



Department of Public Works

County of Butte

J. Michael Crump, *Director*

Shawn H. O'Brien, *Assistant Director*

7 County Center Drive
Oroville, CA 95965-3397
(530) 538-7681
(FAX) (530) 538-7171

ADDENDUM NO. 1

PAGE 1 OF 3

RE: Skyway & Honey Run Signalization
County Project No. 51261-1-06-1
(File No. 243.2228)

ATTENTION: All plan holders and prospective bidders for the above-noted project.

ADDENDUM NO. 1: Changes to the Special Provisions for:

“Skyway & Honey Run Signalization”

The following changes and/or clarifications are hereby made to the contract special provisions and shall become a part of said contract documents for the construction of said improvements:

SPECIAL PROVISIONS

SECTION B – GENERAL PROVISIONS

12. COMPENSATION ADJUSTMENTS FOR PRICE INDEX FLUCTUATIONS shall be included in Section B. – General Provisions to read:

The provisions of this section shall apply only to the following contract items:

Item No.	Item Description
12	Asphalt Concrete (Type A, 1/2" max., med. Gr.)
13	Asphalt Concrete (Open Grade, 3/8" max., med. Gr.)
14	Asphalt Concrete (Misc. Areas -Type A, 1/2" max)

The compensation payable for asphalt binder used in asphalt concrete will be increased or decreased in conformance with the provisions of this section for paving asphalt price fluctuations exceeding 10 percent (Iu/Ib is greater than 1.10 or less than 0.90) which occur during performance of the work. The adjustment in compensation will be determined in conformance with the following formula when the item of asphalt concrete is included in a monthly estimate:

A. Total monthly adjustment =AQ

B. For an increase in paving asphalt price index exceeding 10 percent:

$$A = 0.90 (Iu/Ib - 1.10) Ib$$

ADDENDUM NO. 1

PAGE 2 OF 3

**RE: Skyway & Honey Run Signalization
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C. For a decrease in paving asphalt price index exceeding 10 percent:

$$A = 0.90 (I_u/I_b - 0.90) I_b$$

D. Where:

- A = Adjustment in dollars per ton of paving asphalt used to produce hot mix asphalt rounded to the nearest \$0.01.
- I_u = The California Statewide Paving Asphalt Price Index which is in-effect on the first business day of the month within the pay period in which the quantity subject to adjustment was included in the estimate.
- I_b = The California Statewide Paving Asphalt Price Index for the month in which the bid opening for the project occurred.
- Q = Quantity in tons of asphalt binder that was used in producing the quantity of hot mix asphalt shown under "This Estimate" on the monthly estimate using the amount of asphalt binder determined by the Engineer.

The adjustment in compensation will also be subject to the following:

- A. The compensation adjustments provided herein will be shown separately on payment estimates. The Contractor shall be liable to the State for decreased compensation adjustments and the Department may deduct the amount thereof from moneys due or that may become due the Contractor.
- B. Compensation adjustments made under this section will be taken into account in making adjustments in conformance with the provisions in Section 4-1.03B, "Increased or Decreased Quantities," of the Standard Specifications.
- C. In the event of an overrun of contract time, adjustment in compensation for asphalt binder included in estimates during the overrun period will be determined using the California Statewide Paving Asphalt Price Index in effect on the first business day of the month within the pay period in which the overrun began.

The California Statewide Paving Asphalt Price Index is determined each month on the first business day of the month by the Department using the median of posted prices in effect as posted by Chevron, Exxon Mobil, and Union 76 for the Buena Vista, Huntington Beach, and Midway Sunset fields.

In the event that the companies discontinue posting their prices for a field, the Department will determine an index from the remaining posted prices. The Department reserves the right to include in the index determination the posted prices of additional fields.

ADDENDUM NO. 1

PAGE 3 OF 3

**RE: Skyway & Honey Run Signalization
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The California Statewide Paving Asphalt Price Index is available on the Division of Engineering Services website at:

http://www.dot.ca.gov/hq/esc/oe/asphalt_index/astable.html

The bidder's attention is directed to page PF-S (Proposal Signature Page) in reference to receipt of all addenda.

Dated: May 29, 2008

Signed:

A handwritten signature in black ink, appearing to read "Mike Crump", is written over a horizontal line.

Mike Crump, Director
Butte County Department of Public Works