ADVANCE AGREEMENT

BETWEEN

THE NATIONAL SECURITY AGENCY (NSA)

AND

L-3 COMMUNICATION SYSTEMS – EAST (L-3 CSE)

FOR

IMPLEMENTATION AND MAINTENANCE

OF THE

EARNED VALUE MANAGEMENT SYSTEM

This document establishes an Advanced Agreement between the NSA and L-3 CSE regarding the implementation and maintenance of an Earned Value Management System (EVMS). This agreement specifically addresses use of the L-3 CSE Performance Management system Description (PMSD) to meet the Earned Value Management System Guidelines established by the American National Standards Institute/Electronic Industries Alliance Standard 748 (ANSI/EIA-748), Earned Value Management Systems.

Whereas, the contractor has stated certain management systems and subsystems as identified in the L-3 CSE PMSD as compliant with ANSI/EIA 748 Guidelines and;

The undersigned parties agree that:

- (1) Such systems and subsystems which have been recognized by this agreement, together with approved changes thereto, shall apply to all future contracts which require compliance with Earned Value Management System Guidelines, entered into between the contractor and the undersigned.
- (2) Both parties recognize that the Material and Subcontracts processes were not fully demonstrated and must be fully demonstrated on a subsequent contract(s).
- (3) As a result of this agreement, the L-3 CSE agrees to maintain the PMSD as an integrated management system, through an internal surveillance program and a joint surveillance plan with the undersigned parties. L-3 CSE also agrees to provide propose changes to the L-3 CSE PMSD to the NSA EVM Director for review prior to implementation.

This Advance Agreement, and subsequent updates, will remain in force indefinitely, subject to modification by mutual agreement or termination by either party.

//s (signature on file)

Robert J. Martin Vice President and Controller, Finance L-3 Communications Systems East

//s (signature on file)

Mary F. Clark Director, Earned Value Management National Security Agency