\$32,500

\$192,500

Plus Contractor's share of VECP savings (50%)

Total Reduction in Contract Price

EXHIBIT E - VECP SAMPLE CALCULATION

The following example concerns a proposal by Contractor to acquire additional Right of Way in lieu of wall construction.

Calculation of VECP Savings Cost of wall Less cost of preparing VECP Less costs of implementing proposal Contractor's expenses CDOT's cost of personnel CDOT's cost of property Total cost Net savings from VECP	\$250,000 (\$10,000) (\$15,000) (\$10,000) (\$150,000) (\$185,000) \$65,000
Contract Adjustment CDOT's total cost	\$160,000