
From: Stewart McGarrity
Sent: 26 March 2008 14:01
To: Alastair Richards - TEL; Geoff Gilbert
Cc: Steven Bell; Jim McEwan; Dennis Murray; Bob Dawson
Subject: FW: Construction Works Price + Contract Price - PRIVATE & CONFIDENTIAL
Attachments: Infraco Contract Sum (issued 14 March 2008).xls; The Contract Price.xls

Chaps,

I'm just looking at the figures Bob and Campbell have compiled for the table at section 2.5 of Sch 4 – see attached file *The Contract Price.xls*. I need to confirm or clarify some things with you. Thanks for your help.

Alastair

- The figures provided for Infraco Maintenance Mobilisation and Spare Parts are :
 - Infraco Maintenance Mobilisation: **£1,782,291** (compared to £1,397,000 provided in the budget)
 - Infraco Spare Parts: **£1,223,332** (compared to £1,174,762 provided in the budget)

Can you help me by confirming that the updated figures are correct; will be recognised by BBS and also point to the specific page in the schedules where I can find them? Please can you also provide an explanation as to why they are higher than the budget provisions by **£434k**?

- We have taken the £300k VE item on rationalising spare parts (Appx. C – Item 25) as a credit against the Construction Works Price but that does not appear to me to be an issue so long as we get credit somewhere.
- Infraco depot equipment has been identified as separate £2.5m line item (line d) over and above the Construction Works Price. I'm pretty sure this is wrong as the CWP already of £236m already includes for all dept equipment being supplied by Infraco but can you confirm anyway. I'm also going to delete line f for the Tram model as that was not supplied under the Infraco or Tramco contracts.
- The Tram Maintenance Price over 30yrs is a calculation based upon assumptions about km in service, indexation for inflation and an exchange rate, all of which will be subject to change. Do you need to agree the assumptions used with the BBS people and then spell the assumptions out here?
- Do we actually need lines for demobilisation cost for the Maintenance sections?

Geoff

- The table has separate lines for the "SDS Price" and the "Tram Supply Price". Do we know when the "SDS Price" will be available to slot in here.
- We have an anomaly here in that the SDS Price is already included as a "provisional sum" at £2m in the Construction Works Price of £236m but is not actually listed as a provisional sum in Appx B of Sch 4. **Please can you confirm that we are not running into any problems with this one?** My view as expressed before is that we should remove the £2m "provisional sum" from the Construction Works Price.
- What are the implications of the total for Construction Works Price and Contract Price (including revenue items) anyway i.e. is there an imperative to make the CWP higher or lower?
- Is the overall presentation of the table what you expected to see?

Stewart
Mobile: XXXXXXXXXX

From: Bob Dawson
Sent: 26 March 2008 11:01
To: Stewart McGarrity
Subject: FW: Construction Works Price + Contract Price

Stewart,

Below was the e-mail that issued the Construction Works Price build up, together with the attachment.

Also attached is an electronic copy of the spreadsheet that I just gave you as requested. This is a draft and some items may be combined and/or figures subject to confirmation.

If you have any queries please let me know.

Regards

Bob

From: Bob Dawson
Sent: 14 March 2008 16:35
To: Richard.Walker@bilfinger.co.uk; Scott.McFadzen@bilfinger.co.uk; 'Tom Murray'; Flynn.Michael@siemens.com; herbert.fettig@siemens.com
Cc: Dennis Murray; Geoff Gilbert; Steven Bell; Jim McEwan; Stewart McGarrity
Subject: Construction Works Price

Dear All,

Please find attached the build up to the Construction Works Price for your confirmation.

As you'll see I've added some side notes on the summary sheet to reconcile the provisional sums figures.

All the tabs are copies of the relevant tables from Schedule 4 discussed previously.

Please don't forget to click on "entire workbook" when you print.

Regards

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