

Notification, submission, assessment and implementation of compensation events under NEC Engineering and Construction Contract

Objectives : At the end of the day, participants should :

- > Appreciate the philosophy behind and inputs into compensation events.
- > Understand what a compensation event is.
- > Know how compensation events are assessed in terms of time & cost.
- > Have a good appreciation of both Schedule of Cost Components.

As with all courses, this can be on NEC3 only, NEC3 with changes to 4th edition highlighted or purely on NEC4.

Programme :

Session 1 Quick Review of NEC Engineering and Construction Contract.

Session 2 Overview of Change Management.

How early warnings and the Accepted Programme feed into the compensation event procedure.

Session 3 Definitions of Compensation Events.

Core clause compensation events. Main and Secondary Options CEs. Exercise.

Session 4 Time scales. Notification, Submission, Re-submission, Implementation. Exercise.

Session 5 Assessment. Basis for assessment. Cost and Time Risk Allowances. Forecasts and Assumptions. Reduced Prices. Reasons for reducing the assessment. Excluded Costs. Exercise.

Session 6 The Schedule of Cost ComponentS.

When to use the 'full' and Short Schedule of Cost Components. Understanding the full schedule. Exercises. Understanding the Short Schedule. Exercise.

Session 7 A Methodology for the Rapid Assessment of Compensation Events.

This course is aimed at those involved in the administration and management of change under the NEC Engineering & Construction Contract. It is an advanced course for those who already have some experience and a working knowledge of the contract, yet wish to develop their capabilities further.

The programme is interspersed with exercises to illustrate the points made and is for people with some experience of using the NEC Engineering & Construction Contract.

Timetable : 08.45-09.00 Coffee and Welcome.
11.00-11.15 Coffee.
13.00-14.00 Lunch.
15.15-15.30 Tea.
1700 Close.

Tutor : Dr Jon Broome BEng PhD MAPM
managing consultant, **leading edge projects consulting ltd**

What previous participants said about this course :

"Short, concise course which is very useful and will change the contract management of a current project".

"This is one of the best courses I have been on. Jon is so knowledgeable and a good speaker."