



State of Georgia

In Conjunction with NASPO ValuePoint

Electronic Request for Proposals ("eRFP")

eRFP (Event) Number: 41900-DCH0000136

Event Name: Pharmacy Benefit Services

Attachment X - Pharmacy FWA Audit Services Cost Worksheet

Instructions for Supplier

Suppliers are bidding on the Design, Development and Implementation (DDI), monthly Operations and Maintenance (O&M) costs, and additional program support the Supplier will charge to administer the Pharmacy Fraud, Waste and Abuse (FWA) Audit Services as described in the eRFP. Please refer to the instructions below, Attachment A eRFP document "Section 5, Cost Proposal," Attachment C - Common Scope Requirements and Security Standards, and Attachment H - Pharmacy Fraud, Waste and Abuse Audit Services Scope of Work for details describing the scope to be provided before completing this Cost Worksheet.

- 1 Supplier shall provide firm/fixed pricing for the service(s) and deliverables for which a response is being submitted to as described in the eRFP.
- 2 Suppliers shall complete the Cost Proposal worksheet using the cells highlighted in yellow.
- 3 Suppliers shall not modify any cells in the spreadsheet other than those highlighted yellow. The other cells are fixed or will calculate automatically.
- 5 Suppliers shall not modify the formulas in the worksheets.
- 4 Suppliers shall insert 0 in any yellow highlighted cells that are not applicable or for which the proposed cost is zero (\$0).
- 6 For evaluation purposes, the total cost will be determined by the value found in D14 which is comprised of the total DDI (Table A) and O&M (including all Tiers of Tables B.1, B.2, B.3, and B.4) Costs over a period of ten (10) years.

Instructions for Adjusting Costs One or More Years After the Effective Date of the Master Agreement

For Participating Addenda signed one year or more years after the Effective Date of the Master Agreement, the cost will be adjusted using the Consumer Price Index Urban (CPI-U) to account for economic changes that may impact cost.

CPI-U for United States Adjustment Factor Calculation:

CPI-U Index for the month and year of the execution of a Participating Addendum

Less the CPI-U Index for the month and year of the Effective Date of the Master Agreement

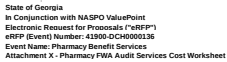
Equals Index Point Change

Divided by CPI-U Index B: $C/B = D$

Result multiplied by 100: $D \times 100 = E$: Equals CPI-U Inflation Percentage

Steps to Adjust Costs for CPI-U

- 1 Follow the link below to access the CPI-U data.
<https://www.bls.gov/cpi/tables/supplemental-files/home.htm>
- 2 Select, download and save the file with the most recently published CPI-U data that is available for the month the Participating Addendum is signed. (Also find and select the CPI-U for when the Master Agreement was originally executed). Use the "All Items" CPI-U "Unadjusted indexes" values instead of the "Seasonally adjusted indexes" values.
- 3 Enter the CPI-U value from the previous step in field C82 "CPI-U for Participating Addendum Date."
- 4 Enter the CPI-U value for the month of the Effective Date of the Master Agreement in C81 "CPI-U for Master Agreement Date MM/DD/20YY."
- 5 The "CPI-U Inflation Percentage" will be calculated automatically based on the values from steps 3 and 4. This will also automatically update all the CPI-U Adjusted Price fields in the cost tables.
- 6 CPI-U Adjusted Prices will be subject to negotiation upon execution of a Participating Addendum.



TOTAL EVALUATION COST AMOUNT (Sum of Evaluation Costs Below, including Table A and all Tiers of Tables B.1-B.4):	\$	14,859,614.88
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Instructions: Please enter the costs to implement your services and/or Solution.

Table B.1Table B.2Table B.2Table B.4Table C

Instructions: Complete the section below by entering the Hourly Rate in the yellow boxes for each identified Role. As may be requested by the State on a case by case basis and agreed upon by the Contractor, the Contractor will provide ad hoc services related to potential tasks as described below.

Note: These changes will only be billed for project-related services not specified in the eRFIP and requested by the State for such services in writing. The total cost for all State requested and approved projects shall not exceed the amount indicated by the State in its Participating Addendum. The proposed costs will not be evaluated as part of the total contract value.

Table D

Consumer Price Index Urban (CPI-U) Adjustment:	
A. CPI-U for Master Agreement Date MM/DD/20YY	0.000000
B. CPI-U for Participating Addendum Date	0.000000
C. Index Point Change equals B minus A	0.000000
D. Equals C divided by A	0.000000
E. CPI-U Inflation Percentage equals B plus 1.00:	1.000000



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Cost Scoring Formula

The Supplier deemed to have the most competitive cost response overall, as determined by the Lead State, will receive the maximum score for the cost criteria. As a general rule, other Suppliers' cost responses will receive a percentage of the maximum score based on the percentage differential between the most competitive cost proposal and the specific proposal in question. This cost scoring can be accomplished using the following formula:

$$L/R \times P = Z$$

L = Price of the Supplier's response with the lowest cost.

R = Total cost of the Proposal being ranked.

P = Total points available for cost scoring.

Z = Assigned Points.

EXAMPLE - The Lead State receives responses from two Suppliers on an RFP. The RFP assigned 700 possible points for technical scores and 300 possible points for cost scores. Supplier A's cost proposal is \$50,000. Supplier B's cost proposal is \$55,000. As Supplier A offered the lowest cost, Supplier A receives 300 points. The issuing officer can calculate the number of cost points to assign to Supplier B's cost score by using the formula noted above. As shown below, Supplier B's total cost score is 272.7 points.

$$L/R \times P = Z$$

$$(\$50,000/\$55,000) \times 300 = Z$$

$$.909 \times 300 = Z$$

$$272.7 = Z$$