
From: Graeme Barclay
Sent: 30 April 2009 08:14
To: John Casserly
Subject: RE: CUS certificate

Another 800K down the pan!

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From: John Casserly
Sent: 29 April 2009 15:19
To: Dennis Murray
Cc: Steven Bell; Graeme Barclay
Subject: RE: CUS certificate

Further to our discussion earlier regarding the attached and my meeting with Taryne I confirm the following as discussed:

I have re-visited the proposed certification and propose to increase the certification value as follows:

Additional Costs due to increase CUS staff number for accommodation (inc 8.8%)	£
21,606.90	
Gas engineer tie deduction removed	£ 40,000.00
L&M Surveys setting out tie deduction removed	
£ 20,000.00	
Enabling works on account payment increased – subject to CUS maintaining entitlement & providing the Previously agreed substantiation and details for the costs	£200,000.00
Mass barrier payment for total hire costs requested by CUS in addition to the purchase – this is subject to The correct rates being applied by CUS in the applications for the hire and ownership of the barrier Transferring to tie with no further cost from CUS.	£463,030.00

1% uplift applied to work sector change control value of £3,608,263.13
£ 36,082.63

Total additional certification on account

£780,719.53

Add previously advised certification
value

£826,620.68

Total proposed certified value excluding VAT

£1,607,340.21

Regards

John

John Casserly
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From: Dennis Murray
Sent: 29 April 2009 09:04
To: John Casserly
Subject: CUS certificate

John,

Steven spoke to Steve H last night. Not best pleased at the Cert level. Steven (and the rest of us) are rightly concerned that a major explosion could result next week if we maintain our current position. Equally we cannot pay on account of matters we do not have at least a gut feel that it is OK.

Conclusion to my discussion with Steven was to ask you to sit with Taryne this morning and discuss the items in the account that are not a matter of principle difference but are a matter that CUS has failed to provide proper or adequate information. Could you look at some of the easy ones in this regard – I'm thinking of the additional office space whereby they brought in extra space but utilised it for another contract. I think that they must be able to recover something and although it is not substantiated what could we reasonably value. That is only an example. Could you and Taryne explore other areas where we have no substantiation but feel they are due something reasonable. I,m also thinking about the 1%uplift for maintenance. I believe subject to the terms of our agreement in this regard that they should be entitled to have this applied to certain Changes which are part of the permanent works and a portion of the agreed claims which also form part of the cost of permanent works. Could you call me to discuss.

Regards
Dennis

Dennis Murray
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