

CONSTRUCTION BULLETIN 13-04

TO: Jennifer Toth, Deputy Director for Transportation Dallas Hammit, Sr. Deputy State Engineer, Development Robert J. Samour, Sr. Deputy State Engineer, Operations Todd Emery, Deputy State Engineer, Statewide Operations Brent Cain, Deputy State Engineer, Urban Operations Steve Boschen, Deputy State Engineer, Design Barry Crockett, Deputy State Engineer, Contracts & Clearances Bill Hurguy, Asst. State Engineer, Materials Lonnie Hendrix, Asst. State Engineer, Maintenance Chaun Hill, Asst. State Engineer, Valley Project Management Vincent Li, Asst. State Engineer, Statewide Project Management Maysa Hanna, Asst. State Engineer, Traffic Engineering Group Annette Riley, Asst. State Engineer, Roadway Design Group Jean Nehme, Asst. State Engineer, Bridge Group Paul O'Brien, Environmental Planning Group Manager **District Engineers Resident Engineers**

FROM: Julie E. Kliewer, Acting Assistant State Engineer, Construction Group

DATE: May 20, 2013

Pay Item for Claim/Escalation Settlements

Purpose

To advise all construction personnel of a new lump sum pay item (#1050001 Claims and Escalation Settlements) created to record and track all payments resolved through settlement of claims or escalation issues.

Background

A unique item number did not exist for the settlement of claims and escalations. This newly created item number now provides a mechanism to consistently account for settlement costs.

Process

Effective immediately, this new pay item shall be used when initiating a Supplemental Agreement requiring a lump sum amount to compensate the contractor for settling either a claim or an escalation (resolved at or above the District Engineer level).