Contract Award Innovations

Limitations Placed on Contractors with Uncompleted Contracts

A+C Bidding

Requirement of Critical Path Method Schedules
Limitations Due To Uncompleted Contracts

Not Allowed To Bid On Subsequent Projects

Provides Motivation For Contract Completion

Potentially Reduces Number of Bidders
Limitations Due To Uncompleted Contracts

Number of Uncompleted Contracts

**Before** Implementation of Limitation on Bidding
July 1987 – June 1996

**After** Implementation of Limitation on Bidding
June 1996 – June 2005
A+C Bidding

“A” and “C” Components

Road User Cost

Bid Amount For Award Consideration
## Use of A+C Bidding

### Example Project – Road User Cost $192,000

<table>
<thead>
<tr>
<th>Contractor</th>
<th>Amount Bid “A”</th>
<th>Days Bid</th>
<th>Bid Amount for Award Consideration</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bidder #1</td>
<td>$ 94,824,908</td>
<td>450</td>
<td>$ 181,224,908</td>
</tr>
<tr>
<td>Bidder #2</td>
<td>$ 91,928,841</td>
<td>652</td>
<td>$ 217,112,841</td>
</tr>
</tbody>
</table>
## Use of A+C Bidding

### Example Project – Road User Cost $19,000

<table>
<thead>
<tr>
<th>Contractor</th>
<th>Amount Bid “A”</th>
<th>Days Bid</th>
<th>Bid Amount for Award Consideration</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bidder #1</td>
<td>$11,347,361</td>
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<td>$15,204,361</td>
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<tr>
<td>Bidder #2</td>
<td>$10,757,903</td>
<td>393</td>
<td>$18,224,903</td>
</tr>
</tbody>
</table>
Critical Path Method Schedule

• Required On A+C Contracts

• Generalized Scheduled Approved Before Contract Execution

• Detailed Scheduled Approved Before Work Begins

• Identifies Possible Delays

• Provides Method to Determine Time Adjustments
Benefits