



School Name:  
Project: M200 OMFE

### **General Summary - PART D (Day 2): FSR Narrative**

1. Final Project Budget (after buyout): \$221,100,670
2. Buyout percentage complete – 100%
3. New Contingency Values:
  - a. Design – 4%
  - b. Buyout – 3%
  - c. Construction – 4%
4. Anticipated Final Project Margin: 6%

Provide blanks above and brief narrative below:

With buyout 100% complete we can access the losses vs gains and adjust the buyout contingency % from the original value of 4% to 3%. With the buyout contingency we have in the budget currently we are confident that we made the right decision in reducing that percentage and that we have enough contingency to cover any currently unforeseen buyout risks.

We did however decide to increase the design contingency from 3% to 4% to account for some risks that we identified earlier in the project, we feel that with the uncertainties that design build projects sometimes present we have a substantial value allocated to design risks and will be able to manage any design gaps that may occur in the future of the project.

After accessing the risks associated with buyout, design and construction and keeping in mind the owners maximum project value, we believe that we will be able to increase our margin from 5% to 6%.

We hope that with proper risk management we can hold this 6% value or possibly increase it through the course of the project either way we believe we have enough of a buffer in contingency to accurately manage the financial risks associated with the project.