benzine \$180,000,000.00 446 MoOil/Eng Import \$220,000,000.00 500 Min of Oil-Import \$200,000,000.00 568 fuel imports \$325,000,000.00 Total \$925,000,000.00	
	FYI, these amounts were for SOMO:         446A MoOil/Fuel SOMO \$25,000,000.00         500A Min Of Oil-SOMO \$53,000,000.00         568A fuel imports/SOMO \$100,000,000.00         Total       \$178,000,000.00	
	KBR won the competitive bid for the mid-January through 31 March mission. The Defense Energy Support Center awarded contracts via competitive bids for April imports. These awards were covered by PRE 622 (an early approval of funding from the revised 2004 Iragi Budget): 622 imports of oil \$635,000,000.00	
	Now that the Revised 2004 Iraqi Budget has been approved, funding from the budget will fund the fuel importation mission.	
(b)(3):10 USC § 130b,(b)(6)	Hope this helps.	
(b)(3):10 USC § 130b.(b)(6)	Deputy CFO, CPA MoF/CFO, Room \$203	
	Prom: From: (0-6) Sent: Monday, April 12, 2004 10:16 AM To: Amage of the sent	
(b)(3):10 USC § 1305.(b)(6)	The email string below deals with the information that IAMB is requesting. I am finding a	
	1	

From: Wednesday, April 07, 2004 6:24 AM To: Wednesday, April 07, 2004 6:24 AM	
Subject: FW: Letter to CPA Administrator from Chair of IABB	
Action Officer Executive Secretariat	
From: [1917] Message From: [1917] Sent: Wednesday, April 07, 2004 2:48 AM To: Executive Secretary	
	1V)

.

## 840) - I

t

l

2

	(b)(6)	(Maj) 6(6)
	From: Sent: To: Subject:	(b)(6) Monday, April 12, 2004 10:05 AM (b)(6) FW: Letter to CPA Administrator from Chair of IABB
(b)(3):10 USC § , 130b,(b)(6)	(b)(6) One of two on	
	To: (b)(6)	Message April 11, 2004 6:59 PM (0-6) Letter to CPA Administrator from Chair of IABB
(b)(3):10 USC § 130b,(b)(6)	Thanks,	Could you do a draft response for COB Wed?
·	To: (b)(6)	Message (0-6) April 11, 2004 2:22 PM (0-6) Retter to CPA Administrator from Chair of IABB
	there is a dis the discrepanc copies of thre The Corps contract they program. The	icking down the custodian of the contracts referenced in the IAME letter, icconnect from what the IAME requests and what the Corps says it has. Perhaps by is based on a misunderstanding of contract terms. IAME is requesting to sole source contracts to Haliburton for a total of 1.4 billion dollars. I denies that three such contracts exist. COE states, "the sole-source [IAME] must be referring to is with KBR in support of the Restore Iraqi Oil Contracting Officer is Mr. (b)(6) with the US Army Corps of Engineers Texas. The Administrative Contracting Officer is here in Baghdad, Mr.
b(ce)	As a qui new pipeline f Tigris River ( contract). Al work were comp I am atte depending on t	ck summary, DFI funds were used for three basic tasks on this contract; a rom Kirkuk to Bayji (project is ongoing), a new pipeline crossing of the project ongoing) and humanitarian fuel imports (just completed under this though the base contract was sole-source, the subcontracts for most of this heted." mpting to have a meeting with Mr. $(b)(6)$ beither tomorrow or Tuesday, he security situation. Mr. $(b)(6)$ lives at the Sharaton and is hesitant to d you know what it takes to get a convoy to go from here to there.
(b)(3):10 USC § 130b,(b)(6)		a you know what it takes to get a convoy to go fiom here to there.
	From: (b)(6) Sent: Sunday, To: (b)(6) Cc: Executive (SES); Wething	Message (0-6) April 11, 2004 9:52 AM (FS-2); (b)(6) (FS-04) Secretary; (b)(6) (Col/0-6); (b)(6) (Col/0-6); (b)(6) etter to CPA Administrator from Chair of IABB
1	Gentlemen, The ; we might I fea: week. The sus;	Administrator wrote a note on this one asking "Who has the action?" Try as In it remains with us. We will be coming back in with an action memo this spense in the letter was 22 April, in time for the meeting in NY. We'll want lince a couple of our guys are headed to that meeting.
	(b)(6) b(()	
		1

## International Advisory and Monitoring Board

Ref: LANB - 6

5 April 2004

Ambassador Paul Bremer III Administrator, Coalition Provisional Authority Baghdad, IRAQ

Dear Ambassador Bremer,

At the invitation of the IAMB, representatives of the Coalition Provisional Authority attended the IAMB meeting held in Rumait on 17 and 18 March and provided the IAMB with a briefing on the financial reporting and internal control system established by the CPA. The IAMB was informed that the CPA hed resorted to the use of non-competitive bidding procedures for some contracts funded from the DFI and that in particular 3 such contracts encounting to \$1.4 District Wate section to Salliburton. This is a source of concern to the IAMB.

The IAMB acknowledges that special circumstances may have warranted sole-sourced contracts and welcomes steps taken by the CFA to limit such contracts to exceptional circumstances. At the same time, the IAME would wish to get further information on all sole-sourced contracts paid for using DFI funds, including these 3 contracts. The IAME has been given to understand that an audit or a number of audits relating to these contracts have been performed. It will be experiented if these undits geneld be chared with the information, the IAME may consider requiring a special audit of these contracts in accordance with provisions in the IAME's terms of reference.

The main purpose of the IAMB reviewing these reports is to avoid any duplication of audit work that will be required. It would be very much appreciated if you could let me know by April 22, the date of the next IAMB meeting, what sudit reports could be made available to the IAMB, so that I would be in a position to inform the other IAMB members and the Iraqi observers. It is understood that these audit reports will be treated confidentially.

