

## Attachment Two

TABLE ONE: - ESTIMATED DIRECT AND NOTIONAL COSTS ASSOCIATED WITH GAINING CERTIFICATION

(NB Excludes staff time – other than Principal or Practice Manager. Where these are present, the costs are estimated to be 50% in additional to these estimates – however, there can be significant variation depending upon the size and complexity of the organization))

Initial Service to achieve Certification	Price Structure based upon hours input by Principal or Practice Manager + Consultants where required	Period to complete Certification process	Associated Costs
DIY originating all documents	10 hours per week @ \$90/hour	6 months	\$21,600 Own labour
DIY using templates supplied on disc or templates on line	8 hours per week @ \$90/hour + \$500	6 months	\$17,280 Own labour
Full commercial consultancy services	Consultants hourly rate + 4hrs per week @\$90 per hr	3 months	\$20,000+ \$ 4,320 \$24,320 Total
On line system package	Package - \$3000 Set up and orientation - \$1750 + 2hrs per week @90 per hr	2 months guaranteed (after installation of SOP package)	\$4,750 + \$2,160 \$6,910 Total

**TABLE TWO – ESTIMATED ONGOING COMPLINCE SYSTEMS MANAGEMENT COSTS**

(NB Excludes staff time – other than Principal or Practice Manager. Where these are present, the costs are estimated to be 50% in additional to these estimates – however, there can be significant variation depending upon the size and complexity of the organization))

<u>Ongoing Service</u>	Price Structure based upon hours input by Principal or Practice Manager + Consultants where required	Associated Costs
DIY	4 hours per week @ \$90/hour	\$1440/month
DIY using templates supplied on disc or templates on line	4 hours per week @ \$90/hour	\$1440/month
Full commercial consultancy services	2 hours per week @ \$90/hour + 8 hours per month @ Consultants rate	\$720/month + consultancy fees (\$80/hour) = \$1360/month
On line system package	1 hours per week @ \$90/hour + maintenance fee	\$360/month + \$75maintenance = \$435/month

**TABLE THREE – INDICATIVE ONGOING COMPLIANCE SYSTEMS AUDITING COSTS**

(NB Excludes all staff time – there can be significant variation depending upon the size and complexity of the organization)

(NB2 – Prices current at may 20<sup>th</sup> 2007)

Conformance Auditing Body (CAB)	Initial Audit Costs – all + GST All plus travel & accommodation where negotiated	Surveillance visit Costs - all + GST All + travel & accommodation where negotiated
CAB 1 Per single practice	\$1,800.00 for desk audit, site visit and off site reporting work	\$1,800.00 for on site visit and off site reporting work
CAB 2 Per single practice	\$ 2,000.00 for desk audit, site visit and off site reporting work	Quoted at \$900.00 for on site and off site reporting work
CAB 3 Per single practice	\$2,300.00 for desk audit, site visit and off site reporting work	Quoted at \$1,500.00 for on site and off site work
<p>Notes: CAB 1 has a pre paid arrangement in place for some practices resulting from membership of the previous NZPAS scheme. CAB 3 Uses a subcontractor for these audits hence to higher cost.</p>	<p>On site audits include interviews with staff. There is a procedure specified by ACC that involves significant work off site before and after the on site initial audit.</p>	<p>Notes: There are formulae in place that dictate the number of clinics owned by any one provider required to be audited</p>

