

1 **(January 3, 2017)**

2 **AC-15P Cost Price Adjustment**

3 The Contracting Agency will make an AC-15P Cost Price Adjustment, either a credit or  
4 a payment, for qualifying changes in the reference cost of asphalt binder. The  
5 adjustment will be applied to partial payments made according to Section 1-09.9 for the  
6 following bid items when they are included in the proposal:

7  
8 "Modified Asphalt Cement AC-15P"

9  
10 The adjustment is not a guarantee of full compensation for changes in the cost of  
11 modified asphalt cement AC-15P. The Contracting Agency does not guarantee  
12 that modified asphalt cement AC-15P will be available at the reference cost.

13  
14 The Contracting Agency will establish the asphalt binder reference cost twice each  
15 month and post the information on the Agency website at:

16 <https://wsdot.wa.gov/business-wsdot/contracts/about-public-works->  
17 [contracts/payments-reporting/asphalt-binder-reference-cost](https://wsdot.wa.gov/business-wsdot/contracts/about-public-works-). The reference cost  
18 will be determined using posted prices furnished by Poten & Partners, Inc. If the  
19 selected price source ceases to be available for any reason, then the Contracting  
20 Agency will select a substitute price source to establish the reference cost.

21  
22 The base cost established for this contract is the reference cost posted on the  
23 Agency website for the period immediately preceding the bid opening date.

24  
25 Adjustments will be based on the most current reference cost for Western  
26 Washington or Eastern Washington as posted on the Agency website, depending  
27 on where the work is performed. For work completed after all authorized working  
28 days are used, the adjustment will be based on the posted reference cost during  
29 which contract time was exhausted. The adjustment will be calculated as follows:

30  
31 No adjustment will be made if the reference cost is within 5% of the base cost.

32  
33 If the reference cost is greater than or equal to 105% of the base cost, then  
34 Adjustment = (Current Reference Cost – (1.05 x Base Cost)) x Q .

35  
36 If the reference cost is less than or equal to 95% of the base cost, then  
37 Adjustment = (Current Reference Cost – (0.95 x Base Cost)) x Q .

38  
39 Where Q = total tons of Modified Asphalt Cement AC-15P paid in the current  
40 month's progress payment.

41  
42 "AC-15P Cost Price Adjustment", by calculation.

43  
44 "AC-15P Cost Price Adjustment" will be calculated and paid for as described in this  
45 section. For the purpose of providing a common proposal for all bidders, the  
46 Contracting Agency has entered an amount in the proposal to become a part of the  
47 total bid by the Contractor.