

NEC4 Engineering and Construction Contract

Defined Cost

Speaker: Mark Bezzant of Bezzant Limited.

Title: Defined Cost 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 Defined Cost under the NEC4 Engineering and Construction Contract, Main Options A to E only.

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 matter of Defined Cost, including what is allowable as Defined Cost under the main options and what constitutes Disallowed Cost.

Topics:

1. The definitions of 'Defined Cost' under main options A, B, C, D and E
2. Use and content of the Schedules of Cost Components
3. Treatment of payments to subcontractors, suppliers, design consultants, labour-only subcontractors, agencies
4. Use and coverage of the rates and percentages stated in the Contract Data part two
5. Working Areas
6. Treatment of people and Equipment
7. Fee and fee percentage
8. Cost of preparing quotations
9. Disallowed Cost – relevant cost and items
10. Accounts and records of Defined Cost
11. Finalising Defined Cost under main options C, D and E.