

ANNEX "C" – BASIS OF PAYMENT

The sum of all evaluated price per item, Labour, CFM (Contractor Furnished Material) Markup and Subcontract Markup will determine the evaluated aggregate price of the bid.

The estimated level of effort and expenditure specified below are only an approximation of requirements given in good faith for evaluation purposes only and do not represent Canada's actual requirement.

Item	Description	Estimated Expenditure	Firm Rate Price and %
1.	Labour Hourly rate for performance of testing, repair, painting, modifications, and certifications as per the Statement of Work	150 Hours	\$_____/hour
2.	CFM (Contractor Furnished Material) Markup (% of laid down cost)	\$5,000.00	_____%
3.	Subcontract Markup (% of laid down cost)	\$3,000.00	_____%

The estimated level of effort is the estimated numbers of hours of repair.

150 x \$32 = \$4,800.00 would represent the evaluated price for Item 1

\$5,000.00 x 10 % = \$5,500.00 would represent the evaluated price for Item 2

\$3,000.00 x 3% = \$3,090.00 would represent the evaluated price for Item 3

\$4,800.00 (Item 1) + \$5,500.00 (Item 2) + \$3,090.00 (Item 3) = \$13,390.00 would represent the Evaluated Aggregate Price of the bid

Definitions:

Estimated Usage Estimated usages are for evaluation purposes only, actual usages may vary.

Firm Rates/Unit Prices Firm rates/unit prices are in Canadian dollars, including Canadian Custom Duties and Excise Taxes included where applicable, and applicable taxes are extra.

Hourly Rate Means a firm hourly rate to be charged for each hour worked and prorated for any period less than an hour.

Laid Down Cost 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 applicable taxes.

Mark-up Includes applicable purchasing expenses, internal handling and general and administrative expenses plus profit.