

ANNEX K

Five Cases Methodology – Key Principles

Strategic Case

- Strategic fit
- Why intervention required
- Objectives

Economic Case

- Demonstrate public value, outputs, outcomes
- Options appraisal
- Cost/benefit analysis, VFM assessment
- Justification for preferred option

Commercial Case

- Demonstration that preferred option will result in viable procurement and a well structured deal
- Planning and management of the procurement
- Risk and contract management

Financial Case

- Detailed capital and revenue requirements
- Impact analysis

Management Case

- Delivery capability
- Risk, programme and contract management

Note

All business cases will be required to demonstrate how the proposals comply with the Five Cases Methodology as detailed above and this will be assessed through due diligence and is detailed in Annex G.

Annex J sets out how the Transport schemes assessment process is complying with the Five Cases Methodology