

## **NEC4 Engineering and Construction Contract**

### **Compensation events**

**Speaker:** Mark Bezzant of Bezzant Limited.

**Title:** Compensation events under the NEC4 Engineering and Construction Contract (June 2017 Edition and with Amendments January 2019).

**Summary:** The course will provide a reasonably detailed explanation of the compensation events defined in the NEC4 Engineering and Construction Contract.

**Objectives:** The course aims to provide those delegates who are involved in bidding for and/or administering a contract based on the NEC4 Engineering and Construction Contract an increased knowledge of the compensation events and, in brief terms, how they relate to the procedural and assessment rules under clauses 61 to 66. The course does not however cover the procedural or assessment rules in detail.

**Topics:**

1. The compensation events
  - Core clause compensation events
  - Main option B and D compensation events
  - Secondary option clause compensation events
  - Additional compensation events stated in the Contract Data part one
  - Particular compensation events
    - Instructions changing the Scope
    - Instructions resolving ambiguities and discrepancies
    - Instructions implementing cost reduction proposals by the Contractor
    - Other instructions by the Project Manager
    - Withholding of acceptances
    - Unforeseen physical conditions
    - Weather
    - Work by Others
    - Client's liability events
    - Correction of assumptions
2. Overview of the relationship between the compensation events and the procedural and assessment rules