Program No. 070-S Term Date of Award To May 31, 2006

Title: MEDICARE SUBSIDY DETERMINATION NOTICES

MEDICARE SUBSIDY ACKNOWLEDGEMENT NOTICES

			CDCI		DIGITAL INK		NPC, INC.	
		BASIS OF	MIAMISBURG, OH		DILLSBURG, PA		CLAYSBURG, PA	
ITEM NO	DESCRIPTION	AWARD	UNIT RATE	**COST**	UNIT RATE	**COST**	UNIT RAT	**COST**
I.	**PROCESSING/FORMATTING FILES:**							
(a)	Processing/Formatting files……							
	……..……per notice workload	3	1,000.00	**3,000.00**	250.00	**750.00**	7,500.00	**22,500.00**
II.	**COMPOSITION:**							
(a)	Envelopes……..……per envelope	9	50.00	**450.00**	100.00	**900.00**	100.00	**900.00**
III.	**PREPRODUCTION TESTS:**							
(a)	Preproduction Validation Test……	1	1,000.00	**1,000.00**	500.00	**500.00**	3,500.00	**3,500.00**
(b)	Preproduction Press and Mail Run Test……	1	9,000.00	**9,000.00**	220,000.00	**220,000.00**	5,000.00	**5,000.00**
(c)	Wire Transmission Test……	1	100.00	**100.00**	No Charge	**0.00**	3,500.00	**3,500.00**
IV.	**PRINTING/IMAGING, BINDING AND**							
	CONSTRUCTION:							
(a)	Daily makeready/setup charge……	260	250.00	**65,000.00**	250.00	**65,000.00**	300.00	**78,000.00**
(b)	Notices including personalized variable							
	information (printing/imaging per page)……..							
	……..……per 100 pages	713,000	0.95	**677,350.00**	2.50	**1,782,500.00**	0.78	**556,140.00**
(c)	Mailout envelope 6-1/8 x 9-1/2"…....per 100 envs	115,000	1.32	**151,800.00**	1.25	**143,750.00**	0.75	**86,250.00**
V.	**PAPER: Per 100 leaves**							
(a)	Notices: White Offset Book, 50-lb or							
	White Writing, 20-lb……	356,500	0.53	**188,945.00**	0.75	**267,375.00**	0.60	**213,900.00**
(b)	Mailout Envelope: White Kraft, 24-lb or							
	White Offset Book, 50-lb	115,000	0.50	**57,500.00**	0.50	**57,500.00**	1.05	**120,750.00**
VI.	**INSERTING AND PREPARING FOR MAILING:**							
	Per 100 Complete Mailers							
(a)	Mailer 1 - Determination Notice and/or							
	Acknowledgement Notice - English……	109,210	3.00	**327,630.00**	3.25	**354,932.50**	1.80	**196,578.00**
(b)	Mailer 2 - Determination Notice and/or							
	Acknowledgement Notice - Spanish/English…….	5,750	5.00	**28,750.00**	3.25	**18,687.50**	2.25	**12,937.50**
(c)	Mailer 3 - Determination Notice and/or							
	Acknowledgement Notice - Railroad Retirement							
	Board - English……	40	100.00	**4,000.00**	3.25	**130.00**	1.80	**72.00**
	CONTRACTOR'S SUBTOTAL			**$1,514,525.00**		**$2,912,025.00**		**$1,300,027.50**
	DISCOUNT		0.50%	**$7,572.63**	0.00%	**$0.00**	0.25%	**$3,250.07**
	DISCOUNTED TOTALS			**$1,506,952.37**		**$2,912,025.00**		**$1,296,777.43**
								AWARDED