Sincerely yours,

Im

Jean Pierre Halbwachs Chairman International Advisory and Monitoring Board

Copy: Members, International Advisory and Monitoring Board

,

b)(3):10 USC § requested in the TAWE letter. From: [b)(3) Disp(b)(6) Prom: [b)(3) Prom: [b)(3) Not having seen the letter. 1 would set the COS for ALL contracts related to the humanitarian importation of fuel mission. My understanding is the COS swarded these as sole-source contracts to XBR up until January. Not sure how many contracts there actually were. Prom the FNB files, I found the following concerning four PRBs for fuel importation that was designated for COS through January: 372 Modil/LPC/Benzine S189,000,000.00 500 Min Of Oil-Import S220,000,000.00 Total S925,000,000.00 FYI, these amounts were for S000; 446A Modil/ruel S0MO 522,000,000.00 500 Min Of Oil-S0MO 523,000,000.00 Total S927(00,000.00 S00 Min Of Oil-S0MO 522 (000,000.00 S00 Min Of Oil-S0MO 522 (000,000.00 Total S925/000,000.00 KRR won the competitive bid for the mid-January through 31 March mission. The Defense mascy Support Center watefed confirmites via competitive bids for muther twised food fragi Budget): 622 imports of Oil 4635,000,000.00 Now that the Revised 2004 fragi Budget has been approved, funding from the budget will fund the fuel importation mission. b)(3):10 USC § Budget): (b)(3):10 USC § Budget: MoZC for CPA Marchfred confirmites of a partial more for the budget will fund the fuel importation mission. (b)(3):10 USC § Budget: MoZC for CPA MarC/CPC, Room S23 (b)(3):10 USC § Budget: MoZC for CPA Administrator from Chair of IABB b)(3):10 USC § Budget: MoZC for CPA Administrator from Chair of IABB b)(3):10 USC §	(b)(6) (b)	
PR8572 Import of PR8544       PR8500 Feb RR8505 Feb R8505 Feb R850	Sent: Monday, April 12, 2004 4:49 PM To: (b)(6) (Maj)	
b)(3)10 USC §       The forwarding this a couple more mage from Col.       concerning the DCAA audite       (b)(3)10 USC §         b)(3)00,(b)(6)       From: [0)(6)       [0-6]       [0-6]       [0-6]       [0-6]         Sent: Konday, April 12, 2004 11:19 AM       [0-6]       [0-6]       [0-6]       [100,(b)(6)         Not having seen the letter. I would sak the 008 for ALL contracts related to the home many contracts there as eacher source contracts to XBR up until January. Not sure how many contracts there actually were.       From the PRB files, I found the following concerning four PRBs for fuel importation that was designated for COS through January.       Not having seen the letter. I would sak the 008 for ALL contracts related to the home many contracts there actually were.         From the PRB files, I found the following concerning four PRBs for fuel importation that was designated for COS through January.       Not send there as eacher there as following concerning four PRBs for fuel importation that was designated for COS through January.       Not send there as following concerning four PRBs for fuel importation that was designated for COS through January.         YIZ MOGLI/ENG MEMOLISON 535,000,000.000       Total \$925,000,000.000       Not Not Nin Of Oil-SOMO \$310,000,000.000         Stat in operative bid for the mid-January through 31 March mission. The Defense Basery Styport Center and Bade in a comportive bids for April imports. These watch were covered by PRB 522 (for early approval of funding from the budget will fund the fuel importation mission.         b)(3)(b) USC §       Import to COS 100,000 (000.00     <	PRB#372 Import of PRB#446 PRB#500 Fuel PRB#568 Fuel PRB#622 Fuel LPG.pdf (394 ergency Fuel Importmoort.DOC (89 KB.Imports .pdf (440Imports .pdf (459	
<pre>bumanitarian importation of fuel mission. My understanding is the COB awarded these as sole-source contracts to XSR up until January. Not sure how many contracts there actually were. From the PRB files, I found the following concerning four PRBs for fuel importation that was designated for COE through January: 372 Modil/LEG/Benzine \$180.000,000.00 446 Modil/Fuel Import \$220,000,000.00 500 Min Of Oil -Import \$200,000,000.00 500 Min Of Oil -Import \$200,000,000.00 500 Min Of Oil -SOMO \$55,000,000.00 500 Win Of Oil -SOMO \$55,000,000.00 500 Min Of Oil -SOMO \$55,000,000.00 500 Min Of Oil -SOMO \$55,000,000.00 500 Min Of Oil 500 \$55,000,000.00 500 Total \$275,000,000.00 500 Min Of Oil 500 \$55,000,000.00 500 Min Of Oil 500 \$55,000,000.00 500 Min Of Oil 500 \$55,000,000.00 500 Total \$275,000,000.00 500 Total \$275,000,000.00 500 Total \$275,000,000.00 500 Total \$275,000,000.00 500 Min Of Oil \$665,000,000.00 500 Min the competitive bid for the mid-January through 31 March mission. The Defanse sward \$300,000 Min Of Oil \$657 (4m early approval of funding from the revised 3064 fragi Budget): 502 imports of Oil \$657,000,000.00 503 Min Oil \$658,000,000.00 504 Min the Revised 2004 fragi Budget has been approved, funding from the budget will fund the fuel importation mission. 503 Move that the Revised 2004 fragi Budget has been approved, funding from the budget will fund the fuel importation mission. 503 Move that the Revised 2004 fragi Budget has been approved, funding from the budget will fund the fuel importation mission. 504 Move CPO. CPA MoF/CPO. Room \$203 (b)(6) 505 The email string below deals with the information that IAMB is requesting. I am finding a 5030,(b)(6) 504 The email string below deals with the information that IAMB is requesting. I am finding a 504 Min Min Min Min Min Min Min Min Min Min</pre>	I am forwarding this a couple more msgs from Col concerning the DCAA audits requested in the IAMB letterOriginal Message From: (b)(6) (0-6) Sent: Monday, April 12, 2004 11:19 AM To: [D)(6) (0-6)	(b)(3):10 USC § 130b,(b)(6)
<pre>vas designated for COE through January: 372 MOGI/LPO/Hesine S180,000,000.00 446 MOGI/Fuel Import \$220,000,000.00 568 fuel imports \$220,000,000.00 568 fuel imports \$325,000,000.00 568 fuel imports \$335,000,000.00 560 Min of Oil-SOMO \$25,000,000.00 560 Min of Oil-SOMO \$53,000,000.00 560 Min of Oil-SOMO \$53,000,000.00 560 Min of Oil-SOMO \$53,000,000.00 560 fuel imports/SOMO \$100,000,000.00 Total \$178,000,000.00 KBR won the competitive bid for the mid-January through 31 March mission. The Defense Hastry StypOint Center's wavefed Contracts via competitive bids for April imports. These awards were covered by FRB 627 (an early approval of funding from the revised 3004 fragi Budget): 622 imports of oil \$653,000,000.00 Now that the Revised 2004 Iragi Budget has been approved, funding from the budget will fund the fuel importation mission. (b)(3):10 USC \$ 1300,(b)(6) (b)(6) (b)(6) (b)(6) (b)(6) (b)(6) (b)(3):10 USC \$ 1300,(b)(6) The small string below deals with the information that IAMB is requesting. I am finding a (b)(6) (b)(6) (c) (c) (c) (c) (c) (c) (c) (c) (c) (c)</pre>	humanitarian importation of fuel mission. My understanding is the COE awarded these as sole-source contracts to KBR up until January. Not sure how many contracts there actually	
<pre>446A MoOil/Fuel SOMO \$25,000,000.00 560A Min of 01-50MO \$51,000,000.00 568A fuel imports/SOMO \$100,000.00 Total \$178,000,000.00 KBR won the competitive bid for the mid-January through 31 March mission. The Defense Bacty StypOil Center' wanted Contracts via competitive bids for April imports. These awards were covered by PRB 622 (An early approval of funding from the revised 3804 fragi Budget): 622 imports of oil \$635,000,000.00 Now that the Revised 2004 Iragi Budget has been approved, funding from the budget will fund the fuel importation mission. Hope this helps. (b)(3):10 USC § 130D,(b)(6) (b)(3):10 USC § 130D,(b)(6) Colonel, US Army Deputy CFO. CPA MOF/CFO. Room \$203 (b)(6) (c) (b)(3):10 USC § 1006) (c) (c) (c) (c) (c) (c) (c) (c) (c) (c</pre>	<pre>was designated for COE through January: 372 MoOil/LPG/Benzine \$180,000,000.00 446 MoOil/Fuel Import \$220,000,000.00 500 Min Of Oil-Import \$200,000,000.00 568 fuel imports \$325,000,000.00</pre>	
(b)(3):10 USC § 130b,(b)(6) Indext Provide the string below deals with the information that IAME is requesting. I am finding a	446A MoOil/Fuel SOMO \$25,000,000.00 500A Min Of Oil-SOMO \$53,000,000.00 568A fuel imports/SOMO \$100,000.00	
fund the fuel importation mission. Hope this helps. (b)(3):10 USC § 130b.(b)(6) Colonel, US Army Deputy CFO, CPA MOF/CFO. Room S203 (b)(6) Original Message From: (b)(6) (0-6) Sent: Monday, April 12, 2004 10:16 AM To: (b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABE (b)(3):10 USC § The email string below deals with the information that IAME is requesting. I am finding a	Energy Support Center awarded contracts via competitive bids for April imports. These awards were covered by PRB 622 (an early approval of funding from the revised 2004 Traqi Budget):	
130b,(b)(6)       Image child herps:         (b)(3):10 USC § 130b,(b)(6 Colonel, US Army Deputy CFO, CPA MoF/CFO. Room S203         (b)(6)        Original Message From: (b)(6)         Sent: Monday, April 12, 2004 10:16 AM To: (b)(6)         Subject: FW: Letter to CPA Administrator from Chair of IABE         (b)(3):10 USC §         The email string below deals with the information that IAME is requesting. I am finding a	Now that the Revised 2004 Iraqi Budget has been approved, funding from the budget will fund the fuel importation mission.	
(b)(3):10 USC § (b)(6) (b)(3):10 USC § The email string below deals with the information that IAME is requesting. I am finding a		
(b)(3):10 USC § 130b,(b)(6) The email string below deals with the information that IAMB is requesting. I am finding a	Deputy CFO, CPA MoF/CFO, Room S203	
130b,(b)(6) The email string below deals with the information that IAMB is requesting. I am finding a	Prom: (b)(6) (0-6) Sent: Monday, April 12, 2004 10:16 AM To: (b)(6)	
1	The email string below deals with the information that IAMB is requesting. I am finding a	
	1	

