Sample Digitization Pricing

Pricing structures for digitization vary significantly from vendor to vendor, which can make it difficult for agencies to conduct a precise apples-to-apples price comparison. For some vendors, pricing is based solely on skilled hourly labor while others may utilize a mix of task-based pricing (e.g., price per image), volume-based pricing (e.g., tiered pricing for higher volumes) and hourly labor categories. Moreover, vendors often have their own definitions for specific tasks and labor categories that frequently differ from other vendors, which can further muddle efforts to accurately compare pricing. For example, one vendor may list a price for "scanning" that includes black and white paper scanning, basic document prep work and basic image clean-up. Another vendor may also list a price for "scanning" which includes similar specifications plus basic indexing. A third vendor may simply provide an hourly rate for a Scanning Specialist to complete the same task. While agencies may encounter a variety of pricing structures and/or bundles, the components of a digitization project and pricing can generally be organized under the following broad categories:

- Paper Scanning
- Data Entry/Indexing
- Quality Assurance
- Scanning Output
- Optical Character Recognition (OCR)
- Microform Conversion

The following chart summarizes price ranges observed on various vendors' GSA Schedule36 for Special Item Number 51 506—Document Conversion. This is not a complete analysis of every current contract holder's rates, but serves as a starting point to understand what price ranges agencies may expect to see for the following digitization services.

Category	Sample Sample		Comments
	Hourly Pricing	Task-Based	
		Pricing	
Paper Scanning -	\$30–\$50/hr	\$0.04-\$0.07	- Typically includes: B&W paper scanning up
Standard Sized Paper—	for Scanning	per image	to 8.5 x 14", up to 300 dpi, TIFF file output
Black & White	Specialist		- May also include: Option for TIFF or PDF
			file output, basic prep, basic QA, basic
	\$40–\$100/hr		image clean-up, basic indexing
	for Scanning		- Often assumes records are in good quality
	Supervisor		and require little to no prep and/or special
			handling (aka in "scan-ready condition");
			more extensive prep or handling may
			impact rates
			- May impose a minimum image volume
			requirement, and may also offer discounted
			pricing for higher volumes

Category	Sample	Sample	Comments
	Hourly Pricing	Task-Based	
		Pricing	
Paper Scanning—	\$30–\$50/hr	\$0.05-\$0.15	- Typically includes: Color paper scanning up
Standard Sized Paper—	for Scanning	per image	to 8.5 x 14", up to 300 dpi, TIFF file output
Color	Specialist		- May also include: Option for TIFF or PDF
			file output, basic prep, basic QA, basic
	\$40-\$100/hr		image clean-up, basic indexing
	for Scanning		- Often assumes records are in good quality
	Supervisor		and require little to no prep and/or special
			handling (aka in "scan-ready condition");
			more extensive prep or handling may
			impact rates
			 May impose a minimum image volume requirement, and may also offer discounted
			pricing for higher volumes
Paper Scanning—	\$30–\$50/hr	\$0.90-\$1.80	- Typically includes: Paper in excess of 8.5 x
Large/Oversized Paper	for Scanning	per image	14", up to 300 dpi, TIFF file output
	Specialist	per intege	- May also include: Options for higher image
	opeenance		resolutions >300 dpi, color scanning, basic
	\$40–\$100/hr		prep, basic QA, basic clean-up
	for Scanning		- Often assumes records are in good quality
	Supervisor		and require little to no prep and/or special
			handling (aka in "scan-ready condition");
			more extensive prep or handling may
			impact rates
			- May have a maximum paper size, or may
			offer tiered pricing for increasingly larger
			paper sizes
Data Entry/Indexing	\$26–\$40/hr	\$0.005-	- Typically includes: 99% accuracy, single
	for Data Entry	\$0.019 per	pass
	Specialist	keystroke	- Typically priced on a per keystroke basis or
			per 1000 characters, occasionally priced by Data Entry hourly labor only
			- Often assumes indexed fields can be easily
			located within a document and are legible
			- May offer different methods (such as OCR)
			for capturing data entry fields to reduce
			manual keystrokes required
Quality	\$35–\$55/hr	\$0.01-\$0.04	Typically includes advanced clean-up
Assurance/Control	for QA/QC	per image	services such as page rotations, blank page
	Specialist	_	deletions, and additional quality control
			measures to ensure 100% accuracy
	\$80 - \$140/hr		
	for QA/QC		
	Supervisor		

