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
Net savings from VECP	<u>\$65,000</u>
Contract Adjustment CDOT's total cost	\$160,000

CDOT's total cost	\$160,000
Plus Contractor's share of VECP savings (50%)	\$32,500
Total Reduction in Contract Price	<u>\$192,500</u>