disconnect between what IAMB says occurred and what COE says occurred. IAMB says three sole source contracts to Halliburton while COE says one sole source with three competed sub-contracts. Do you have any insight into the confusion or (as I think/hope) were people misusing contract terms? Thanks. (b)(3):10 USC § 130b.(b)(6) -Original Message-From: (b)(6) (0-6) Sent: Sunday, April 11, 2004 2:22 PM To: (b)(6) (0-6) Subject: RE: Letter to CPA Administrator from Chair of IABB (b)(6) 6(c) After tracking down the custodian of the contracts referenced in the IAMB letter, After tracking down the Custodian of the contracts referenced in the lamb letter, there is a disconnect from what the IAMB requests and what the Corps says it has. Perhaps the discrepancy is based on a misunderstanding of contract terms. IAMB is requesting copies of three sole source contracts to Haliburton for a total of 1.4 billion dollars. The Corps denies that three such contracts exist. COE states, "the cole-source contract they (IAMB) must be referring to is with KBR in support of the Restore Iragi Oil program. The Contracting Officer is with the US Army Corps of Engineers (b)(3):10 USC § 130b,(b)(6) n Fort Worth, Texas. The Administrative Contracting Officer is here in Baghdad, Mr. (b)(6) As a quick summary, DFI funds were used for three basic tasks on this contract; a new pipeline from Kirkuk to Bayji (project is ongoing), a new pipeline crossing of the Tigris River (project ongoing) and humanitarian fuel imports (just completed under this contract). Although the base contract was sole-source, the subcontracts for most of this 6(6) work were competed." I am attempting to have a meeting with Mr. [(b)(6)] either tomorrow or Tuesday, depending on the security situation. Mr. [(b)(6)] lives at the Sharaton and is hesitant to travel here and you know what it takes to get a convoy to go from here to there. (b)(3):10 USC § 130b,(b)(6) ----Original Message-----(0-6) From: (b)(6) Sent: Sunday, April 11, 2004 9:52 AM To: (b)(6) (FS-04) Cc: (b)(6) (SES); (b)(6) (Col/0-6); Wolfe, George B. (0-6); (b)(6) (SES-6) Subject: RE: Letter to CPA Administrator from Chair of IABB Gentlemen, The Administrator wrote a note on this one asking "Who has the action?" Try as we might I fear it remains with us. We will be coming back in with an action memo this week. The suspense in the letter was 22 April, in time for the meeting in NY. We'll want to beat that since a couple of our guys are headed to that meeting. (b)(6) b(4) ---Original Message-----(CIV) On Behalf Of Executive Secretary From: (b)(6) Sent: Wednesday, April 07, 2004 6:24 AM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB Forwarded, just in case. b(1) (b)(6) Action Officer Executive Secretariat ----Original Message----From: (b)(6) Sent: Wednesday, April 07, 2004 2:48 AM 2

## Description of Program or Goods To Be Purchased - Please See Above Instructions

2. Purpose To fund the emergency import of benzene, diesel and liquid perfoleum gas (LPG)

2 Justification. The Iraqi domestic refining capacity has not yet been able to produce enough refined products to meet domestic daily needs for benzene and LPG. Currently domestic production produces appoximately 4-7 million Elects per day (1pd) of benzene vs a total daily requirement of about 15 million lpd and approximately 600 tons per day (1pd) of LPG vs a total daBy requirement of about 3.5-4 million pd. The Coalition Forces have been importing the balance through contracts executed by Task Force Rio, currently under the operational command of the OCPA. Oil Ministry.

 Coordination. The requirment has been coordinated with the Director of Oil Policy. Operations and other pertinent ministries.

4. Goods and Commodities. Benzene is delivered primarily by truck from Kuwair or Turkey. The price for delivered benzene is \$ 035/5/035 per liter from Kuwair and \$0.45/50/53 per liter from 4 ufkey. LPO is delivered from Turkey at an price that varies from \$345/5355 per ton. The monthly or stor all fuel deliveries of the current level is approximately \$3 million day or \$90 million month.

We have negotiated a new contract for LPG to be delivered by barge to the Port of Korps Az-Zubair at a price of approximately \$255 per ton. This contract will enable import of larger quantitities of 1 PG--approximately 1.700 tons per day average for the month from the point the pipeline is completely repaired.

5. Project Implementation. The project manager is the USA Corps of Engineers, Task Force RIO, opconned to the OPCA Ministry of Oil. The benzene and LPG contracts are executed through the RIO contractor. Kellog. Brown and Root (KBR).

It is the intention of the Director, OC Policy to begin to reduce imports, in conjunction with expected increase of domestic refining capacity. Current projections are to eliminate the import of refined sal products by the end of sep 2003. This scredule, however, has been impacted by represed suborage of oil pipelines and electrical power lines. We continue to monitor the requirement a month at a time. Current monthly projection requirements are.





