SECTION 104
SCOPE OF WORK

Page 100-29, add subsection 104.9a.(3):

(3) For overhead on subcontract work at any tier, use subsection 109.3g.

SECTION 109
MEASUREMENT AND PAYMENT

Page 100-76, subsection 109.1e.(3), delete the third bullet and replace with the following:

- Check scales and record results a minimum of 2 times per week. In checking scales, use a roller, motorgrader, or loaded truck and weigh on 2 different scales in the same vicinity. The difference in the 2 scales must not exceed 0.50%. If the difference exceeds 0.50%, recertify the scales according to subsection 152.2;

Page 100-78, subsection 109.3a.(3)(c), change subsection reference from "109.3a.2.(a) and (b)" to "109.3a3.(a) and (b)".

Page 100-79, delete subsection 109.3d.(1) and replace with the following:

(1) Before beginning the force account work, provide equipment information so that equipment may be identified in the Rental Rate Blue Book for Construction Equipment (Blue Book). If equipment is rented, provide documented rental rates. The rate to be paid will be the monthly rate set forth in the Blue Book. The Blue Book rate is calculated by dividing the monthly rate for the equipment by 176 and adjusting that rate by Blue Book age and regional adjustment factors before adding in the Blue Book estimated hourly operating cost. The hourly operating cost includes costs for repairs, fuel, and lubricants used or consumed in the force account work.

Page 100-80, delete subsection 109.3g. and replace with the following:

g. Payment of Force Account Work or Negotiated Work Performed by Subcontractors, Lower-Tier Subcontractors, Leased Trucking, or other Trucking.

(1) The term "work" in this subsection 109.3g. means either force account work or work performed on a negotiated price basis, whichever applies.

(2) When all or a portion of the "work" is sublet to a highway industry subcontractor, lower-tier subcontractor or the Contractor hires subcontractors, leased trucking, or other trucking, the Contractor shall receive overhead in the amount shown in TABLE 109-1.

(3) When all or a portion of the work is sublet to a lower-tier subcontractor, the subcontractor shall receive overhead in the amount shown in TABLE 109-1.

(4) The "Dollar Amount of Work" shall be the total amount determined for the subcontractor, lower-tier subcontractor, or leased trucking using the requirements shown in subsections 109.3a. through 109.3f. or the subcontractor’s, lower-tier subcontractor’s or leased trucking’s negotiated price.
**TABLE 109-1: ADD ON FOR OVERHEAD FOR FORCE ACCOUNT WORK OR NEGOTIATED WORK USING HIGHWAY SUBCONTRACTORS, LOWER-TIER SUBCONTRACTORS, LEASED TRUCKING AND OTHER TRUCKING**

<table>
<thead>
<tr>
<th>Dollar Amount of Work</th>
<th>Add on for Overhead to compensate Contractor for administrative expenses incurred in additional subcontract work, lower-tier subcontract work and additional trucking</th>
</tr>
</thead>
<tbody>
<tr>
<td>$0 to $50,000</td>
<td>5%</td>
</tr>
<tr>
<td>$50,000.01 to $100,000</td>
<td>4%</td>
</tr>
<tr>
<td>Over $100,000</td>
<td>3%</td>
</tr>
</tbody>
</table>

Add on for Overhead to compensate subcontractor for administrative expenses incurred in additional lower-tier subcontract work and additional trucking:

| Over $0               | 1.5%                                                              |

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Page 100-81, delete subsection 109.6b.(2) and replace with the following:

(2) Within 10 calendar days after the Secretary has made payment for approved subcontract work, pay subcontractors for their work.

Page 100-82, delete subsection 109.7b. and replace with the following:

b. The Secretary may impose liquidated damages of $50.00 per calendar day per subcontractor for each day certification is late:

- If a Contractor fails to comply with the certification requirements of subsection 109.6, and
- If a Contractor fails to make payments according to subsection 109.6.

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