Highway Design and Construction Management Considerations to Make Your Project Attractive

Matt Grove Wisconsin Transportation Builders Association (WTBA) Director of Engineering and Construction

WTBA

- The Wisconsin Transportation Builders
 Association is a non-profit trade association
- Approximately 100 Highway Contractors
- 50 Consulting Engineers
- 100 additional Associate Members

Steve Baas - Executive Director

Matt Grove

- WTBA Director of Engineering 20 yrs
- 13 years prior managing Highway and municipal projects and staff
- Professional Engineer WI

Key Program Increases

State Highway Program

- \$587 Million increase over previous budget
 - Rehab: +\$25M, Majors: +\$26M, SE Megas: +\$156M, Int. Bridge: +\$400, D/B: -\$20M
- Recent \$1 billion federal grant for I-535 Blatnik Bridge replacement
 - WI & MN each allocated \$400 M = Fully funded \$1.8 billion project estimate

Local Programs

- \$4 Million increase existing formula/discretionary projects
- \$100 Million: 1-time LRIP Supplemental grants
- \$150 Million: Agricultural Road Improvement Program (new program)
- \$50 Million: Southern Bridge project in Brown County
- \$12.5 Million: Assessment of local bridge/culvert conditions

Impact of LRIP-S ARIP

- Additional \$ 150 M Local Let Projects
 - ARIP 3 Years to award (2026)
 - ARIP 5 Years to reimburse (2028)
- Discussing Single Point for Advertising
 - Including Consultant Opportunities
 - WCHA
 - Towns Association
 - League of Municipalities
- Electronic Bidding?
- Consistent Specifications and Contract Administration

Estimating and Bidding

- Estimating
 - 1) ...to calculate approximate amount or value of something
 - 2) ... to form an opinion about or evaluate
 - 3) ... How is Contractor Going to Bid (not found in any dictionary)
- Bid
- 1) ... To offer or propose (an amount) (Contractually Binding)

Estimating and Bidding

- Bid Price Determined by Contractor (can't be "Materially Unbalanced")
 - Know Costs + Unknown Costs
 - HCCS / Other Software ?
 - Internal Process / Programs
 - Calculation of Actual Costs + Risk
 - Experience (Risk / Reward)

Estimating and Bidding

How Attractive Have You Made The Project to Industry?

- Your Design / Contract Affects Price!
- Appropriate Risk Allocation and bidability !
 - 10 % Contingency for changes (they will happen)
 - Local Leaders need to be educated on this
- Are You Promoting Competition (Primes and Subs)?
 - -Accurate (Bidable) Plans and Quantities
 - Constructable Schedule

Scheduling Provisions and Restrictions

What Can Be Done to Get Best Pricing?

- More Flexibility Allowing for Early and Late Work season work and contractor chosen start times
- Relax noise and working hour restrictions
- Limit # of Stages and restrictions
 - Each stage creates prime and sub mobilization concerns
- Unreasonable schedules have large impact on cost

Scheduling and Liquidated Damages

- Develop contract time and completion dates based on reasonable production rates
 - (Do not base completion dates on local events or other unrelated fixed dates)
- If including liquidated Damages, make them as low as possible (big risk that is often uncontrollable)
- "Substantially Complete" Stop contract time when roadway is serviceable, not entirely complete (landscaping, striping, electrical are in high demand late in season)

Road Closed to Traffic

- Close the Road to Traffic Whenever Possible (Huge savings and safety consideration)
- Pedestrian and access accommodations -Discourage Pedestrians and bicycles from entering work zone - do not have unreasonable accommodation plan requirements

Staging Areas and Haul Roads

- Staging Areas
 - Provide options if available
- Maximize Haul Roads and Project Access (Must be able to get materials to project)
- Allow for Portable Plants and Recycling Town Boards should be aware of need for approved sites and not delay process

Specs and Bid Items

- Use specs that contractors are familiar with
 - If using WisDOT specs, remove QMP and ride spec requirements – define reasonable penalties for non-conforming materials
- Provide appropriate Pay Items and units (Ton, cy, sy etc)
- Use "Lump Sum" only when there is no chance of change. Each when potential for change is limited (should never be paid as a fraction of "Each"

Utilities

- Utilities relocations need to be well thought
- Largest potential for project delay
- Do not put utility conflict risk on contractors
 - Delays should be considered compensable
- Avoid utility work during project
- Make the status of utility relocations know at the time of bid (your project will be more attractive if contractors know the utilities are not in conflict

Pre-Bid

- Where is your project advertised ?
- Pre-bid consultation consult experts such as industry associations if you have questions
- Electronic Bidding is extremely valuable in most situations
- Pre-bid Questions who is the contact and responses should be prompt

Contract Administration

- Staff with experienced and reasonable oversight personnel that are active and engaged
- Emphasize Communication
 - Preconstruction Meeting
 - Chain of Command who is the decision maker
 - Weekly Meetings with agreed upon minutes
 - Construction Oversight Software? Appia?
 - Keep local leaders informed regarding progress

Contract Administration Cont...

- Subgrade evaluation proof roll process and decision maker for corrective action
- Change order process notification and timely decisions (use of experts ?)
- Address time extensions as delays happen
- Provide consistent Payments and agree on quantities
- Discuss potential winter shutdown conditions in advance
- 1 punch list and close out projects quickly

Closing Thoughts

- Well thought out designs and contract documents that limit contractor risk = \$ savings
- Make sure specialty products are available
- Strong pre-project and during project communication is essential
- Ethical and fair approach to contract administration - eliminate individuals that have behavioral issues (solve problems – don't create Problems)
- Do not under design to save \$
- Methods Based Specs do not have warranties (unless there is an obvious latent defect)
- Fairly managed projects will give your agency a good reputation and will help deliver projects at lower costs in the future

QUESTIONS ?

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