

To: Andy Luckhurst[Andy.Luckhurst@ofgem.gov.uk]; Johan Brand[Johan.Brand@ofgem.gov.uk]; Sophie Jubb[Sophie.Jubb@ofgem.gov.uk]
Cc: Mary Smith[Mary.Smith@ofgem.gov.uk]
From: Keith Avis
Sent: 2012-12-06T08:34:29Z
Importance: Normal
Subject: RE: NIRHI: IT/Manual Solution - Costs
Received: 2012-12-06T08:34:30Z
[NIRHI IT Costs.docx](#)

Andy / Johan

Let me know the outcome, from my perspective the £183k for the standalone solution is fine but £198k for the joint is going to be difficult to sell to Matthew and DETI as this is meant to be the cheaper solution. I appreciate that because of where we are there will be some eating into the contingency, but as we are meant to be splitting the costs with GBRHI are we saying that from here on in NIRHI contribution will be £83,306? I appreciate that QA will be continuing in December, but apportioning costs with GB RHI for the rest is still unclear to me. Once you have had your discussion, if one of you could send me some bullets with the agreed make up of costs for the joint release from now until end of March that would help me greatly. I may be being over simplistic here, but I know that we will have no chance of a steer from DETI unless we are clear for them.

Rgds
Keith

From: Andy Luckhurst
Sent: 05 December 2012 17:21
To: Johan Brand; Sophie Jubb
Cc: Keith Avis
Subject: RE: NIRHI: IT/Manual Solution - Costs

Johan,
Drop by my desk and I will go through it with you.
Regards,
Andy

From: Johan Brand
Sent: 05 December 2012 17:04
To: Sophie Jubb
Cc: Andy Luckhurst; Keith Avis
Subject: Re: NIRHI: IT/Manual Solution - Costs

Hi Andy,

I am sorry but this does not make sense to me at all. Can we please have a quick chat where you explain the figures to us?

On 5 Dec 2012, at 17:01, "Sophie Jubb" <Sophie.Jubb@ofgem.gov.uk> wrote:

Hi Andy – I may be reading it wrong but do your costs take into account deducting the £17,227 for Jan? I would have thought this would not be required? Sorry if I am misunderstanding.
Thanks

From: Andy Luckhurst
Sent: 05 December 2012 16:19
To: Keith Avis; Johan Brand
Cc: Mary Smith; Richard Kayan; Sophie Jubb
Subject: RE: NIRHI: IT/Manual Solution - Costs

Keith,
See below with my responses.
I'm also attaching the latest financial breakdown which was agreed with Finance on Monday. This may help explain where things are now, because it makes clear how much of the expenditure is against the base budget, and how much is against contingency.
I'm making provision for further contingency calls (in other words, the additional £8,431 has been added to the existing overall budget of £190,000). As you know, the original contingency agreed was £47,000 and we have already made provision for contingency calls totalling £41,532. As a result of additional changes identified during the latter stages of development/beginning of the QA phase, and slippage caused by issues with the development/QA handover, it is looking