



RETURN BIDS TO : - RETOURNER LES SOUMISSION À:

**Canada Revenue Agency
Agence du revenu du Canada**
See herein / Voir dans ce document

Proposal to: Canada Revenue Agency
We hereby offer to sell to Her Majesty the Queen in right of Canada, in accordance with the terms and conditions set out herein, referred to herein and/or attached hereto, the goods and/or services listed herein and on any attached sheets at the price(s) set out therefor.

Proposition à : l'Agence du revenu du Canada
Nous offrons par la présente de vendre à Sa Majesté la Reine du Chef du Canada, en conformité avec les conditions énoncées dans la présente incluses par référence dans la présente et/ou incluses par référence aux annexes jointes à la présente et ci-jointes, les biens et/ou services énumérés ici sur toute feuille ci-annexée, au(x) prix indiqué(s).

**Bidder's Legal Name and Address - (ensure the Bidder's complete legal name is properly set out)
Raison sociale et adresse du Soumissionnaire - (s'assurer que le nom légal au complet du soumissionnaire est correctement indiqué)**

Bidder is required to identify below the name and title of the individual authorized to sign on behalf of the Bidder – Soumissionnaire doit identifier ci-bas le nom et le titre de la personne autorisée à signer au nom du soumissionnaire

Name /Nom

Title/Titre

Signature

Date (yyyy-mm-dd)/(aaaa-mm-jj)

(____)_____
Telephone No. – No de téléphone

(____)_____
Fax No. – No de télécopieur

E-mail address – Adresse de courriel

AMENDMENT TO REQUEST FOR PROPOSAL / MODIFICATION DE DEMANDE DE PROPOSITION

Title – Sujet GST/HST HIGH RISK SCORES AND ANALYSIS	
Solicitation No. – No de l'invitation 1000338939	Date (yyyy-mm-dd) (aaaa-mm-jj) July 24, 2018
Amendment No. - N° modif. 004	
Solicitation closes – L'invitation prend fin on – le July 30, 2018 at – à 2:00 P.M. / 14 h	Time zone – Fuseau horaire EDT/HAE Eastern Daylight Time/ Heure avancée de l'Est
Contracting Authority – Autorité contractante Name – Nom : Tanya Di Virgilio Address – Adresse - See original document/ voir document original E-mail address – Adresse de courriel – Tanya.DiVirgilio@cra-arc.gc.ca	
Telephone No. – No de téléphone (613) 957-2354	
Fax No. – No de télécopieur (613) 957-6655	
Destination - Destination See herein / Voir dans ce document	



SOLICITATION AMENDMENT # 004

This solicitation amendment is raised to:

1. Address the following questions submitted during the solicitation period as per RFP.

1. QUESTIONS AND ANSWERS

Q11: We would like to know if it would be possible for CRA to **consider an alternative approach** in response to the below requirement within **mandatory criteria A1**: i. **Risk Models applied to VAT/GST/HST**

CRA requires that the bidder must demonstrate the application of their VAT/GST/HST model in other jurisdictions to uncover high risk accounts. Instead of leveraging off of an existing VAT/GST/HST high risk scoring model, our firm proposes the opportunity for our team of dedicated VAT/GST/HST tax resources **to build a customized high risk scoring model** based on our existing proven risk analysis models containing detailed algorithms and rules fulfilling CRA's business needs.

We believe that the coordinated construction of a dedicated CRA VAT/GST/HST high risk scoring and analysis model will better enable the project deliverable to meet CRA's functional needs. We propose that the resulting deliverable will incorporate our firm's experience and expertise working with VAT/GST/HST rules into a flexible risk analysis model, and include a detailed methodology and approach as to how our internal VAT/GST/HST experts will work closely with our resources in risk modelling to maximize the value of our work to CRA.

A11: CRA requires a currently functioning and proven high risk scoring model in order to evaluate our internal risk scoring systems. CRA requires that the bidder must demonstrate the application of their VAT/GST/HST model in other jurisdictions to uncover high risk accounts.

The first delivery of the high risk scores must be delivered within 60 calendar days of the contract being awarded which would not allow for the time necessary for the CRA to evaluate an unproven customized high risk scoring model.

As such the request is denied as it would not fulfill the CRA's current business needs.

Q12: On page 24, the first bullet states "*The Bidder must demonstrate that its model contains a minimum of 100 rules or algorithms*". Can CRA clarify what is needed by way of a response?

Would it be sufficient to indicate the number of rules in our response and subsequently disclose the actual rules upon contract award?

A12: Yes, it is sufficient to indicate the number of rules per category. As per the last point on page 23 of the RFP "The Bidder must provide the category(ies) or group(s) that their rules or algorithms fall under for their model. These categories or groupings can include, but are not limited to: buffer companies, missing traders, profit takers, false exporters, false invoicing, etc. In the categories or groups, there must be a minimum of 100 rules or algorithms total used by the Bidder's model that identifies accounts that may be a participant in such schemes."

Therefore, the Bidder can demonstrate that their model contains a minimum 100 rules or algorithms by stating the category or group name and indicate how many rules or algorithms are in each category until the minimum has been reached.

ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.