



RETURN BIDS TO:

RETOURNER LES SOUMISSIONS À:

**Bid Receiving - PWGSC / Réception des soumissions
- TPSGC**

11 Laurier St. / 11, rue Laurier

Place du Portage, Phase III

Core 0B2 / Noyau 0B2

Gatineau

Québec

K1A 0S5

Bid Fax: (819) 997-9776

SOLICITATION AMENDMENT

MODIFICATION DE L'INVITATION

The referenced document is hereby revised; unless otherwise indicated, all other terms and conditions of the Solicitation remain the same.

Ce document est par la présente révisé; sauf indication contraire, les modalités de l'invitation demeurent les mêmes.

Comments - Commentaires

Vendor/Firm Name and Address

**Raison sociale et adresse du
fournisseur/de l'entrepreneur**

Issuing Office - Bureau de distribution

**Airframes / Aero Engines R&O Division / Division de
la réparation de la révision des cellules et des moteurs**

11 Laurier St. / 11, rue Laurier

8C1, Place du Portage

Gatineau

Québec

K1A 0S5

Title - Sujet TWIN OTTER R&O	
Solicitation No. - N° de l'invitation W8485-163203/A	Amendment No. - N° modif. 006
Client Reference No. - N° de référence du client W8485-163203	Date 2016-11-25
GETS Reference No. - N° de référence de SEAG PW-\$\$BF-126-26008	
File No. - N° de dossier 126bf.W8485-163203	CCC No./N° CCC - FMS No./N° VME
Solicitation Closes - L'invitation prend fin at - à 02:00 PM on - le 2016-12-15	
Time Zone Fuseau horaire Eastern Standard Time EST	
F.O.B. - F.A.B. Specified Herein - Précisé dans les présentes Plant-Usine: <input type="checkbox"/> Destination: <input type="checkbox"/> Other-Autre: <input checked="" type="checkbox"/>	
Address Enquiries to: - Adresser toutes questions à: White, John	Buyer Id - Id de l'acheteur 126bf
Telephone No. - N° de téléphone (613) 420-1749 ()	FAX No. - N° de FAX (819) 956-9110
Destination - of Goods, Services, and Construction: Destination - des biens, services et construction:	

Instructions: See Herein

Instructions: Voir aux présentes

Delivery Required - Livraison exigée	Delivery Offered - Livraison proposée
Vendor/Firm Name and Address Raison sociale et adresse du fournisseur/de l'entrepreneur	
Telephone No. - N° de téléphone Facsimile No. - N° de télécopieur	
Name and title of person authorized to sign on behalf of Vendor/Firm (type or print) Nom et titre de la personne autorisée à signer au nom du fournisseur/ de l'entrepreneur (taper ou écrire en caractères d'imprimerie)	
Signature	Date

Solicitation No. - N° de l'invitation
W8485-163203
Client Ref. No. - N° de réf. du client
W8485-163203A

Amd. No. - N° de la modif.
006
File No. - N° du dossier
W8485-163203

Buyer ID - Id de l'acheteur
126bf
CCC No./N° CCC - FMS No./N° VME

The purpose of this amendment is to:

1. Modify the basis of payment

Delete: Annex F Proposed Basis of Payment

Insert: Annex F Proposed Basis of Payment v2.0

2. Answer to questions 26-to 27

Question 26: Amendment 4 to the Twin Otter RFP issued 24 Nov 16 states: "Although other fleets in the DND inventory have a specific corrosion inspection manual (VD-001), the CC138 does not have such a technical manual in its approved maintenance program." Since there is no set corrosion inspection on this fleet, it is requested that the Crown adopt one of the following options: 1. Ask the bidder to design a corrosion inspection and firm price it at BOP Line 1.3 at ANNEX F, or 2. Delete the pricing requirement at BOP Line 1.3 at ANNEX F.

Answer: BOP line 1.3 is to be deleted as the requirement has already been captured within the BOP line 1.2.

Question 27: Is it possible to extend the bid solicitation process?

Answer: The bid closing date is changed to December 15 2016.

All other conditions remain unchanged

BASIS OF PAYMENT (PROPOSED)

BIDDER INPUT REQUIRED

ANNEX F – PROPOSED BASIS OF PAYMENT (*BIDDER INPUT REQUIRED*)

Bidders may refer to Appendix 1 to Annex F for estimated Level of Effort (LOE) and Expenses, for evaluation purposes.

1. Definitions:

(a) "Period 1" means the period from date of contract award to 31 March 2018;

"Period 2" means from 1 April 2018 to 31 March 2019;

"Period 3" means from 1 April 2019 to 31 March 2020;

"Period 4" means from 1 April 2020 to 31 March 2021.