Message

Pa	2ĉ	2	of	4
		_	~ ~	12

<text><text><text><text><text><text><text><text><text></text></text></text></text></text></text></text></text></text>		
NO Directoring         View Corps of Engineer         Corr (in all Message)         Corr		Program Manager
If S Army Corps of Engineers         If S Army Corps of Engineers <td< td=""><td></td><td>RIO Directorate</td></td<>		RIO Directorate
With Book		LIS Army Corps of Engineers
Original Message         From: Different Wessage		COM
Prome: (Bite)       (C-6)         Subject: RE: Letter to CPA Administrator from Chair of LABB         Subject: RE: Letter to CPA Administrator from Chair of LABB         What had bean stated at the LAMB meeting on 17 March was the SA4SM for the KBR contract for the first three months of 2004 was competitively bid. You Indicate that is not correct.         I em confused over the \$27SM and \$180M emounts you discuss. \$180M + an additional 95Mi7         Maybe Ri is easier if you state how much of the \$455M in PRB 822 funds that was provided to COE for 2004 hell imports were provided to the non-competitively bid contract and how much was towards the competitively bid contract.         So, can you tell me what audits of fibs program have been made?         Image: State from the State from Competitively bid contract.         Image: State from the State from Competitively bid contract.         Image: State from the state state of fibs program have been made?         Image: State from the state state of fibs program have been made?         Image: State from the state state of the program from Chair of LABB.         Image: State from the state state of the program from the state of the state		Cell: [(b)(6)
Prom::::::::::::::::::::::::::::::::::::		
To::::::::::::::::::::::::::::::::::::		From:((b)(6) (O-6) Sent: Monday, April 12, 2004 17:25
Subject: RE: Letter to CPA Administrator from Chair of IABB         What had been stated at the IAMB meeting on 17 March was the \$345M for the KBR contract for the first three months of 2004 was competitively bid. You indicate that is not correct.         I em confused over the \$275M and \$180M smounts you discuss. \$180M + an additional 95M?         Maybe it is easier if you state how much of the \$455M in PRB 622 funds that was provided to contract and how much of the \$455M in PRB 622 hunds that was provided to contract and how much of the \$455M in PRB 622 hunds that was provided to contract and how much was towards the competitively bid contract.         Aso, can you tell me what audits of this program have been made?         Strip(i)       closed, US Amp         Baybe (1)       closed, US Amp         Baybe (2)       closed, US Amp<	4	To:(b)(6)
the first three months of 2004 was competitively bid. You indicate that is not correct. I am confused over the \$275M and \$180M amounts you discuss. \$180M + an additional 95M?? Maybe it is easier if you state how much of the \$455M in PRB 622 funds that was provided to COE for 2004 the imports were provided to the non-competitively bid contract and how much was towards the competitively bid contract. Also, can you tell me what audits of this program have been made? (b)(0)		
Maybe it is easier if you state how much of the \$455M in PRE 822 funds that was provided to Co for 2004 fuel imports were provided to the non-competitively bid contract and how much was towards the competitively bid contract.         Joint Contract Conter Content Contract Contract Contract Contract Contra	I	
COE for 2004 fuel imports were provided to the non-competitively bid contract and how much was towards the competitively bid contract. Also, can you tell me what audits of this program have been made?		I am confused over the \$275M and \$180M amounts you discuss. \$180M + an additional 95M??
(b)(6)       Colonel, US Army         (b)(6)       Colonel, US Army         (b)(6)       Colonel, US Army         (c)(6)       Sent: Monday, April 12, 2004 4:58 PM         Ticl(6)(6)       Colonel, US Army         Subject: RE: Letter to CPA Administrator from Chair of IABB         Folks,       The otsure exactly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be compared and swhrided, and subcontracts for fuel from Koweit of the nules required udore the new sectually seawed by continue form or but ask order on the old contract wesis actually uses that the first or the negoliated for the continue some of the existing contracts. It is important to note that the negoliated for other exist order on the old contract. Wesis athen off or the original contract.         Does that answer the main?       Mathematical contract or the main?	i	COE for 2004 fuel imports were provided to the non-competitively bid contract and how much
(b)(6)       Colonel, US Army         (b)(6)       Colonel, US Army         (b)(6)       Colonel, US Army         (c)(6)       Sent: Monday, April 12, 2004 4:58 PM         Ticl(6)(6)       Colonel, US Army         Subject: RE: Letter to CPA Administrator from Chair of IABB         Folks,       The otsure exactly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be compared and swhrided, and subcontracts for fuel from Koweit of the nules required udore the new sectually seawed by continue form or but ask order on the old contract wesis actually uses that the first or the negoliated for the continue some of the existing contracts. It is important to note that the negoliated for other exist order on the old contract. Wesis athen off or the original contract.         Does that answer the main?       Mathematical contract or the main?		Also, can you tell me what audits of this program have been made?
Printly GPO, CPA Met/CPO, Reen S203         [10](6)        Original Message         Prom:       [10](6)         Sent:       Monday, April 12, 2004 4:58 PM         To:       [0](6)         Subject:       RE: Letter to CPA Administrator from Chair of IABB         Foiks.       Foiks.         I'm not sure exectly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be compared and enviroid, and subcontracts on the old contract for \$100 million on January 30. Secondly, some of the subcontract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negoliated properties of thom Kuwait to note in one will and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negoliated price of fuel from Kuwait to note in odd contracts. Is order to the eaviest was actually less that in the for the new contracts, so money was actually saved by continuing to use the original contract. Does that answer the mai?		(b)(6) Colonal, US Army
Y3:10 USC §		Deputy CFO, CPA MaF/CFO, Room S203
From:       (b)(6)       (GS-13)         Sent:       Monday, April 12, 2004 4:58 PM       To:         To:       (b)(6)       Subject: RE: Letter to CPA Administrator from Chair of IABB         Folks,       I'm not sure exactly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reactors. First off, in order to use the new contract, subcontracts had to be competed and awarded, and subcontracts meeded preparation time before they could perform. Therefore, we awarded a task order on the old contract for \$180 million on January 30. Secondly, some of the subcontract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to contract for \$180 million on the existing contracts. It is important to note that the negolialed price of fuel from Kluwait on the old contract was actually less than thef for the new contracts, so money was actually saved by continuing to use the original contract.         M(3):10 USC §       (3):10 USC §	9	
Sent: Monday, April 12, 2004 4:58 PM         To:       [b](6)         Subject: RE: Letter to CPA Administrator from Chair of IABB         Folks,         Im not sure exactly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reasons. First off, in order to use the new contract, should be competed and awarded, and subontractions needed preparation time before they could perform. Therefore, we awarded a task order on the old contract for \$180 million on January 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negoliated price of fuel from Kuwait did not the old contract was actually less that the for the new contracts, some new we contracts, some new yeas actually saved by continuing to use the original contract. Does that answer the mail?         X(3):10 USC §	1	
To: [(b)(6)         Cc:         Subject: RE: Letter to CPA Administrator from Chair of IABB         Folks,         I'm not sure exactly what the intent is, but approximately \$275 million of the PRB 622 functs went to the original KBR contract, for two reesons. First off, in order to use the new contract, subcontracts had to be competed and awarded, and subcontractors needed preparation time before they could be form. Therefore, we awarded a task order on the old contract for \$180 million on Januery 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negotiated price of fuel from Kuwait on the old contract was actually less thant that for the new contracts, so money was actually saved by continuing to use the original contract. Does that answer the mail?		Sent: Monday, April 12, 2004 4:58 PM
Subject: RE: Letter to CPA Administrator from Chair of IABB         Folks,         I'm not sure exectly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be competed and swinded, and subcontractors meeded proparation time before they could perform. Therefore, we awarded a task order on the old contract for \$180 million on Januery 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negolialed price of fuel from Kuwait on the old contract was actually less that new contract, so ontracts, so money was actually saved by continuing to use the original contract.         Does that answer the mail?		<b>To:</b> (b)(6)
I'm not sure exactly what the intent is, but approximately \$275 million of the PRB 622 funds went to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be compared and awarded, and subcontractors needed preparation time before they could perform. Therefore, we awarded a task order on the old contract for \$180 million on January 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negotiated price of fuel from Kuwait on the old contract was actually less that thet for the new contracts, so money was actually saved by continuing to use the original contract. Does that answer the mail?		
I'm not sure exectly what the intent is, but approximately \$275 million of the PRB 622 funds want to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be compared and awarded a task order on the old contract for \$180 million on January 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts, it is important to note that the negotiated price of fuel from Kuwait on the old contract was actually less that thet for the new contracts, so money was actually saved by continuing to use the original contract. Does that answer the mail?	1	Folks,
0(3):10 USC § 05,(b)(6)	1	funds want to the original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be compared and awarded, and subcontractors needed preparation time before they could perform. Therefore, we awarded a task order on the old contracts for \$180 million on Januery 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts at it is important to note that the negotiated price of fuel from Kuwait on the old contract was actually less that that for the new contracts, so money was actually saved by continuing to use the original contract.
Ob,(b)(6)	(3):10 USC §	
4/12/2004		
	4/12/	2004
	-	

