

# Scotia Gas Networks / Wales & West Utilities (formerly National Grid Transco) Engineering Period Contracts

**Value; £300m**

**Contract; Engineering Period Contracts**

**Term; 5 years (until 2005)**

**Location; Southern, South East & South West**

**Description:**



Morrison's management structure was initially developed to complement the "process aligned" structure of National Grid Transco.

The contract was awarded to Morrison through a competitive process focused not only on cost, but the ability to provide service. Key activities considered included Health and Safety, our ability to mobilise and past performance.

The pipeline works include low, intermediate and high pressure mains, with up to 50km of pipework being installed every month.

In addition to the replacement works the scope also included Policy Metering Exchange and Regulator Maintenance. This includes district regulator, high pressure regulator and governor work.

Reinstatement of our own work as well as following client direct labour was included in the scope of work. Over 300 GD1 Operatives were also provided on an agency basis through the contract.

The contract was initially on an open book, target cost basis, subsequently being converted to a fixed schedule of rates. Following the sale of Distribution Networks, these contracts were novated to Scotia Gas (Southern Network) and Wales & West Utilities (Wales & South West Network.)

Gas

# Gas

## Key skills

- Variety of pipelaying techniques including open cut, insertion, moling, roll down, swage down, bursting and directional drilling.
- Mobilisation of originally 120 teams complete with transport and equipment within 4 weeks of award (including Christmas).
- Initial payment mechanism provided full visibility of costs to Morrison and NGT; flexible approach adopted in conversion to fixed schedule of rates
- Highway authority liaison
- 508km policy mains replacement target achieved in last 12 months of contract.