

EXAMPLE FIXED FEE COMPUTATION SUMMARY BY ENGINEERING TASK (WHEN SOLICITATED AFTER JANUARY 2013)

Task	Activity Code	Direct Labor Costs	Overhead Costs	Fixed Fee	Direct Expenses	Total
Admin/Coordin	740	\$100.00	\$150.00	\$15.00	\$0.00	\$265.00
Overall QA/QC	771	\$200.00	\$300.00	\$30.00	\$0.00	\$530.00
Inspection	272	\$600.00	\$900.00	\$90.00	\$500.00	\$2090.00
Reports	748	\$250.00	\$375.00	\$37.50	\$20.00	\$682.50
Mob/Demo	272	\$150.00	\$225.00	\$22.50	\$0.00	\$397.50
TOTAL		\$1300.00	\$1950.00	\$195.00	\$520.00	\$3965.00

EXAMPLE CALCULATION:

OVERHEAD RATE: 150% of Direct Labor Costs

FIXED FEE: 6.00%

$$\begin{aligned}
 \text{TOTAL FIXED FEE} &= (\text{Direct Labor Costs} + \text{Overhead Costs}) \times \text{Fixed Fee Percent} \\
 &= (\text{Direct Labor Costs} + 1.5 \times \text{Direct Labor Costs}) \times \text{Fixed Fee Percent} \\
 &= 2.5 \times \text{Direct Labor Costs} \times \text{Fixed Fee Percent} \\
 &= 2.5 \times 1300 \times 0.06 \\
 &= \$195.00
 \end{aligned}$$