	Message	Page 1 of
	b(Ф) (b)(6) (Maj)	
	From: (b)(6) (O-6) Sent: Monday, April 12, 2004 6:37 PM To: (b)(6) (Maj) Subject: FW: Letter to CPA Administrator from Chair of IABB	
3):10 USC § 5,(b)(6)	Please plan on attending with me.	
	From:(b)(6) (O-6) Sent: Monday, April 12, 2004 6:10 PM To:(b)(6) Cc: Subject: RE: Letter to CPA Administrator from Chair of IABB	
9):10 USC §	My fat fingers on the 455, s/b 445. I have a 6:30 & an 8:00 meeting. Can we make it for 730 vice 7? Colonal, US Army 	
	(b)(6)	
÷	From:(b)(6) Sent: Monday, April 12, 2004 5:42 PM To: (b)(6) Cc: Subject: RE: Letter to CPA Administrator from Chair of IABB	
3):10 USC §	Let's meet in the Oil Room at about 1900 hrs. the numbers that I reported at the from RIO.	e IAMB meeting came
(b)(6)		
	From: (b)(6) (GS-13) Sent: Monday, April 12, 2004 5:33 PM To: (b)(6) Cc: Subject: RE: Letter to CPA Administrator from Chair of IABB	
	Sir,	and the family of
	I'll come talk to you. I know nothing about an IAMB meeting, nor anyth and cannot refute any statements out of context.	ing that was said there,
	We were provided \$445M in PRB 622 funds, not \$455M. v/r.	
3):10 USC § b.(b)(6)		

	Message	Page 3 of 4	
(b)(3):10 USC § 130b.(b)(6)		Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: [b)(6) CoM! Cell: (b)(6) Orlginal Message From: [b)(6) Sent: Monday, April 12, 2004 14:41 To: [b)(6)	
		Subject: RE: Letter to CPA Administrator from Chair of IABB	
(b)(3):10 USC § 130b,(b)(6)	**		
	A -	Please check these numbers. Can you respond?	
(b)(3):10 USC § 130b,(b)(6)			
		From: (b)(6) (O-6) Sent: Monday, April 12, 2004 12:20 PM To: (b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB OK, reference the \$1.4B in DFI funds for sole-source Halliburton contracts. This came from priefing paper to the IAMB on 17 March. The \$1.4B consisted of \$222M for Oil Infrastructure (generators/Al Fatah Bridge) and \$1.2M for Humanitarian Fuel.	(b)(3):10 USC § 130b,(b)(6)
(b)(3):10 USC §			
130b,(b)(6)		On the humanitarian fuel amount, from the PRE files I found a total of \$1.1B in DFI funds for 2003 split between COE & SOMO. The four PRBs for fuel importation designated funding for COE through 2003 were: July 372 MoOil/LFG/Benzine \$180,000,000.00 August 446 MoOil/Fuel Import \$220,000,000.00 September 500 Min Of Oil-Import \$200,000,000.00 November 568 fuel imports \$325,000,000.00 Total \$925,000,000.00 these amounts were for SOMO: 446A MOOil/Fuel SOMO \$25,000,000.00 500A Min Of Oil-SOMO \$33,000,000.00 568A fuel imports/SOMO \$100,000.00 Total \$178,000,000.00 Where am I missing the additional \$275M for KBR sole-source	
		fuel imports? I understood the January award to KBR to be competitively bid.	
		(b)(3)-10 USC § 130b,(b) (6) Colonel, US Army	
	4/12/2004		

Page 4 of 4 Message Deputy CFO, CPA MoF/CFO, Room S203 (b)(6) From: (b)(6) (0-6) Sent: Monday, April 12, 2004 11:24 AM Т To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § 130b.(b)(6) I'm sorry I thought I had attached the letter in my earlier email. Here it is, I hope. (b)(3):10 USC § 130b,(b)(6) ----Original Message-----From: (b)(6) (0-6) Sent: Wednesday, April 07, 2004 8:14 AM To: (b)(6) (0-6) Cc: (CIV) Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § (b)(6) Please get with me on this. Thanks. 130b,(b)(6) From: (b)(6) (CIV) On Behalf Of Executive Secretary Sent: Wednesday, April 07, 2004 6:24 AM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB Forwarded, just in case. -H(4) (b)(6) Action Officer Executive Secretariat ---Original Message-----From: (b)(6) (USUN) (b)(6) Sent: Wednesday, April 07, 2004 2:48 AM To: Executive Secretary Cc: (b)(6) (b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(6)

