



Change Order Authorization

Customer Name:	Derwick Associates Corp.	Project Name:	Barinas
Customer PO #:	n/a	Project Number:	10-T1003
Change Order #:	Barinas - CO 001: Relocate/remove PDVSA inventory	Location:	PDVSA - Barinas
Attachment:	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
Contract Price Impact	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	(see details below)	
Contract Schedule Impact	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	(see details below)	

Description and Scope of Extra Work:

Section 2.0 of the Contract TSD states "Owner will provide a reasonably level graded site and additional 2 hectares adjacent to plant as shown on drawings attached. Derwick will grade, fence and gravel this area." This section goes on to detail work, such as removal of specific existing PDVSA equipment and/or their foundations, etc., to be performed by Derwick such that a reasonably level graded site is provided to begin new construction. Anything beyond what is detailed, such as removal/relocation of existing PDVSA inventory (for example, crates, generators, existing GSUs, scrap waste, etc.) is PDVSA's responsibility to perform as part of providing a reasonably level graded site. Section 2.8 of the TSD states "Contractor to unload all Plant equipment delivered to site. Contractor will provide all cranes and support equipment and manpower as required to erect the gas turbine generators." Since the Owner furnished equipment was delivered to the site in the summer of 2010 and received and stored at PDVSA's discretion prior to the existence of the EPC Contract, the only equipment that PES is to unload is BOP equipment. Also, PES is only required to provide the equipment necessary to "erect the gas turbine generators". Relocating PDVSA's existing inventory on site is obviously not part of the erection process. Relocating existing PDVSA inventory is clearly not a PES responsibility. This Change Order is being provided if PDVSA/Derwick would like for PES to perform this work rather than PDVSA performing it themselves.

Price Impact:

Fixed Price

Fixed Amount

Estimated Cost

USD (\$)	BsF
	2,338,560

Estimated Costs Rates:

Daily Estimated Amount:

USD (\$)	BsF

Schedule Impact:

The CTG foundation drawings were Issued for Construction to Derwick on 02 Dec 2011. Derwick has stated that construction on these foundations cannot begin until the existing PDVSA inventory is relocated such that Derwick can complete their demolition and soil remediation work. Therefore, each day of delay in relocating the applicable inventory is a day of delay to erecting the P&W FT4C - 1D Twin Paccs.

Administration:

		Date	Title
Extra Work Requested by:	Randy Lillard	9-Dec-11	PES Project Manager
		Date	Title
Customer Approval Signature:			

Comments:

Cost breakdown and supporting documents are attached. Approval of this CO and payment of any down payments required by the subcontractors will be required for the work to begin.

Customer agrees to pay for work described above. This work will be executed under the same terms and conditions of the primary work scope being performed.

- Original: Project File
- Copy: Customer
- Copy: Project Control