



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

Military Aircraft / Aéronefs Militaires

11 Laurier St. / 11, rue Laurier

8C1, Place du Portage

Gatineau

Québec

K1A 0S5

Title - Sujet J85 CAN-40 Propulsion Group J85 CAN-40 Propulsion Group Sustainment (PGS)	
Solicitation No. - N° de l'invitation W8485-23SA01/A	Amendment No. - N° modif. 001
Client Reference No. - N° de référence du client W8485-23SA01	Date 2022-09-29
GETS Reference No. - N° de référence de SEAG PW-\$\$BB-209-28820	
File No. - N° de dossier 209bb.W8485-23SA01	CCC No./N° CCC - FMS No./N° VME
Solicitation Closes - L'invitation prend fin at - à 02:00 PM Eastern Daylight Saving Time EDT on - le 2022-10-07 Heure Avancée de l'Est HAE	
F.O.B. - F.A.B. Plant-Usine: <input type="checkbox"/> Destination: <input checked="" type="checkbox"/> Other-Autre: <input type="checkbox"/>	
Address Enquiries to: - Adresser toutes questions à: Desbois, Sylvain	Buyer Id - Id de l'acheteur 209bb
Telephone No. - N° de téléphone (819) 962-8660 ()	FAX No. - N° de FAX () -
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

This amendment 001 is to answer questions received by potential bidders and correct Annex B.

A. NOTICE OF PROPOSED PROCUREMENT (NPP)

DELETE, in its entirety

INSERT:

The intent of this Letter of Interest (LOI) is to solicit market information, including availability and delivery schedule, as well as to determine industry interest in responding to a potential Request for Proposal (RFP). The DRAFT RFP and related documents are attached. Respondents are to send questions/comments/recommended changes via email to the Contracting Authority only.

This is a phased procurement:

Phase 1: LOI including DRAFT RFP

Phase 2: Virtual 1-one-1 virtual Industry Days (estimated for mid-October 2022 and will be posted to canadabuys.canada.ca/en as a separate LOI)

Phase 3: FINAL RFP Release (estimated for November 2022)

B. Questions / Answers

Question 1:

In reading the subject RFI, we understand that Canada is only requesting a letter, by October 07, 2022 14:00h, from companies expressing interest in responding to a potential Request for Proposal. Can you please confirm this is correct?

Answer 1:

No letter is required. Bidders have until the Closing Date and Time as indicated on the NPP to provide feedback and ask questions on the DRAFT RFP and to send info. via email to the Contracting Authority only. During Phase 2 Bidders will also be invited to participate in virtual 1-one-1 Industry Days with Canada and will have another opportunity to provide feedback and ask questions on the Draft RFP.

Question 2:

Can you please confirm if respondents should also include feedback on the draft RFP documents in their responses?

Answer 2:

See answer to Question 1.

Question 3:

Can you please confirm that responses should be sent to you via email?

Answer 3:

See answer to Question 1.

C. RFP Amendment

DELETE: Annex B in its entirety

INSERT: Annex B (see attached with changes captured in RED)

ALL OTHER TERMS AND CONDITIONS OF THE RFP REMAIN UNCHANGED

J85
PROPULSION GROUP SUSTAINMENT
(PGS)

ANNEX B

BASIS OF PAYMENT (BOP)

SECTION 1 – For the Period from Contract Award to 31 March 2027

1.1 For the satisfactory provision of the supplies and services specified in the Contract for the period from Contact award date to 31 March 2027, the Contractor shall be paid in accordance with the following Basis of Payment:

Table 1: Direct Labour, Material Handling and Subcontract Rates

		Year 1	Year 2	Year 3	Year 4
1	Third Line In-Plant Maintenance, as per PWS Annex A, Section 5, Paragraphs 5.5.2, 5.5.5, and 5.5.6 (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$	\$
2	Second and First Line Maintenance, as per PWS Annex A, Section 5, Paragraphs 5.5.3, 5.5.4, Section 7, Paragraphs 7.5.1 and 7.5.2 and Section 10, Paragraphs 10.2.1.3.1.a, 10.2.1.3.1.b. (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$	\$
3	Engineering Support, Publications, and Training, as per PWS Annex A, Section 4, Paragraph 4.5.2, 4.5.3, and 4.5.4; Section 7, Paragraph 7.5.3; Section 8, Paragraphs 8.3.3, 8.3.4, and 8.3.5; and Section 10, Paragraph 10.2.3 (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$	\$
4	Material Support Services, Shipping, and Disposal Support, as per PWS Annex A, Section 6, Paragraph 6.2.1, 6.9.1.1, and 6.10.5.1; and Section 10, Paragraph 10.2.1.4 (Fully Loaded Hourly Labour Rate - which includes all Direct Labour, Overhead and Profit).	\$	\$	\$	\$
5	Task-Based Mobile Repair Party (MRP) or Out of Plant Work as per PWS Annex A, Section 5, Paragraph 5.5.7 (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$	\$
6	Material Handling Rate – Contractor Furnished Material applied to Laid-Down Costs (Annex B, Section 3, Paragraphs 3.4, 3.5 & 3.6)	%	%	%	%
7	Subcontract Rate (Annex B, Section 3, Paragraph 3.7 and 3.8)	%	%	%	%
8	Liquidated Damages				

