

### Cost Assumptions

1. Transfer Volume – cost initial transfer of 5,000 pallets for receipt and tagging is comprised of single-product, full pallets.
2. LSL will be purchasing new, equipment, fixtures, and materials to support the requirements of this program.
3. Cost for the biomedical equipment support team (6 technicians and 1 team manager) is an estimate and may change pending a finalized list of devices and equipment to be provided by the State; the cost for this support is \$95,787 per month or \$1.15 million per year. This cost is included in the yearly fixed fee. LSL will adjust the team size and associated based on the finalized specifications of the program. Material, parts, supplies, shipping, and transport services are not included but are available through LSL’s network at vendor preferred rates plus a standard 20% mark up.
4. Operating costs includes necessary licenses, permits and support contracts to support the program.
5. Conditioning and Build Out Estimate

Secured Demising Buildout	Cost
North Mechanical: Panel and Refrigeration Vendor	
ThermoScientific (Reach In Freezer & Ultrafrozen) - 6 units	
Compass Construction (GC): Office Build	
FFE - Fixtures, Furniture & Equipment	
Compass Construction (GC): MEP, FP, No Demising Wall	
Malin: 5000 CRT Racked positions	
Malin: 50 Cooler Racked positions	
Malin: 100 position DEA Cage	
Malin: Security Doors/Installation/PE-PM/Freight	
Stanely Security: Cameras, Access Control	
Automated Logic: Temp. Controls and Monitoring	
K&K Fencing: Fence with film for segregation	
MHE: Two Reach Trucks, two man cages (Purchase New)	
MHE: Two Dock Stockers, Six Double Walkie Riders, Floor Scrubber, Scissor Lift	
banding machine, 2 industrial pallet cap holder, 1 Radio/RF Cabinet	
<b>Total Cost</b>	<b>\$5,852,714</b>