1. CONTRACT TIME AND INCENTIVE/DISINCENTIVE

Description. Contract time will be assessed into X [stages/phases]. Stage(s) one will be assessed by a completion date and has incentive/disincentive. Stage Two will be assessed by working days.

Description. This contract is a calendar day contract and has an incentive/disincentive. The work begins on the effective date stated in the “Notice to Proceed” and all work is to be completed in XX calendar days.

Definition of Terms. The following terms apply to this contract:

Contract Time. Contract time will be assessed in accordance with Subsection 108.07. *Add any project specific contract time restraints. Holidays are already defined in Table 108-3. This may include local festivals.*

Normal Traffic Flow. *Define the parameters for which the road will be open to normal traffic flow for acceptance by the Project Manager. Is normal defined as no traffic control devices impeding the traffic realistic? Avoid ambiguous statements and unrealistic goals.*

Stage One. *Cleary define the parameters of the Stage. When the stage will begin, how the completion of the stage will be determined, how many days the stage is to be completed in. Do not constrain the completion of the stage to the completion of one major bid item. If other items of work will be needed to complete the stage, define those terms. If traffic control will impede other items of work, is this acceptable for completion of the stage?*

Stage Two. *Define*.

Daily Road User Cost. The dollar figure that represents the average daily cost to the traveling public resulting from disruption of normal traffic flow. The [hourly, daily] road user cost resulting from disruption of normal traffic flow is $X. The incentive/disincentive for this contract is $X per [hour, calendar day] for Stage X.

Incentive/Disincentive. An incentive/disincentive will be applied to each [stage, closure].

Early Completion. The contractor will receive an incentive of $X for each calendar day that the contract is complete before the number of calendar days specified above, up to a maximum of X calendar days. Bridge Closures: The contractor will receive an incentive of $X per hour for each full hour that traffic is restored on [route] before 7:00 AM Monday of the closure. The maximum incentive at each location is $X.

Late Completion. Bridge Closures: A disincentive of $X per [hour, day] will be assessed for each [hour or part of an hour, day] that traffic is not restored on [route] after 7:00 AM Monday of the closure.

1. Stage One. A disincentive of $X per day will be assessed for each calendar day that Stage One work is not complete after the specified completion date.
2. Stage Two. Liquidated damages will be assessed for late completion of Stage Two in accordance with Subsection 108.08.

Time Extensions. Calendar days will be added to the contract for extra work in accordance with Subsection 108.07.5. Unusually severe weather is not considered as a delay. The completion date for the stages will be adjusted for extra work performed that affects the critical path. The extra work must be shown to be on the critical path or affecting the critical path on an updated CPM schedule, as described elsewhere in the contract.

Conditions. The Project Manager has sole authority to determine when the [milestone, stage] is complete. Complete form MDT-CON-105-15-1, Contractor’s Component Inspection upon the completion of the [milestone, stage].