

PAYMENT PLAN

In accordance with the Schedule of Requirements

Pricing Period 1:

Schedule of Requirement Item 1 (Transition to Service)

Table 1

#	Milestone	Description and Acceptance Criteria	Date to be completed and accepted		Value (Firm Priced) £ (ex VAT)
	Agreed completion of Transition Management Plan and all acceptance entrance and exit criteria set out Schedule 3	The Authority has accepted the Services In accordance with Clause 21 (Acceptance and Rejection for Schedule of Requirement Item 1) and Schedule 3 (Air System Test & Acceptance Criteria)	In accordance with Transition Management Plan (Schedule 30) and Clause		See Schedule of Requirements Item No. 1

Schedule of Requirements Item 2 (Service Provision - Provision of a Fleet Helicopter Support Unit helicopter service in accordance with Schedule 1 to the Contract)

Table 2

Contract Year 1	Each Month (Firm Priced) £ (ex VAT)	Contract Year 2	Each Month (Firm Priced) £ (ex VAT)	Contract Year 3	Each Month (Firm Priced) £ (ex VAT)
Payment	£TBD	Payment	£TBD	Payment	£TBD

Note 1: The start of Monthly Payments for Schedule of Requirements Item 2 in Contract Year 1, 2 or 3 is subject to agreed completion of the Transition Plan. The Service shall commence on the 1st of the month immediately following the agreed completion of the Transition Plan.

Pricing Period 2:

Schedule of Requirement Item 3 (Provision of the Services)

Contract Year 4	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

Contract Year 5	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

See Note 2

Contract Year 6	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

See Note 2

Note 2 - The number of months in Pricing Period 2 shall be reduced by the number of months the Services were available and provided in Pricing Period 1. This reduction shall be deducted from the latter months first. The following are examples for illustrative purposes:

- a) 12 months were carried out in Pricing Period 1 therefore 12 months of Contract Year 7 are removed and Contract Year 7 does not occur in Pricing Period 2
- b) 18 months were carried out in Pricing Period 1 therefore 12 months of Contract Year 7 are removed and 6 months of Contract Year 6 are removed. Therefore, Contract Year 7 does not occur in Pricing Period 2 and the final six months of Contract Year 6 does not occur in Pricing Period 2

Option Years

Option Year 1	Monthly (Fixed Priced) £ (ex VAT)
Payment	£

Note 3 – Should Option Year 1 be demanded by the Authority exercising its right to extend the Contract under Clause 19 of the Contract, then the 12 months of duration that is added to the Contract shall occur directly following the last month of Pricing Period 2.

The number of months in Option Year 1 shall be reduced by a number equal to the number of months that the last Contract Year of Pricing Period 2 are fewer than 12 months. This reduction shall be made from the initial months of Option Year 1 first. Where such a reduction must be applied following the Authority exercises its right to extend the Contract under Clause 19 of the Contract, then the remaining months of Option Year 1 shall become the final months of final Contract Year in Pricing Period 2 and Variation of Price shall be applied in accordance with that applied to the final Contract Year in Pricing Period 2. The following are examples for illustrative purposes:

- a) The final Contract Year in Pricing Period 2 had 6 months. Therefore, Option Year 1 will have 6 months.
- b) The final Contract Year in Pricing Period 2 had 10 months. Therefore, Option Year 1 will have 2 months.

Option Year 2	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

Option Year 3	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

Option Year 4	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

Option Year 5	M1 (Fixed Priced) £ (ex VAT)	M2 (Fixed Priced) £ (ex VAT)	M3 (Fixed Priced) £ (ex VAT)	M4 (Fixed Priced) £ (ex VAT)	M5 (Fixed Priced) £ (ex VAT)	M6 (Fixed Priced) £ (ex VAT)	M7 (Fixed Priced) £ (ex VAT)	M8 (Fixed Priced) £ (ex VAT)	M9 (Fixed Priced) £ (ex VAT)	M10 (Fixed Priced) £ (ex VAT)	M11 (Fixed Priced) £ (ex VAT)	M12 (Fixed Priced) £ (ex VAT)
Payment	£	£	£	£	£	£	£	£	£	£	£	£

Option Year 6	Each Month (Fixed Priced) £ (ex VAT)
------------------	--

Payment	£
---------	---

Note 4 – The number of months in Option Year 6 shall to the number of months that the original Option Year 1 is fewer than 12 months. The following are examples for illustrative purposes:

- a) Option Year 1 was applied by the Authority and consisted of 4 months. Therefore, Option Year 6 will have 8 months.
- b) Option Year 1 was applied by the Authority and consisted of 12 months. Therefore, Option Year 6 has no months and so cannot be invoked by the Authority.

Note 5 the Option Years above shall consist of no more than 120 months (5 years in total)