CIC-152189 - QUESTIONS AND ANSWERS #1

Question 1:	I'm not sure what logic to apply at the formula level, as well as how the subtotals will be added up. For example: - Is the logic of the formula: The highest amount between 1- Price per kilometer OR 2- Hourly rate OR 3- Minimum charge.		
Answer 1:	For evaluation purposes only, the <i>Firm Unit Price</i> for the Minimum Charge, Price per KM and the Price per hour (column B) will be multiplied by their corresponding <i>Estimated Quantities</i> (column A) to determine the total. The sum of column C will determine the Total Estimated Cost. This total does not represent a contractual estimate.		
	The Basis of Payment table will be used to determine how the Bidder will be paid depending on the circumstance. The below scenarios can help identify when a minimum charge would be invoiced to IRCC, and when the per km and per hour rate would apply.		
	Scenario 1: IRCC requires a school bus to pick up passengers. The trip is determined to be 15 km and will result in 30 minutes of driver time. The charges as per the basis of payment provided by the bidder are as follows:		
	Minimum charge: \$125.00 / trip Per km charge: \$1.25 / km Per hour charge: \$20.00 / hr		
	Based on the rates above, the per km cost for this trip is \$18.75 while the per hour cost of this trip is \$10.00, creating a total cost for this trip of \$28.75. Since this total is below the minimum charge price, IRCC will be billed \$125.00 for this trip.		
	Scenario 2: IRCC requires a coach bus to pick up passengers. The trip is determined to be 150 km and will result in 2 hours of driver time. The charges as per the basis of payment provided by the bidder are as follows:		
	Minimum charge: \$150.00 / trip Per km charge: \$2.25 / km Per hour charge: \$25.00 / hr		
	Based on the rates provided above, the per km cost for this trip is \$337.50, while the per hour cost of this trip is \$50.00, creating a total cost for this trip of \$387.50. Since this total is above the minimum charge price, IRCC will be billed the total cost of this trip, \$387.50.		

Question 2:	Can you provide a sample basis of payment?			
Answer 2:	Please see below for a sample basis of payment. This basis of payment is to only			
	show suppliers how to fill out the table below and does not represent a contractual obligation.			

Question 3:	Are all fields [in the basis of payment] mandatory?		
Answer 3:	Yes, suppliers must fill out all sections in the basis of payment that state in red "To be		
	provided by the bidder".		



SAMPLE BASIS OF PAYMENT

TOTAL EVALUATED PRICE Table:

TABLE A – INITIAL CONTRACT PERIOD From contract award - to March 31st , 2019							
	(A) Estimated Quantity	(B) Firm Unit Price (Excluding Taxes)	(C) Subtotal for Table A (C) = (A)x(B) (Excluding Taxes)				
Coach Bus (Various points of entry as described in Annex D – D.4.1 Transportation Routes and Schedules) Per trip							
*** If the total of the hourly rate a automatically charged.	nd the km rate	e is below the minimum	rate, the latter will be				
Minimum Charge ***	50 trips	\$150.00/trip	\$7,500.00				
Price per KM	150 km	\$2.25/km	\$337.50				
Price per hour (driver)	2 hours	\$25/hour	\$50.00				
	(A) Estimated Quantity	(B) Firm Unit Price (Excluding Taxes)	(C) Subtotal for Table A (C) = (A)x(B) (Excluding Taxes)				
School Bus (Various points of entry as described in Annex D – D.4.1 Transportation Routes and Schedules) Per trip							
*** If the total of the hourly rate and the km rate is below the minimum rate, the latter will be automatically charged.							
Minimum Charge ***	50 trips	\$125.00/trip	\$6,250.00				
Price per KM	150 km	\$1.25/km	\$187.50				
Price per hour (driver)	2 hours	\$20/hour	\$40.00				
TOTAL for TABLE A - Initial Cont Excluding Taxes	\$14,365.00						

TABLE A – TOTAL (excluding taxes)	\$14,365.00
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