Section 2 – For the Period following 31 March 2027

2.1 For any contract extensions beyond Year 7, rates for Lines 1-5 will continue to be increased annually by 2%. Rates for Lines 6 and 7 will remain unchanged.

Table 2: Direct Labour, Material Handling and Subcontract Rates for Contract Extension Option Years

		Year 5	Year 6	Year 7
1	Third Line In-Plant Maintenance, as per PWS Annex A, Section 5, Paragraph 5.5.2, 5.5.5, and 5.5.6 (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$
2	Second and First Line Maintenance, as per PWS Annex A, Section 5, Paragraphs 5.5.3, 5.5.4, Section 7, Paragraphs 7.5.1 and 7.5.2 and Section 10, Paragraphs 10.2.1.3.1a and 10.2.1.3.1b. (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$
3	Engineering Support, Publications, and Training, as per PWS Annex A, Section 4, Paragraph 4.5.2, 4.5.3, and 4.5.4; Section 7, Paragraph 7.5.3; Section 8, Paragraphs 8.3.3, 8.3.4, and 8.3.5; and Section 10, Paragraph 10.2.3 (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$
4	Material Support Services, , Shipping, and Disposal Support as per PWS Annex A, Section 6, Paragraph 6.2.1, 6.9.1.1, and 6.10.5.1; and Section 10, Paragraph 10.2.1.4, (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$
5	Task-Based Mobile Repair Party (MRP) or Out of Plant Work as per PWS Annex A, Section 5, Paragraph 5.5.7 (Fully loaded hourly labour rate - which includes all Direct Labour, Overhead and Profit)	\$	\$	\$
6	Material Handling Rate– Contractor Furnished Material applied to Laid-Down Costs (Annex B, Section 3, Paragraphs 3.4, 3.5 and 3.6)	%	%	%
7	Subcontract Rate (Annex B, Section 3, Paragraph 3.7 and 3.8)	%	%	%
8	Liquidated Damages			

Section 3 – Clarifications

- 3.1 Canada will not reimburse the Contractor for any costs associated with any Work performed at Annex A not explicitly stated in Annex B, Basis of Payment, Tables 1 and 2, which are all considered in-direct overhead costs.
- 3.2 Paragraph left blank intentionally.
- 3.3 All prices are Delivery at Place per Incoterms 2010.
- 3.4 CFM Laid down cost will be reimbursed based on the actual costs incurred to acquire the materiel at Line 6. The Material Handling Rate includes any applicable charges for shipping to the Contractor, customs duty and brokerage, overhead and excludes GST/HST.
- 3.5 Line 6: Material Handling Rate applies to CFM only.
- 3.6 CFM Laid down costs and the Material Handling Rate can only be invoiced to Canada at the time the CFM material is received by the Contractor and entered into DND's system of record.
- 3.7 Subcontract costs based on actual costs incurred must be claimed within Line 7.
- 3.8 The following expenses are excluded, unless approved by the Contract Authority, from being invoiced under Subcontract Rate, Line 7:
 - a) The Repair and Overhaul services that must be retained in-house in accordance with Annex A, Para 5.5.2.1;
 - b) OEM Technical Data and Licensing fees; and
 - c) Shipping as defined in Part 7, Resulting Contract Clauses, Para 7.30.
- 3.9 Task based shipping, on an as and when requested basis, at Line 4 will be reimbursed based on the actual costs incurred to ship the item to the final location. No mark-up or labour will be reimbursed.

Section 4 – Industrial and Technological Benefits (ITB) related Financial Adjustments

The Contractor must reimburse Canada Liquidated Damages from Industrial and Technological Benefits, as described in Annex E, on PWGSC 1111 as a negative amount using Basis of Payment Line Item #8: Liquidated Damages, as found in Tables 1 and 2.