4/12/2004

(Maj) b(Le)	
From: (b)(6) (0-6)	
Sent: Monday, April 12, 2004 6:36 PM	
To: ((b)(6) (Mej)	
Subject: FW: Letter to CPA Administrator from Chair of IABB	
C	
nore	
Original Message	
From: (b)(6) (GS-13)	
Sent: Monday, April 12, 2004 5:33 PM	
Fo: (b)(6) Cc:	
Subject: RE: Letter to CPA Administrator from Chair of IABB	
Bir,	
'll come talk to you. I know nothing about an IAMB meeting, nor any any statements out of context.	thing that was said there, and cannot resule
Ne were provided \$445M in PRB 622 funds, not \$455M.	
<i>ι</i> ίτ,	
)(3) 10 USC § 006.(5)(6)	
Program Manager	
Program Manager RIO Directorate	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: ((6)(6)	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: (b)(6) COM	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: ((b)(6) COM	
Program Manager RIO Directorate Gulf Region Division US Amy Corps of Engineers DSN:((b)(6) CoM Cell: (b)(6)	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: ((b)(6) Cell: (b)(6) Cell: (b)(6) From: ((b)(6) (0-6)	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: (b)(6) Coll: (b)(6) Cell: (b)(6) From: (b)(6) Sent: Monday, April 12, 2004 17:25	
Program Manager RIO Directorate Gulf Region Division US Amy Corps of Engineers DSN: (b)(6) COM Cell: (b)(6) Com From: (b)(6) Sent: Monday, April 12, 2004 17:25 To: (b)(6) Cc	
Program Manager RIO Directorate Gulf Region Division JS Army Corps of Engineers DSN:((b)(6) CoM Com Cell:((b)(6) From:((b)(6) Com (0-6) Sent: Monday, April 12, 2004 17:25 To: ((b)(6) Cell:(b)(6)	
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: ((b)(6) Coll: (b)(6) Coll: (b)(6) Coll: (b)(6) Sent: Monday, April 12, 2004 17:25 From: ((b)(6) Cc: Gubject: RE: Letter to CPA Administrator from Chair of IABB What had been stated at the IAMB meeting on 17 March was the \$34	5M for the KBR contract for the first three
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: ((b)(6) Coll: (b)(6) Coll: (b)(6) Coll: (b)(6) Sent: Monday, April 12, 2004 17:25 From: ((b)(6) Cc: Gubject: RE: Letter to CPA Administrator from Chair of IABB What had been stated at the IAMB meeting on 17 March was the \$34	5M for the KBR contract for the first three cl.
Program Manager RIO Directorate Gulf Region Division US Army Corps of Engineers DSN: (b)(6) CoM Cell: (b)(6) Cell: (b)(6) From: ((b)(6) Sent: Monday, April 12, 2004 17:25 To: (b)(6)	cl.

Also, can you tell me what eudits of this program have been made?

4/12/2004

1

Message

1

Page 2 of 4

Reference o	
(b)(3):10 USC § 130b,(b)(6)	Disputy CFO, CPA MoF/CFO, Room S203
	(b)(6)
	From: (b)(6) (GS-13)
	Sent: Monday, April 12, 2004 4:58 PM Tod(b)(6)
	Cc: Subject: RE: Letter to CPA Administrator from Chair of IABB
	Folks,
	I'm not sure exactly what the intent is, but approximately \$275 million of the PRB 622 funds went to the
	original KBR contract, for two reasons. First off, in order to use the new contract, subcontracts had to be competed and awarded, and subcontractors needed preparation time before they could perform.
	Therefore, we ewarded a task order on the old contract for \$180 million on January 30. Secondly, some of the subcontracts for fuel from Kuwait did not meet the rules required under the new full and open
	contract. In order to prevent a significant decrease in imports (which we all know is a bad thing), we had to continue some of the existing contracts. It is important to note that the negotiated price of fuel from
	Kuwait on the old contract was actually less thatn that for the new contracts, so money was actually saved by continuing to use the original contract.
	Does that answer the mail?
	(b)(3):10 USC § 130b.(b)(6)
	3
	Program Manager RIO Directorate
	Gulf Region Division US Army Corps of Engineers
	(b)(6)
	(b)(6)
	From: ((b)(6)
	Sent: Monday, April 12, 2004 14:41
	Subject: RE: Letter to CPA Administrator from Chair of IABB
(b)(3):10 USC § 130b,(b)(6)	
	Please check these numbers. Can you respond?
(b)(3):10 USC § 130b,(b)(6)	
	Original Message
	From: (b)(6) (0-6) Sent: Monday, April 12, 2004 12:20 PM
	To:(b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB
	4/12/2004

Page 3 of 4 Message OK, reference the \$1.4B in <u>DFI funds</u> for sole-source Halliburton contracts. This came from briefing paper to the IAME March. The \$1.4B consisted of \$222M for Oil Infrastructure (b)(6) briefing paper to the IAMB on 17 (generators/Al Fatah Bridge) and \$1.2M for Humanitarian Fuel. (b)(3):10 USC § 130b.(b)(6) On the humanitarian fuel amount, from the PRB files I found a total of \$1.1B in DFI funds for 2003 split between COE & SOMO. The four PRBs for fuel importation designated funding for COE through 2003 were: July 372 MoOil/LPG/Benzine \$180,000,000.00 August 446 MoOil/Fuel Import \$220,000,000.00 September 500 Min of 011-Import \$200,000,000.00 \$325,000,000.00 November 568 fuel imports Total \$925,000,000.00 these amounts were for SOMO: \$25,000,000.00 446A MoOil/Fuel SOMO 500A Min Of Oil-SOMO \$53,000,000.00 568A fuel imports/SOMO \$100,000,000.00 Total \$178,000,000.00 Where am I missing the additional \$275M for KBR sole-source fuel imports? I understood the January award to KBR to be competitively bid. (b)(3):10 USC § 130b. (b)(6) Colonel, US Army Deputy CFO, CPA MoF/CFO, Room S203 (b)(6) --Original Message---From: (b)(6) (0-6) Sent: Monday, April 12, 2004 11:24 AM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § 130b.(b)(6) I'm sorry I thought I had attached the letter in my earlier email. Here it is, I hope. (b)(3):10 USC § 130b,(b)(6) ---Original Message-----(0-6) From: (b)(6) Sent: Wednesday, April 07, 2004 8:14 AM To: (b)(6) (0-6) (0-6) Cc : (CIV) Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § Please get with me on this. Thanks. 130b,(b)(6) (b)(6) From: (b)(6) (CIV) On Behalf Of Executive Secretary Sent: Wednesday, April 07, 2004 6:24 AM 4/12/2004

Page 4 of 4

Message

:

pubjeçt, r	1: Letter to	o CPA Admin	istrator fro	wn Chair of	IABB
Forwarded,	just in cas	se.			
Action Off:					
	ecretariat				
Origi	al Message				
From:		, 			
Sent: Wedne	esday, Apri	2 07, 2004 .	2:48 AM		
To: Execut:	ive Secreta:	ry .			
Cc: (6)(-)					
(CIV)					
			istrator fro	e Chaim of	There

4/12/2004



Ι

1

L

L

÷

L

L

From: Wednesday, April 07, 2004 6:24 AM To: Wednesday, April 07, 2004 6:24 AM Forwarded, just in case.	
Action Officer Executive Secretariat	-1
From: From: Sent: Wednemday, April 07, 2004 2:48 AM Sent: Wednemday, April 07, 2004 2:48 AM To: Executive Secretary Cc: Market Subject: FW: Letter to CPA Administrator from Chair of IABB	

