Cabinet Secretary for Wellbeing Economy, Fair Work and Energy Rùnaire a' Chaibineit airson Eaconamaidh do Mhath Dhaoine, Obair Chothromach is Cumhachd Neil Gray MSP Niall Gray BPA



Scottish Government Riaghaltas na h-Alba gov.scot

T: 0300 244 4000

Richard Leonard Convenor Public Audit Committee publicaudit.committee@parliament.scot

Edward Mountain Convenor Net Zero, Energy and Transport Committee netzero.committee@parliament.scot

2 February 2024

Dear Edward and Richard,

You will be aware that the CEO of Ferguson Marine has provided an update on the delivery of MV Glen Sannox and Hull 802.

This update gave more detail on the challenges associated with the installation of LNG pipework and reported that, as a result, the handover date for Glen Sannox has slipped to at least the end of May 2024. Additionally, the CEO indicated that work is taking place to reforecast the costs of delivering both vessels and undertook to update the NZET Committee prior to 23<sup>rd</sup> February 2024. As I set out previously, my officials will carry out due diligence on any re-forecasted costs and I will provide the Committee with their conclusions as soon as possible thereafter.

These are, once again, concerning developments, and I am extremely disappointed by this update. Whilst I accept that the upcoming sea trials are designed to identify issues that need to be addressed before the vessel enters into service, I have impressed upon the CEO the need to control costs wherever possible, and in addition, spoken to the Chairman to ensure he is aware of the requirement for accurate forecasting.

Once again, I reaffirm my commitment to supporting FMPG to deliver these lifeline ferries so that we can enhance the services provided to our island communities.

Yours sincerely,

## **NEIL GRAY**

Scottish Ministers, special advisers and the Permanent Secretary are covered by the terms of the Lobbying (Scotland) Act 2016. See www.lobbying.scot