(b) *Hourly Rate* means an hourly rate to be charged for each hour worked and prorated for any period less than an hour. *Hourly Rates* are firm and all inclusive; they include all general and administrative (G&A) expenses, and overhead expenses, including but not limited to, supervision, program management, administration, professional fees, quality assurance, insurance, training, dedicated indirect labour, lease of vehicles, equipment, tooling, as applicable, share of floor space for production, engineering, administration, and warehousing/storage of government-owned material/tooling/items.

(c) *Firm Fixed Price (FFP)* is a price that is not subject to any adjustment on the basis of the contractor's cost experience in performing the work to which FFP is applicable.

(d) *Laid-Down Cost* is the cost incurred by a supplier to acquire a specific product or service for resale to the government. This includes the supplier's invoice price (less trade discounts), plus any applicable charges for incoming transportation, foreign exchange, customs duty and brokerage, but excludes the GST/HST.

(e) *Mark-up* includes applicable purchasing expense, internal handling and general and administrative expenses plus profit.

For the work duly authorized and performed in accordance with the terms and conditions of this Contract, the Contractor agrees to be paid the firm fixed prices, firm fixed hourly rates, and mark-up rates at the time of performance, as follows:

2. For performance of the Work identified in Annex "A", Technical Statement of Work, firm fixed prices for the work or work packages defined below:

FIRM FIXED PRICE (FFP) PER EVENT

			Period 1	Period 2	Period 3	Period 4
BOP Line Item	Description	Tech SOW Ref	FFP per event	FFP per event	FFP per event	FFP per event
1.1	First Line Maintenance	4.3.9	\$	\$	\$	\$
1.2	Complete Periodic Inspection	4.3.1 to 4.3.5 and 4.3.7 to 4.3.8, 4.3.11, 4.6	\$	\$	\$	\$
1.3	Reserved	NA	\$NA	\$NA	\$NA	\$NA

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Annex F V2.0

1.4	Complete Strip and Re-Paint, including sealant replacement	4.7.1	\$	\$	\$	\$
1.5	Technical/Program Review Meeting (TRM/PRM)	5.2.4 ES Task 8	\$	\$	\$	\$

Above firm fixed prices include associated subcontract costs, if any, for the performance of the work, and those subcontract costs are excluded from any allowance for mark-up under BOP Line Item 2.8 below.

3. For performance of the Work identified in Annex "A", Technical Statement of Work, a firm fixed price per month for the work identified below:

FIRM FIXED PRICE (FFP) PER MONTH

			Period 1	Period 2	Period 3	Period 4
BOP Line Item	Description	Tech SOW Ref	FFP per month	FFP per month	FFP per month	FFP per month
1.6	Life Cycle Material Support (LCMS)	6.1 to 6.5 & Appendices 4 to 5	\$	\$	\$	\$

4. For performance of the Work identified in Annex "A", Technical Statement of Work, and Annex "B", Logistics Statement of Work, firm fixed hourly rates for the work identified below:

FIRM FIXED HOURLY RATE

			Period 1	Period 2	Period 3	Period 4
BOP Line Item	Labour Category	Tech SOW Ref	Firm Fixed Hourly Rate	Firm Fixed Hourly Rate	Firm Fixed Hourly Rate	Firm Fixed Hourly Rate
1.7	Technical	4.4, 4.8, 5.1.4, 5.1.5, 5.1.6, 5.2.9, 7.1	\$	\$	\$	\$
1.8	Avionics	4.4, 4.8, 5.1.4, 5.1.5, 5.1.6, 5.2.9, 7.1	\$	\$	\$	\$
1.9	Paint	4.7.1, 4.7.2, 4.4	\$	\$	\$	\$
2.0	Engineering	TI Tasks 1,2,4,5, ES Tasks 7,9,10,11,12 & SOW 5.3	\$	\$	\$	\$
2.2	Reusable Containers	Logistics SOW Ref 5.4.1. a.	\$	\$	\$	\$
2.3	Reports	4.3.6, 4.3.10, 4.5.1, and Logistics SOW Ref 1.5.2, 1.5.3, 1.5.4,1.5.5,1.5.6, 1.5.7, 1.5.8	\$	\$	\$	\$

Above firm fixed hourly rates are applicable for work that is outside the work in Firm Fixed Price (FFP) Per Event and FFP per Month. This includes:

- i) Additional Work Requests (AWR's);
- ii) Repair and Overhaul of Components identified in the SNAPS;
- iii) Recertification of parts, components, items;
- iv) Mobile Repair Party (MRP) labour if and when required and authorized in advance;
- v) Technical Investigations (TI) and Engineering Support (ES) Tasks identified above;
- vi) Un-forecasted Fly-In repairs;
- vii) Modifications and Special Inspections;
- viii) Preparation and delivery of Reports;
- ix) Miscellaneous work not covered above in i) to viii), the applicable firm hourly rate, multiplied by the authorized hours in accordance to the terms and conditions of the Contract; and,
- x) For labour related to reusable containers.