4/12/2004

	(b)(6) (Maj) b((a)	
	From:         (b)(6)         (O-6)           Sent:         Monday, April 12, 2004 4:52 PM           To:         (b)(6)         (Maj)           Subject:         FW: Letter to CPA Administrator from Chair of IABB	
	Importance: High	
	Finally the last one.	
	From: (b)(5) (0-6) Sent: Monday, April 12, 2004 4:36 PM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB Importance: High	
	FYI. I forwarded the memo to the DCAA folks. Will let you know what I hear.	(b)(3):10 USC 130b,(b)(6)
	Deputy CPO, CPA MoF/CFO, Room S203 (b)(6)	
	From: [b)(6) (CIV) Sent: Monday, April 12, 2004 4:27 PM To: (b)(6) Cc: Subject: RE: Letter to CPA Administrator from Chair of IABB	
(b)(3):10 USC §	Col	
130b.(b)(6)	I have gathered all the information I can at this location on any audit effort DCAA auditors have worked on related to DFI funded projects. I have sent that information on up to the DCAA IBO Branch Manager in order to make sure I haven't missed anything that may have been done by DCAA auditors located in Kuwait or back at DCAA Offices in the CONUS.	
(b)(3):10 USC § 130b.(b)(6)	, Branch Manager has asked me to obtain a copy of the letter referred to in the subject of the e-mail. It was not attached to the email that $\frac{b}{b}$ had forwarded to me.	
	I've "Cc" copied both (5)(6) and (5)(6) on this email so if you would, to expedite matters, please forward a copy of the letter directly to each of them. Thanks, 5(4)	
	(b)(6) CPA <b>b(G)</b> Supervisory Auditor (914) 822-5171 (b)(6)	
	From: [[b](6) [CIV] Sent: Monday, April 12, 2004 12:46 PM To: [(b)(6) Cc: Subject: RE: Letter to CPA Administrator from Chair of IABB,	
(b)(3):10 USC § 130b,(b)(6)	FYI - As discussed. Please follow-up with	
	T.	







From: Prom:		
Sent: Wednesday, April 07,	2004 2:48 AM	
To: Executive Secretary		_
Subject: FW: Letter to CPA	Administrator from Chair of IABB	
-		

-

2

ī

.

(Maj) 6(0) (b)(6) From: (0-6) (b)(6)Monday, April 12, 2004 4:51 PM (b)(6) (Maj) Sent: (b)(6) To: FW: Letter to CPA Administrator from Chair of IABB Subject: And another ----Original Message-----From: (b)(6) Sent: Monday, April 12, To: (b)(6) (0-6) 2004 12:23 PM Subject: RE: Letter to CPA Administrator from Chair of TABL On the audit report issue in the letter, I have requested information from DCAA on any audits they had done on DFI funded projects. I followed up with (b)(6) on Saturday after the DFC (b)(3):10 USC § 130b,(b)(6) Saturday after the PRC. 6(6) (b)(3):10 USC § Colonel, US Army Deputy CFO, CPA MoF/CFO, Room S203 (b)(8) 130b.(b)(6) From: (b)(6) (0 (0-6) Sent: Monday, April 12, 2004 11:24 AM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § 130b,(b)(6) (b)(3):10 USC § I'm gorry I thought I had attached the letter in my earlier email. Here it is, I hope. 130b,(b)(6) rom: (b)(6) (0-6) From: (b)(6) (0-6) Sent: Wednesday, April 07, 2004 8:14 AM To: (b)(6) (0-6) (CIV) Cc: Subject: FW: Letter to CPA Administrator from Chair of IABB (b)(3):10 USC § (b)(6) Please get with me on this. Thanks. 130b,(b)(6) Prom: (b)(6) Sent: Wednesday, April 07, (CIV) On Behalf Of Executive Secretary 2004 6:24 AM To: (b)(6) (0-6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB Forwarded, just in case. (b)(6) 16(6) Action Officer Executive Secretariat ---Original Message-----From: (b)(6) Sent: Wednesday, April 07, 2004 2:48 AM To: Executive Secretary Cc: (b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB

	From: (b)(6) (O-6) Sent: Monday, April 12, 2004 4:50 PM To: (b)(6) (Maj) Subject: FW: Letter to CPA Administrator from Chair of IABB
	One more Original Message From (b)(6) (0-6) Sent: Monday, April 12, 2004 12:20 PM To:(b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB
(10 USC § (b)(6)	OK, reference the \$1.4B in DFI funds for sole-source Halliburton contracts. This came from briefing paper to the IAME on 17 March. The \$1.4B consisted of \$222M for Oil Infrastructure (generators/Al Fatah Bridge) and \$1.2M for Rumanitarian Fuel.
):10 USC §   .(b)(6) 	On the humanitarian fuel amount, from the PRB files I found a total of \$1.15 in DFI funds for 2003 split between COE & SOMO. The four PRBs for fuel importation designated funding for COE through 2003 were: July 372 MOOil/LPG/Benzine \$180,000,000.00 August 446 MOOil/Fuel Import \$220,000,000.00 September 500 Min Of Oil-Import \$200,000,000.00 November 566 fuel imports \$325,000,000.00 Total \$925,000,000.00
:	these amounts were for SOMO: 446A MoOil/Fuel SOMO \$25,000,000.00 500A Min Of Oil-SOMO \$53,000,000.00 568A fuel imports/SOMO \$100,000,000.00 Total \$178,000,000.00
L.	Where am I missing the additional \$275M for KBR sole-source fuel imports? I understood the January award to KBR to be competitively bid. (b)(3):10 USC § 130b.(b) (6) Colonel, US Army
•	Deputy CFO, CPA MoF/CFO, Room S203 (b)(6) Original Message
10 USC §	From: [0,6) [0-6] Sent: Monday, April 12, 2004 11:24 AM To: [(b)(6) [0-6] Subject: FW: Letter to CPA Administrator from Chair of IABB
(b)(6)	I'm sorry I thought I had attached the letter in my earlier email. Here it is, I hope.
	4/12/2004

Page 1 of 2

Page 2 of 2

	(b)(6)	
	From: (b)(6) (0-6) Sent: Wednesday, April 07, 2004 8:14 AM To: (b)(6) (0-5)	
	CC: CIV) Subject: FW: Letter to CPA Administrator from Chair of IABB	
(b)(3):10 USC § 130b,(b)(6)		
I.	(b)(6) b(c)	
	From: (b)(6) (CIV) On Behalf Of Executive Secretary	
	Sent: Wednesday, April 07, 2004 6:24 AM To: (b)(6) (0-6) Subject: FW: Letter to CPA Administrator from Chair of IABB	
	Porwarded, just in case.	
	(b)(6) Action Officer	•
l	Executive Secretariat	
1	From: (b)(6)	٦
!	Sent: Wednesday, April 07, 2004 2:48 AM To: Executive Secretary	
	Cc: (b)(6) Subject: FW: Letter to CPA Administrator from Chair of IABB	
!	(b)(6)	
I		
1		
i i		
	4/12/2004	
4		

