

RICK SCOTT GOVERNOR 605 Suwannee Street Tallahassee, FL 32399-0450 MIKE DEW SECRETARY

November 26, 2018

Khoa Nguyen Director, Office of Technical Services Federal Highway Administration 3500 Financial Plaza, Suite 400 Tallahassee, Florida 32312

Re: State Specifications Office

Section: 004

Proposed Specification: 0040309 Scope of the Work.

Dear Mr. Nguyen:

We are submitting, for your approval, two copies of the above referenced Supplemental Specification.

The changes are proposed by Kurt Lieblong to clarify that a deletion of work will not be processed as a Cost Savings Initiative (CSI) and the mandatory CSI Workshop and mandatory Concept Meeting can be eliminated.

Please review and transmit your comments, if any, within two weeks. Comments should be sent via email to dan.hurtado@dot.state.fl.us.

If you have any questions relating to this specification change, please call me at 414-4130.

Sincerely,

Signature on file

Dan Hurtado, P.E. State Specifications Engineer

DH/rf

Attachment

cc: Florida Transportation Builders' Assoc.

State Construction Engineer

# SCOPE OF THE WORK (REV 11-14-18)

SUBARTICLE 4-3.9 is deleted and the following substituted:

### 4-3.9 Cost Savings Initiative Proposal:

#### 4-3.9.1 Intent and Objective:

- 1. This Subarticle applies to any cost reduction proposal (hereinafter referred to as a Proposal) that the Contractor initiates and develops for the purpose of refining the Contract to increase cost effectiveness or significantly improve the quality of the end result. A mandatory Cost Savings Initiative Workshop will be held prior to Contract Time beginning for the Contractor and Department to discuss potential Proposals. This mandatory workshop can only be eliminated if agreed to in writing by both the Contractor and Department. This Subarticle does not, however, apply to any such proposal unless the Contractor identifies it at the time of its submission to the Department as a proposal submitted pursuant to this Subarticle.
- 2. The Department will consider Proposals that would result in net savings to the Department by providing a decrease in the cost of the Contract. Proposals must result in savings without impairing essential functions and characteristics such as safety, service, life, reliability, economy of operation, ease of maintenance, aesthetics and necessary standard design features. The Department will not recognize the Contractor's correction of plan errors that result in a cost reduction, as a Proposal. Deletions of work, approved by the Engineer pich are not directly associated with or integral to a Proposal will be handled as full credits to the Department for the work deleted.
- 3. The Department shall have the right to reject, at its discretion, any Proposal submitted that proposes a change in the design of the pavement system or that would require additional right-of-way. Pending the Department's execution of a formal supplemental agreement implementing an approved Proposal, the Contractor shall remain obligated to perform the work in accordance with the terms of the existing Contract. The Department may grant time extensions to allow for the time required to develop and review a Proposal.
- 4. For potential Proposals not discussed at the Cost Savings Initiative Workshop, a mandatory concept meeting will be held for the Contractor and Department to discuss the potential Proposal prior to development of the Proposal. This mandatory meeting can only be eliminated if agreed to in writing by both the Contractor and Department.

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