October 2, 2013

Michigan State University
408 W. Circle Drive, Room4
East Lansing MI 48824

Re: Cost-Reimbursable Subcontracts

Dear Gladys,

As you are no doubt aware, the United States Federal Government (Government) has shutdown with respect to all but essential services. As of October 1, 2013, there are no longer appropriations for Federal Agencies, including NASA. As a Federally Funded Research and Development Center (FFRDC), JPL will continue to operate under pre-appropriated funds. Further funds will have to await the Government resumption of operations and new annual appropriations.

In light of the above, please be reminded that cost type subcontracts must adhere to the “Limitation of Funds” and “Limitation of Cost” general provisions in your subcontract(s), while incrementally funded fixed price subcontracts must adhere to the “Limitation of Institute’s Obligation” special provision and the terminal liability schedule contained therein. This will determine how long the work can continue. You are also reminded that the subcontract end date is an estimate and funds may be exhausted prior to that date, so please be advised not to exceed the funds allotted to the subcontract(s) as additional funds will not be provided. Additional funding will only be available when appropriations again become available to NASA.

Sincerely,

Christina Avetyan
Subcontracts Manager

Enclosure