	(b)(6) (Maj) From: (b)(6) (O-6) Sent: Monday, April 12, 2004 4:49 PM
	To: [(b)(6) (Maj) Subject: FW: Letter to CPA Administrator from Chair of IABB
	E • • •
USC §	PRB#372 Import of PRB#446 PRB#500 Fuel PRB#568 Fuel PRB#622 Fuel LPG.pdf (394 ergency Fuel Importmport.DOC (89 KB.Imports .pdf (440Imports .pdf (459
)	I am forwarding this a couple more msgs from Col (b)(6) concerning the DCAA audits requested in the IAMB letter. (h)(6) (0-6) Sent: Monday, April 12, 2004 11:19 AM To: (b)(6) (0-6) Subject: RE: Letter to CPA Administrator from Chair of IABB
.,	Not having seen the letter, I would ask the COE for ALL contracts related to the humanitarian importation of fuel mission. My understanding is the COE awarded these as sole-source contracts to KBR up until January. Not sure how many contracts there actually were.
	From the PRB files, I found the following concerning four PRBs for fuel importation that was designated for COE through January: 372 MoOil/LPG/Benzine \$180,000,000.00 446 MoOil/Fuel Import \$220,000,000.00 500 Min Of Oil-Import \$220,000,000.00 568 fuel imports \$325,000,000.00 Total \$925,000,000.00
1	FYI, these amounts were for SOMO: 446A MoOil/Fuel SOMO \$25,000,000.00 500A Min Of Oil-SOMO \$53,000,000.00 568A fuel imports/SOMO \$100,000,000.00 Total \$178,000,000.00
	KBR won the competitive bid for the mid-January through 31 March mission. The Defense Energy Support Center awarded contracts via competitive bids for April imports. These awards were covered by PRB 622 (an early approval of funding from the revised 2004 Iraqi Budget): 622 imports of oil \$635,000,000.00
	Now that the Revised 2004 Iraqi Budget has been approved, funding from the budget will fund the fuel importation mission.
) )	Hope this helps. R, (b)(3):10 USC § 130b.(b)(6) colonel, US Army
	Deputy CFO, CPA MoF/CFO, Room S203 (b)(6)
	From: (b)(6) (O-6) Sent: Monday, April 12, 2004 10:16 AM TO: (b)(6) (O-6) Subject: FW: Letter to CPA Administrator from Chair of IABB
ISC §	The email string below deals with the information that IAMB is requesting. I am finding a
	1

disconnect between what IAMB says occurred and what COE mays occurred. IAMB mays three sole source contracts to Halliburton while COE says one sole source with three competed sub-contracts. Do you have any insight into the confusion or (as I think/hope) were people misusing contract terms? Thanks.

(b)(3):10 USC § 130b,(b)(6)

From: (b)(6) (0-6) From: (b)(6) (0-6) Sent: Sunday, April 11, 2004 2:22 PM To: (b)(6) (0-6) Subject: RE: Letter to CPA Administrator from Chair of IABB (b)(6) 16(G)

After tracking down the custodian of the contracts referenced in the IAMB letter, there is a disconnect from what the IAMB requests and what the Corps says it has. Perhaps the discrepancy is based on a misunderstanding of contract terms. IAMB is requesting copies of three sole source contracts to Haliburton for a total of 1.4 billion dollars. The Corps denies that three such contracts exist. COE states, "the sole-source

contract they (IAMB) must be referring to is with KBR in support of the Restore Iraqi Oil program. The Contracting Officer is Mr. \_\_\_\_\_\_, with the US Army Corps of Engineers in Fort Worth, Texas. The Administrative Contracting Officer is here in Baghdad, Mr. (b)(6)

As a quick summary, DFI funds were used for three basic tasks on this contract; a new pipeline from Kirkuk to Bayji (project is ongoing), a new pipeline crossing of the Tigris River (project ongoing) and humanitarian fuel imports (just completed under this contract). Although the base contract was sole-source, the subcontracts for most of this work were competed. "

I am attempting to have a meeting with Mr. (b)(6) either tomorrow or Tuesday, depending on the security situation. Mr. (b)(6) lives at the Sharaton and is hesitant to travel here and you know what it takes to get a convoy to go from here to there.

(b)(3):10 USC § 130b.(b)(6)

(b)(3):10 USC § 130b.(b)(6)

1(0)

ţ

From: (b)(6) (0-6)	-
Sent: Sunday, April 11, 2004 9:52 AM To: (b)(6)	
CC: Executive Secretary; (b)(6) (SES); Wethington, Olin (SES-6)	
Subject: RE: Letter to CPA Administrator from Chair of IABB	

Gentlemen,

The Administrator wrote a note on this one asking "Who has the action?" Try as we might I fear it remains with us. We will be coming back in with an action memo this week. The suspense in the letter was 22 April, in time for the meeting in NY. We'll want to beat that since a couple of our guys are headed to that meeting.

2

(b)(6) b(0)

---Original Message----- 
 Prom:
 [b](6)
 (CIV) On Be

 Sent:
 Wednesday, April 07, 2004 6:24 AM

 To:
 (b)(6)
 (0-6)
 (CIV) On Behalf Of Executive Secretary Subject: FW: Letter to CPA Administrator from Chair of IABB

Forwarded, just in case.

(b)(6) 106 Action Officer Executive Secretariat

From: [b](6) Sent: Wednesday, April 07, 2004 2:48 AM

To: Executive Cc: Subject: FW:	Secre	tary						
Co: William								
Subject: FW:	Letter	to CPA	Administrator	from	Chair	of	IABB	

•

3

	Brand	Model Number	Pť	ice	Quantity	Total Price
Router	Cisco	3745	\$	11,000.00	1	\$11,000
Care Switch	Cisco	6506	\$	135,000.00	1	\$135,00
GBIC Interface	Cisco	1	\$	500.00	16	\$8,00
Remote Switch (48 port)	Cisco	2960	\$	3,300.00	6	\$19,80
Firewall	Cisco	515E	\$	8,000.00	1	\$8,00
Firewall Failover	Cisco	515E	\$	4,200.00	1	\$4,20
IDS	Cisco	4235	\$	10,000.00	1	\$10,00
Servers	Dell		\$	9,000.00	9	\$81,00
Computers	Dell		\$	1,350.00	300	\$405,00
Printers	HP	2300N	\$	1,200.00	30	\$36,00
Scanner	GenX	1	\$	70.00	10	\$70
Fax Mechine	Canon	L-290	\$	550.00	20	\$11,00
Copy Machine	Canon	iR-1600	\$	2,300.00	10	\$23,00
Windows 2000 Server	Microsoft		\$	3,000.00	6	\$18,00
Exchange 2000 Server	Microsoft		\$	8,500.00	3	\$25,50
Exchange 2000 CALs	Microsoft		\$	75.00	300	<b>\$</b> 22,50
Window's CALs	Microsoft	1	\$	30.50	300	\$9,15
Office Arabic	Microsoft	<b></b>	\$	430.00	300	\$129,00
Win <u>Zi</u> p			\$	9.00	300	\$2,70
Cisco Proxy Software	Cisco		\$	8,000.00	1	\$8,00
Antivirus Client	Norton	1	\$	75.00	20	\$1,50
UPS		1	\$	800.00	10	\$8,00
Cat 5 Cabling (305m)			\$	40.00	40	\$1,60
Conduit			\$	7,00	300	\$2,10
Various Conduit			\$	300.00	3	\$90
Fittings Equipment			\$	400.00	3	\$1,20
Cabinet 15U		1				
Equipment Cabinet 42U	·····	1			3	\$

Airport Networks Cost Estimate

ī



Misc Parts and	1	1		3	\$0
Materials					_
Operation and	Monthly	3 \$	11,000.00	12	\$396,000
Maintenance					
Installation					\$125,000
Shipping and	· · · · · · · · · · · · · · · · · · ·				\$50,000
transportation					·
Total					\$1,553,850

## Satellite / Internet Connection

2.4m Dish with HW			\$	122,177.00	3	\$366,531
3.8m Dish with			\$	187,264.00	3	\$561,792
HW Installation			- e	8.000.00	3	\$24,000
4mb Down 2mb	Monthly	3	\$	32,000.00	12	\$1,152,000
Up	-	м		,		
Totai					•	\$2,104,323

Network Total

!

I

!

\$3,658,173