

**NEC3 Engineering and Construction Contract
(April 2013 Edition)**

Defined Cost

Speaker: Mark Bezzant of Bezzant Limited.

Title: Defined Cost under the NEC3 Engineering and Construction Contract.

Summary: The course will provide a reasonably detailed explanation of Defined Cost under the NEC3 Engineering and Construction Contract (April 2013 Edition).

Objectives: The course aims to provide those delegates who are involved in bidding for and/or administering the contract an increased knowledge of the matter of Defined Cost, including what is allowable as Defined Cost under the various main options and what constitutes Disallowed Cost.

Topics:

1. The three definitions of 'Defined Cost' under the six main options
2. Key differences between the definitions of Defined Cost
3. Use and content of the Schedules of Cost Components
4. Treatment of payments to subcontractors, suppliers, design consultants, labour-only subcontractors, agencies
5. Use and coverage of the rates and percentages stated in the Contract Data part two – rates for designers, Working Areas overheads percentage, people overheads percentage, etc
6. Treatment of people and Equipment
7. Fee and fee percentages
8. Cost of preparing quotations
9. Disallowed Cost – relevant cost and items.