## 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.
$\left.\begin{array}{|l|l|l|l|}\hline \text { Category } & \begin{array}{l}\text { Sample } \\ \text { Hourly Pricing }\end{array} & \begin{array}{l}\text { Sample } \\ \text { Task-Based } \\ \text { Pricing }\end{array} & \text { Comments } \\ \hline \begin{array}{l}\text { Paper Scanning - } \\ \text { Standard Sized Paper- } \\ \text { Black \& White }\end{array} & \begin{array}{l}\text { \$30-\$50/hr } \\ \text { for Scanning } \\ \text { Specialist }\end{array} & \begin{array}{l}\$ 0.04-\$ 0.07 \\ \text { per image }\end{array} & \begin{array}{l}\text { - Typically includes: B\&W paper scanning up } \\ \text { to } 8.5 \times 14 \text { ", up to } 300 \text { dpi, TIFF file output } \\ - \text { May also include: Option for TIFF or PDF } \\ \text { file output, basic prep, basic QA, basic }\end{array} \\ \text { image clean-up, basic indexing } \\ \text { for Scanning } \\ \text { Supervisor }\end{array} \quad \begin{array}{l}\text { - Often assumes records are in good quality } \\ \text { and require little to no prep and/or special } \\ \text { handling (aka in "scan-ready condition"); } \\ \text { more extensive prep or handling may } \\ \text { impact rates } \\ - \text { May impose a minimum image volume } \\ \text { requirement, and may also offer discounted } \\ \text { pricing for higher volumes }\end{array}\right\}$
$\left.\begin{array}{|l|l|l|l|}\hline \text { Category } & \begin{array}{l}\text { Sample } \\ \text { Hourly Pricing }\end{array} & \begin{array}{l}\text { Sample } \\ \text { Task-Based } \\ \text { Pricing }\end{array} & \text { Comments } \\ \hline \begin{array}{l}\text { Paper Scanning- } \\ \text { Standard Sized Paper- } \\ \text { Color }\end{array} & \begin{array}{l}\text { \$30-\$50/hr } \\ \text { for Scanning } \\ \text { Specialist }\end{array} & \begin{array}{l}\text { \$0.05-\$0.15 } \\ \text { per image }\end{array} & \begin{array}{l}\text {-Typically includes: Color paper scanning up } \\ \text { to 8.5 x 14", up to 300 dpi, TIFF file output } \\ - \text { May also include: Option for TIFF or PDF } \\ \text { file output, basic prep, basic QA, basic } \\ \text { image clean-up, basic indexing }\end{array} \\ \text { - Often assumes records are in good quality } \\ \text { and require little to no prep and/or special } \\ \text { handling (aka in "scan-ready condition"); } \\ \text { for Scanning } \\ \text { Supervisor } \\ \text { more extensive prep or handling may }\end{array}\right\}$

| Category | Sample Hourly Pricing | Sample <br> Task-Based Pricing | Comments |
| :---: | :---: | :---: | :---: |
| Scanning Output | \$30-\$50/hr for Scanning Specialist <br> $\$ 40-\$ 100 / \mathrm{hr}$ for Scanning Supervisor | $\begin{array}{\|l\|} \hline \$ 0.00- \\ \$ 30.00 \text { each } \end{array}$ | - TIFF and PDF are the most common file formats and are provided at no additional cost; some vendors may offer enhancements such as hyperlinking or bookmarking <br> - Some vendors provide images via CDs, DVDs, other media, or FTP file transfers at no additional fee, while others charge a fee |
| Optical Character <br> Recognition (OCR) | \$30-\$50/hr for Scanning Specialist <br> \$40-\$100/hr for Scanning Supervisor | $\begin{array}{\|l} \hline \$ 0.004- \\ \$ 3.00 \text { per } \\ \text { image } \end{array}$ | OCR levels may vary resulting in a wide price range; some vendors offer basic OCR while others offer OCR coupled with additional image clean-up services |
| Microform Conversion | \$30-\$50/hr for Scanning Specialist <br> \$40-\$100/hr for Scanning Supervisor | $\$ 0.01-\$ 0.26$ <br> per image | - Microform pricing varies based on type (e.g., microfilm or microfiche) and other factors such as film width (e.g., 16, 35, 105 mm ) or format (e.g., positive or negative microfilm; COM, jacketed or step-andrepeat microfiche) <br> - Typically includes: up to 300 dpi, TIFF file output <br> - 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 | Cost |  | Qty | Rate | Cost |
| Storage | 1,000 boxes | $\begin{gathered} \$ 0.24 \\ \text { per month } \end{gathered}$ | \$14,400 |  |  |  |  |
| Reference ${ }^{1}$ | 7,500 boxes | $\$ 4.40$ <br> per box | \$33,000 |  |  |  |  |
| Refile ${ }^{1}$ | 7,500 boxes | \$4.75 <br> per box | \$35,625 | Scanning \& Indexing ${ }^{2}$ | $\begin{gathered} \text { 2,000,000 } \\ \text { pages } \end{gathered}$ | $\$ 0.07$ <br> per single side of page | \$140,000 |
| Shipping ${ }^{1}$ <br> (Level III) | 7,500 boxes | $\$ 13.00$ <br> per box | \$97,500 | Disposition | 1,000 boxes | \$5.50 per box | \$5,500 |
| 5 YEAR STORAGE TOTAL Storage Cost Per Box |  |  | \$180,525 | DIGITIZATION TOTAL Digitization Cost Per Box |  |  | \$145,500 |
|  |  |  | \$180.53 |  |  |  | \$145.50 |

${ }^{1}$ Reference, Refile, Shipping Qty: Volume calculated at 7,500 boxes $=1,000$ boxes $\times 75 \%$ retrieved $\times 2$ times per year x 5 years
${ }^{2}$ Scanning/Indexing Qty: Volume calculated at $2,000,000$ pages $=1,000$ boxes $\times 2,000$ 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 |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | Qty | Rate | Cost |  | Qty | Rate | Cost |
| Storage | 1,000 boxes | $\$ 0.24$ <br> per month | \$14,400 |  |  |  |  |
| Reference ${ }^{1}$ | 250 boxes | $\$ 4.40$ <br> per box | \$1,100 |  |  |  |  |
| Refile ${ }^{1}$ | 250 boxes | \$4.75 <br> per box | \$1,188 | Scanning \& Indexing ${ }^{2}$ | $\begin{gathered} \text { 2,000,000 } \\ \text { pages } \end{gathered}$ | $\$ 0.07$ <br> per single side of page | \$140,000 |
| Shipping ${ }^{1}$ <br> (Level III) | 250 boxes | $\begin{aligned} & \$ 13.00 \\ & \text { per box } \\ & \hline \end{aligned}$ | \$3,250 | Disposition | 1,000 boxes | $\$ 5.50$ <br> per box | \$5,500 |
| 5 YEAR STORAGE TOTAL Storage Cost Per Box |  |  | \$19,938 | DIGITIZATION TOTAL <br> Digitization Cost Per Box |  |  | \$145,500 |
|  |  |  | \$19.94 |  |  |  | \$145.50 |

[^0]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.


[^0]:    ${ }^{1}$ Reference, Refile, Shipping Qty: Volume calculated at 250 boxes $=1,000$ boxes $\times 5 \%$ retrieved $\times 1$ time per year $\times$
    5 years
    ${ }^{2}$ Scanning/Indexing Qty: Volume calculated at $2,000,000$ pages $=1,000$ boxes $\times 2,000$ pages per box

