# LIGHTING GLOBAL QUALITY ASSURANCE

SEEKING FEEDBACK ON OUR FEE STRUCTURE





## Our current pricing schedule

Category	Service	Fee (USD)
Quality Verification Services*	Market Entry Testing (QTM)	\$1000
	Renewal Testing and Retesting	\$500
	Accelerated Verification Method (AVM)	Up to \$6000
	Pay-as-you-go (PAYG) coordination	\$600
	Penalty for failure to correct conditional pass	\$2000
Other Services	Additional product sampling (per event), could vary by location	\$500
	Initial Screening Method (ISM) report review and evaluation	\$500
Administrative Fees	Invoicing	\$50

#### Quality verification services include all of the following:

- Design a test plan
- Review packaging and user manuals prior to testing
- Coordinate selection of product samples for testing
- Oversee testing and provide technical support to laboratories as needed
- Review draft test reports
- Prepare a cover letter that interprets the test report, benchmarks the product, and provides tailored feedback on the product's performance
- Create a VL and Spec Sheet/Book and list the product on the Lighting Global website

#### **Benefits of our quality verification services**

- Get access to Lighting Global <u>Associate Services</u>
- Signal to investors that your company is committed to quality
- Gain entry for your products to markets in Ethiopia, Kenya, Rwanda, and Tanzania
- Bring your products to the attention of professional buyers
- Qualify your products for bulk procurements, RBF schemes, working capital facilities, and other programs funded by governments and development partners
- Get your products listed on the Lighting Global <u>products page</u>
- Have confidence that your products are tested correctly and test reports are accurate
- Learn how your products compare to your competitors' products
- Get help bringing your products into compliance with the quality standards

#### Why change our fee structure?

- Put the program on a more sustainable trajectory
- Adjust to increasing costs of doing business
- Increase fairness across companies
- Build the technical capacity of others

#### We want your feedback on three concepts:

- A. Base fee + adders
- B. Eligibility criteria for discounted pricing
- C. Contracting directly for product sampling

#### A. Base fee + adders

#### **Current Fee Schedule**

Category	Service	Fee (USD)
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Administrative Fees	Invoicing	\$50

#### A. Base fee + adders

#### Market Entry Testing (QTM)

Category	Service	Fee (USD)
Base Fee	Standard Base Fee	Xi
	Discounted Base Fee	X <sup>ii</sup>
Adders	Plug-and-play solar home system kit	y <sup>i</sup>
	Non-plug-and-play product	y <sup>ii</sup>
	Per included appliance with a battery (includes lights)	y <sup>iii</sup>
	Per included appliance without a battery (includes lights)	y <sup>iv</sup>
	Per component tested (product families only)	У <sup>v</sup>

#### **B.** Eligibility criteria for discounted pricing

#### Market Entry Testing (QTM)

Category	Service	Fee (USD)
Base Fee	Standard Base Fee	X <sup>i</sup>
	Discounted Base Fee	Χ <sup>ii</sup>
Adders	Plug-and-play solar home system kit	y <sup>i</sup>
	Non-plug-and-play product	y <sup>ii</sup>
	Per included appliance with a battery (includes lights)	y <sup>iii</sup>
	Per included appliance without a battery (includes lights)	y <sup>iv</sup>
	Per component tested (product families only)	y <sup>v</sup>

#### **B.** Eligibility criteria for discounted pricing

- New customer for the first product (or product family) seeking quality verification
- New customer for the first 2 or 3 products (or product families) seeking quality verification
- Low sales volume based on total number of quality-verified products sold during prior year
- Low sales revenue based on value of sales of quality-verified products during the prior year
- Some combination of the above

#### C. Contracting directly for product sampling

- Give companies the option to hire an approved sampling agent to conduct random sampling
- Companies would still be able to hire CLASP to handle sampling if they prefer

### **Example 1**

- Simple solar lantern
- Eligible for discounted pricing
- CLASP coordinates product sampling

Quality Verification Services		Fee
Base Fee	Standard Base Fee	
	Discounted Base Fee	\$
Adders	Plug-and-play solar home system kit	
	Non-plug-and-play product	
	Per included appliance with a battery (includes lights)	
	Per included appliance without a battery (includes lights)	
	Per component tested (product families only)	
Related Services	Sampling coordination	\$500

### Example 2

- Pico-solar lighting kit with 4 light points
- Not eligible for discounted pricing
- Company hires third party to sample the product

Quality Verification Services		Fee
Base Fee	Standard Base Fee	\$
	Discounted Base Fee	
Adders	Plug-and-play solar home system kit	
	Non-plug-and-play product	
	Per included appliance with a battery (includes lights)	
	Per included appliance without a battery (includes lights)	\$
	Per component tested (product families only)	
Related Services	Sampling coordination	
Paid to 3 <sup>rd</sup> party	Sampling	\$

### **Example 3**

- SHS kit with 4 light points, torch, radio, and TV included
- Not eligible for discounted pricing
- CLASP coordinates product sampling

Quality Verification Services		Fee
Base Fee	Standard Base Fee	\$
	Discounted Base Fee	
Adders	Plug-and-play solar home system kit	\$
	Non-plug-and-play product	
	Per included appliance with a battery (includes lights)	\$
	Per included appliance without a battery (includes lights)	\$
	Per component tested (product families only)	
Related Services	Sampling coordination	\$500
Paid to 3 <sup>rd</sup> party	Sampling	

# Q&A

# **DISCUSSION**

Please complete this short survey by March 15 https://www.surveymonkey.com/r/LG\_pricing