Category	Sample Sample		Comments
	Hourly Pricing	Task-Based	
		Pricing	
Scanning Output	\$30–\$50/hr	\$0.00-	- TIFF and PDF are the most common file
	for Scanning	\$30.00 each	formats and are provided at no additional
	Specialist		cost; some vendors may offer
			enhancements such as hyperlinking or
	\$40–\$100/hr		bookmarking
	for Scanning		- Some vendors provide images via CDs,
	Supervisor		DVDs, other media, or FTP file transfers at
			no additional fee, while others charge a fee
Optical Character	\$30–\$50/hr	\$0.004–	OCR levels may vary resulting in a wide
Recognition (OCR)	for Scanning	\$3.00 per	price range; some vendors offer basic OCR
	Specialist	image	while others offer OCR coupled with
			additional image clean-up services
	\$40-\$100/hr		
	for Scanning		
	Supervisor		
Microform Conversion	\$30–\$50/hr	\$0.01-\$0.26	 Microform pricing varies based on type
	for Scanning	per image	(e.g., microfilm or microfiche) and other
	Specialist		factors such as film width (e.g., 16, 35, 105
			mm) or format (e.g., positive or negative
	\$40-\$100/hr		microfilm; COM, jacketed or step-and-
	for Scanning		repeat microfiche)
	Supervisor		- Typically includes: up to 300 dpi, TIFF file
			output
			- May also include: Option for TIFF or PDF
			file output, basic QA, basic image clean-up,
			basic indexing

In addition to the hourly labor titles previously mentioned, some vendors may also provide other custom digitization services utilizing additional hourly labor pricing such as those listed below:

Additional Hourly Labor Titles	Sample Pricing
Program Director	\$100-\$130
Program Manager	\$85–\$120
Production Supervisor	\$40-\$55
Production Specialist	\$30–\$40
Document Preparation Specialist	\$25–\$35
Systems Engineer	\$75-\$125
Network Engineer	\$65-\$100
Programmer	\$60–\$80
Driver/Courier	\$35–\$50

Sample Digitization Use Case Analysis

To illustrate how an agency may assess whether initiating a digitization project would be cost-effective, sample scenarios are shown below with high level cost-benefit analyses comparing digitizing and physically storing records:

SCENARIO 1: HIGHLY ACCESSED RECORDS STORED FOR 5 YEARS

- 1,000 standard file boxes (average of 2,000 pages per box)
- 75% of boxes are retrieved from storage, 2 times per year

5 Year Storage at FRC				Digitization with Destruction of Hardcopy			
	Qty	Rate	<u>Cost</u>		Qty	<u>Rate</u>	Cost
Storage	1,000 boxes	\$0.24	\$14,400				
		per month					
Reference ¹	7,500 boxes	\$4.40	\$33,000				
		per box					
Refile ¹	7,500 boxes	\$4.75	\$35,625	Scanning &	2,000,000	\$0.07	\$140,000
		per box		Indexing ²	pages	per single	
						side of page	
Shipping ¹	7,500 boxes	\$13.00	\$97,500	Disposition	1,000 boxes	\$5.50	\$5,500
(Level III)		per box				per box	
5 YEAR STORAGE TOTAL		\$180,525	DIGITIZATION TOTAL			\$145,500	
Storage Cost Per Box			\$180.53	Digitization Cost Per Box			\$145.50

¹ <u>Reference, Refile, Shipping Qty</u>: Volume calculated at 7,500 boxes = 1,000 boxes x 75% retrieved x 2 times per year x 5 years

² <u>Scanning/Indexing Qty</u>: Volume calculated at 2,000,000 pages = 1,000 boxes x 2,000 pages per box

SCENARIO 2: INFREQUENTLY ACCESSED RECORDS STORED FOR 5 YEARS

- 1,000 standard file boxes (Average of 2,000 pages per box)
- 5% of boxes are retrieved from storage, 1 time per year

	5 Year Storage at FRC				Digitization with Destruction of Hardcopy			
	<u>Qty</u>	<u>Rate</u>	<u>Cost</u>		<u>Qty</u>	<u>Rate</u>	Cost	
Storage	1,000 boxes	\$0.24	\$14,400					
		per month						
Reference ¹	250 boxes	\$4.40	\$1,100					
		per box						
Refile ¹	250 boxes	\$4.75	\$1,188	Scanning &	2,000,000	\$0.07	\$140,000	
		per box		Indexing ²	pages	per single		
						side of page		
Shipping ¹	250 boxes	\$13.00	\$3,250	Disposition	1,000 boxes	\$5.50	\$5,500	
(Level III)		per box				per box		
	5 YEAR STORAGE TOTAL		\$19,938	DIGITIZATION TOTAL		\$145,500		
Storage Cost Per Box			\$19.94	Digitization Cost Per Box			\$145.50	

¹ <u>Reference, Refile, Shipping Qty</u>: Volume calculated at 250 boxes = 1,000 boxes x 5% retrieved x 1 time per year x 5 years

² <u>Scanning/Indexing Qty</u>: Volume calculated at 2,000,000 pages = 1,000 boxes x 2,000 pages per box

Understanding that these sample scenarios have been simplified for illustration purposes, agencies are encouraged to complete their own assessments tailored to the specific storage and scanning rates available and expected records activity levels. It is also worth noting that other cost-benefit considerations such as lost productivity costs from handling physical materials and setup of necessary document management systems are not included in these samples.