

From: Clegg, Patsy M SCC-CHSE-PC
Sent: Monday, August 13, 2001 6:45 PM (GMT)
To: Cagen, Stuart Z SCC <szcagen@Shell.Com>; Tsai, Shan SP SHLOIL-SPS <sptsai@Shell.Com>
Subject: FW: BENZENE Consortium Invoicing - REPLY REQUESTED/REQUIRED
Attach: Dr Irons Binder.PDF

The Irons Budget. Not available in a user friendly format. Thought you would like a copy.

Patsy

-----Original Message-----

From: Lorraine Twerdok [mailto:twerdokl@api.org]
Sent: Monday, August 13, 2001 1:29 PM
To: 'Clegg, Patsy M SCC-CHSE-PC'
Subject: RE: BENZENE Consortium Invoicing - REPLY REQUESTED/REQUIRED

Patsy -

Per your request, here is a detailed cash flow budget for Dr. Iron's share of the first 1.5 years of the consortium. This file is not user friendly. I would recommend that you print it out, then call me or George to walk you through it. Also, please note that the budget is presented in duplicate - one in US dollars and one in Chinese "dollars." Spreadsheets without \$ signs are in Chinese currency, and you can basically ignore them.

Regards,
Lorraine

-----Original Message-----

From: Clegg, Patsy M SCC-CHSE-PC [mailto:pmclegg@Shell.Com]
Sent: Monday, August 13, 2001 2:10 PM
To: 'Lorraine Twerdok'; Beatty, Patrick; BURNETT, Don; Carol A Fairbrother; 'michael.d.johnston@usa.conoco.com' (BZ Consort); 'pmclegg@shellus.com'
Cc: Elsie Barbaza; Paula Podhasky; George Woodall
Subject: RE: BENZENE Consortium Invoicing - REPLY REQUESTED/REQUIRED

Lorraine and Oversight Committee,

In an OC conference call on Friday, August 10, when the subject of invoicing was discussed, Shell stated that we could not write a check until the contract is signed by all parties. I thought that I heard general support for that position. It is probably okay to send an invoice, but I would not expect payment of funds until the contract is executed by all parties. Therefore, I think the contract team should expedite their work.

You may send the Shell invoice to me. I have already arranged with the sponsoring management to get a check.

Patsy Clegg
PO Box 4320
Houston, TX 77002

The attachment did not come through. Would you please send Shell a copy of the excel spreadsheet with the detailed budget.

SHELL-MCCLURG-051689

Thanks,

Patsy

Patsy M. Clegg

Product Steward, HSE

Shell Chemical Company, PO Box 4320, Houston, TX 77002

Phone: 713-241-2521 FAX: 713-241-3325

e-mail: pmclegg@shellus.com <<mailto:pmclegg@shellus.com>>

-----Original Message-----

From: Lorraine Twerdok [<mailto:twerdokl@api.org>]

Sent: Monday, August 13, 2001 12:52 PM

To: Beatty, Patrick; BURNETT, Don; Carol A Fairbrother;

'michael.d.johnston@usa.conoco.com' (BZ Consort); 'pmclegg@shellus.com'

Cc: Elsie Barbaza; Paula Podhasky; George Woodall

Subject: BENZENE Consortium Invoicing - REPLY REQUESTED/REQUIRED

Importance: High

To Benzene Health Research Consortium Oversight Committee:

API met with Dr. Irons on 8/7/01 to discuss University of Colorado grant issues. At API's request, Dr. Irons presented us with an estimate of approximately \$3M for research expenses through the end of 2001. This total includes:

1. University of Colorado personnel and expenses (\$780K; includes Shanghai travel and lodging)
2. University of Fudan personnel and expenses (\$56K)
3. SMCDPC (Shanghai CDC equivalent) personnel and expenses (\$13K)
4. SIPHS (Shanghai OSHA equivalent) personnel and expenses (\$60K)
5. EMBSI (exposure assessment & epi. support) personnel and expenses (\$150K)
6. Laboratory (clinical and research) equipment, supplies and start-up costs (\$1.8M)

In order to keep Dr. Irons solvent with the University of Colorado, keep good faith with the Chinese collaborators, and get the laboratory set-up started so case sample work may begin early next year, we need to have the grant in place by September 1, 2001.

This \$3M estimate is very close to the 15% invoicing for year 2001 agreed upon during budget discussions last May/June. As you may recall, in order to accommodate a mid-year start it was decided to invoice half of Year 1 costs immediately, and the other half early in 2002. Year 1 invoices are 30% of the total research costs, so half of 30% is 15%, and 15% of \$19.7M is \$2.955M.

Consequently, in consultation with the Oversight Committee Chair and based on your company commitment letters, we would like to invoice the initial 15% to all companies within the next week.

By return email, could you please send me your company contact information for invoicing.

Thank you,
Lorraine Twerdok
Benzene Consortium Administrator

PS - Attached is a one page summary budget estimate; 50+ pages of detailed budget excel spreadsheets are available upon request - in hard copy, only.

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