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1.1 This policy may be cited as the *Machine Rental Rate* policy.

1.2 In this policy, “day” means a calendar day.

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2.1 Rental rates in this policy include (but are not limited to): depreciation, interest, liability insurance, repairs, maintenance, supplies, fuels, lubricants, overhead, and profit.

2.2 The rental rates are monthly, weekly, or hourly rates. They do **NOT** include any Operators wages.

2.3 For machines hired with more than one attachment, the rate applied shall only include the attachment used for the purpose intended.

2.4 For machines hired with variable horsepower engines, the rate to be paid shall be based on the higher horsepower rating.

2.5 For vibratory rollers, draglines, and scrapers, where two rate criteria exist, the rate to be paid shall be based on the higher rated criteria.

2.6 When equipment is hired on an OPERATED basis, the Operators wages, which mean:

- a) the basic wage paid to the Operator, including burden (where applicable). DTI will review and approve all equipment rates, operator rates, and burdens annually –
 - b) when equipment is rented for work under contract employing the standard construction contract issued by DTI, the amount determined under section forty-five (45) of the *General Conditions* of the contract –
- will be added to the rental cost.

2.7 The cost of fuel and lubricants supplied by Departments shall be deducted from the rental charge.

2.8 The monthly and weekly rates set out in ‘*Appendix A*’ are based on a single ten (10) or eight (8) hour shift for each day the machinery is rented.

2.9 Monthly, weekly, and hourly rental rates shall be paid in the following circumstances:

- a) a monthly rental rate shall be used if machinery is rented for at least twenty-one (21) days;
- b) a weekly rental rate shall be used if machinery is rented for at least five (5) but not more than twenty (20) days; and,

- c) an hourly rental rate shall be used if machinery is rented for fewer than five (5) days.

2.10 Where machinery is rented for more than twenty-one (21) days, the amount that is payable in respect of each day, for a single shift, for which the machinery is rented in excess of twenty-one (21) days is as follows:

$$\frac{1}{21} \times \text{applicable monthly rate}$$

2.11 Where machinery is rented for five (5) days or more but fewer than twenty-one (21) days, the amount that is payable in respect to each day, for a single shift, for which the machinery is rented in excess of five (5) days and up to twenty (20) days is as follows:

$$\frac{1}{5} \times \text{applicable weekly rate}$$

2.12 Where machinery is rented on a monthly basis and is used for a double shift, the rental rate to be paid for the second shift is as follows:

$$\frac{1}{21} \times \text{applicable monthly rate} \times 0.5$$

2.13 Where machinery is rented on a weekly basis and is used for a double shift, the rental rate to be paid for the second shift is as follows:

$$\frac{1}{5} \times \text{applicable weekly rate} \times 0.5$$

2.14 Where machinery is rented on a monthly or weekly basis and is used for a triple eight (8) hour shift, the total rental rate to be paid for the two (2) additional shifts is as follows:

- a) if rented on a monthly basis:

$$\frac{1}{21} \times \text{applicable monthly rate}$$

- b) if rented on a weekly basis:

$$\frac{1}{5} \times \text{applicable weekly rate}$$

2.15 Where machinery is rented on a monthly basis and is used in excess of a single shift or a double shift, but not for a triple shift, the rental rate to be paid for those additional hours or portions of those hours for which it is used in excess of the single or double shift shall be calculated as follows:

- a) for hours worked in excess of a single ten (10) hour shift up to a double ten (10) hour shift:

$$\# \text{ of hours worked} / 210 \times \text{applicable monthly rate}$$

- b) for hours worked in excess of a double ten (10) hour shift:

$$\# \text{ of hours worked} / 210 \times \text{applicable monthly rate} \times 0.5$$

- c) for hours worked in excess of a single eight (8) hour shift up to a double eight (8) hour shift:

$$\# \text{ of hours worked} / 168 \times \text{applicable monthly rate}$$

- d) for hours worked in excess of a double eight (8) hour shift up to a triple eight (8) hour shift:

$$\# \text{ of hours worked} / 168 \times \text{applicable monthly rate} \times 0.5$$

2.16 Where machinery is rented on a weekly basis and is used in excess of a single or double shift, but not for a triple shift, the rental rate to be paid for those additional hours or portion of hours for which it is used in excess of the single or double shift shall be calculated as follows:

- a) for hours worked in excess of a single ten (10) hour shift up to a double ten (10) hour shift:

$$\# \text{ hours worked} / 50 \times \text{applicable weekly rate}$$

- b) for hours worked in excess of a double ten (10) hour shift:

$$\# \text{ hours worked} / 50 \times \text{applicable weekly rate} \times 0.5$$

- c) for hours worked in excess of a single eight (8) hour shift up to a double eight (8) hour shift:

$$\# \text{ hours worked} / 40 \times \text{applicable weekly rate}$$

- d) for hours worked in excess of a double eight (8) hour shift up to a triple eight (8) hour shift:

$$\# \text{ hours worked} / 40 \times \text{applicable weekly rate} \times 0.5$$

- 2.17** Sections (2.12) to (2.16) apply to double or triple shifts or hours worked in excess of a single or double shift even though the shifts or hours may not be completed in the same day that the first shift was commenced.
- 2.18** Rentals shall be paid for working time only, which does not include lunch hour, but down time of less than one (1) hour in one shift shall not be deducted.
- 2.19** When a machine is rented for a period of sixteen (16) hours or less, reasonable transportation costs to and from the job may be paid.
- 2.20** In case of an emergency which endangers the health or safety of the public, the Departments or Agencies may negotiate a rental rate necessary to carry out the work.

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- 3.1** Subject to Section (2), the maximum rental rates for machinery are those set out in '*Appendix A*'.
- 3.2** If the machinery to be rented is **ELEVEN (11)** model years or older, the maximum rental rate for the machinery shall be ninety percent (90%) of the rate set out in '*Appendix A*'.
- 3.3** Section (3.2) does not apply to cranes, draglines, or dump trucks.

Machine Rental Rate Policy 2023
Dept. of Transportation and Infrastructure

‘Appendix A’ – *Machine Rental Rate Table*

See attached