

2. Primary responsibility for the propulsion system and responsibility for assisting with the integration of the propulsion system into the airframe rests in the Department and will be accomplished in accordance with mutually agreed Statements of Work.

3. NASA and the Department will bear the cost of discharging their respective responsibilities including the cost of travel by their personnel and transportation charges on all equipment for which they are responsible.

4. It is understood that the ability of both NASA and of the Department to carry out the agreed responsibilities is subject to the availability of appropriated funds.

5. There will be no exchange of funds between NASA and the Department.

IV. Management of the Project

1. NASA and the Department will each appoint a Project Manager to be responsible for coordinating within his agency the agreed functions and responsibilities of each agency with regard to the other.

2. The Project Managers will establish a Joint Working Group to be responsible for assuring the total integration of the combined effort and, as agreed between them, may establish such subcommittees or groups as are required to ensure adequate coordination and control in the implementation of the Project.

3. The Project Managers will also ensure that the necessary liaison and exchange of information are maintained among the agencies and the contractors in order to successfully implement the Project.

4. Technical changes to the work described in this Annex and Schedules that are required to implement the Project shall be made by agreement of the Project Managers.

5. Substantive revisions, additions, or changes to this Annex and Schedules shall be made by agreement between NASA and the Department or their duly authorized representatives.

6. If a question arises as to whether a proposed change is technical or substantive in nature, the Project Managers shall refer this matter for determination to higher authority within their agencies.

7. NASA and the Department will conduct the contractor selection, negotiation and award for their respective contracts in accordance with their regularly established procedures and in each case, there will be joint participation on the committees formed to provide technical recommendations regarding selection.

8. NASA and the Department shall give to each other an opportunity to comment on the proposed selection of their respective prime contractors prior to making a contract award.

9. NASA shall be solely responsible for the management of the contracts let by NASA, and the Department shall be solely responsible for the management of the contracts let by the Department and management of these contracts shall be construed to encompass financial and schedule as well as technical considerations.