FIRM FIXED HOURLY RATE - OVERTIME

5. The Contractor must not perform any overtime under the Contract unless authorized in advance and in writing by the Procurement Authority (PA). A copy of the overtime authorization and a report detailing the overtime performed (dates, times, labour category, work performed) pursuant to the written authorization must be included with the request for payment.

		Period 1	Period 2	Period 3	Period 4
BOP Line Item	Labour Category	Firm Fixed Hourly Rate	Firm Fixed Hourly Rate	Firm Fixed Hourly Rate	Firm Fixed Hourly Rate
1.7OT	Technical	\$	\$	\$	\$
1.8OT	Avionics	\$	\$	\$	\$
1.9OT	Paint	\$	\$	\$	\$
2.0OT	Engineering	\$	\$	\$	\$

Note: Overtime is defined as the Labour hours that are expended for (i) labour hours beyond a normal day worked Monday to Friday, (ii) on weekends, and (iii) statutory holidays. One overtime hourly rate per labour category will cover (i), (ii) and (iii).

Note: For urgent Operational requirements after normal business hours or on weekends/holidays when the necessity of the aircraft is paramount, the Technical Authority (TA) may authorize Overtime. However, on the next business day the appropriate approval authorization must be processed. Performance of overtime without prior written authorization of the PA or TA is at the Contractor's own risk and will not be considered for payment.

6. For Material, including Contractor Furnished Material (CFM), Government Furnished Overhaul Spares (GFOS), Contract Issue Spares (CIS), Accountable Advance Spares (AAS), Goods Procurement, Fluids Handling and Subcontract work, a Mark-Up Rate identified below:

MARK-UP RATE %

			Period 1	Period 2	Period 3	Period 4
BOP Line Item	Description	SOW Ref	% Rate	% Rate	% Rate	% Rate
2.4	Contractor Furnished Material (CFM)	Logistics SOW 4.3.4	%	%	%	%
2.5	Government Furnished Overhaul Spares (GFOS) and Contract Issue Spares (CIS)	Logistics SOW 4.3, 4.4	%	%	%	%
2.6	Accountable Advance Spares (AAS)	Logistics SOW 4.5	%	%	%	%
2.7	Goods Procurement	Goods Procurement SOW	%	%	%	%
2.8	Subcontract Work	Per contract terms/conditions	%	%	%	%
2.9	Fluids Handling: Fuel, Oil, Hydraulics	Technical SOW 4.3.9	%	%	%	%

Mark-Up Rate Interpretations

- i) For Contractor Furnished Material (CFM), authorized CFM, a firm mark-up rate in % on the laid down cost, applied upon embodiment.
- ii) For Contract Issue Spares (CIS) and Government Furnished Overhaul Spares (GFOS), a firm mark-up rate in %, calculated on the government determined prices as per CFP 137, applied upon embodiment. CIS and GFOS are not procured by the Contractor.
- iii) For Accountable Advance Spares (AAS), a firm mark-up rate in %, on the laid-down cost, applied upon embodiment.
- iv) For Goods Procurement arising from Annex C – Goods Procurement SOW, a firm mark-up rate in %, on the laid down cost, applied upon receipt and acceptance by the Contractor.
- v) For Subcontract work, a firm material handling rate in %, applied on laid down cost, claimable upon completion and acceptance of the work by the Contractor.
- vi) For Fluids Handling, a firm material handling rate in %, applied on laid down cost, upon completion of handling of fluids by the Contractor.
- vii) Queen's Transfer Order (QTO) items are excluded from, and not subject to, any Mark-Up Rate or profit.

TRAVEL AND LIVING

7. For authorized Travel and Living:

The Contractor will be reimbursed its authorized travel and living expenses reasonably and properly incurred in the performance of the Work, at cost, without any allowance for profit, mark-up, and/or administrative overhead, in accordance with the meal, private vehicle and incidental expenses provided in Appendices B, C and D of the National Joint Council Travel Directive, and with the other provisions of the Directive referring to "travelers", rather than those referring to "employees".

All travel must have the prior written authorization of the Procurement Authority.

All payments are subject to government audit.

8. For any additional option periods beginning on or after 01 April 2021, in the event of CC115 Buffalo ELE extension necessitating the continuation of fleet operations, when authorized, prices/rates for the Work and services provided under the Contract will reflect the actual costs in accordance with PWGSC Contract Cost Principles 1031-2, experienced by the Contractor providing the services under the Contract. Profit will be in accordance with the latest PWGSC profit policy.

9. Good and Services Tax (GST) and/or Harmonized Sales Tax (HST), as applicable, are extra.

10. Delivery is FCA Free Carrier at Contractor's facility, Incoterms 2000.