

Caltrans Construction Claims Resolution Process



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Division of Construction

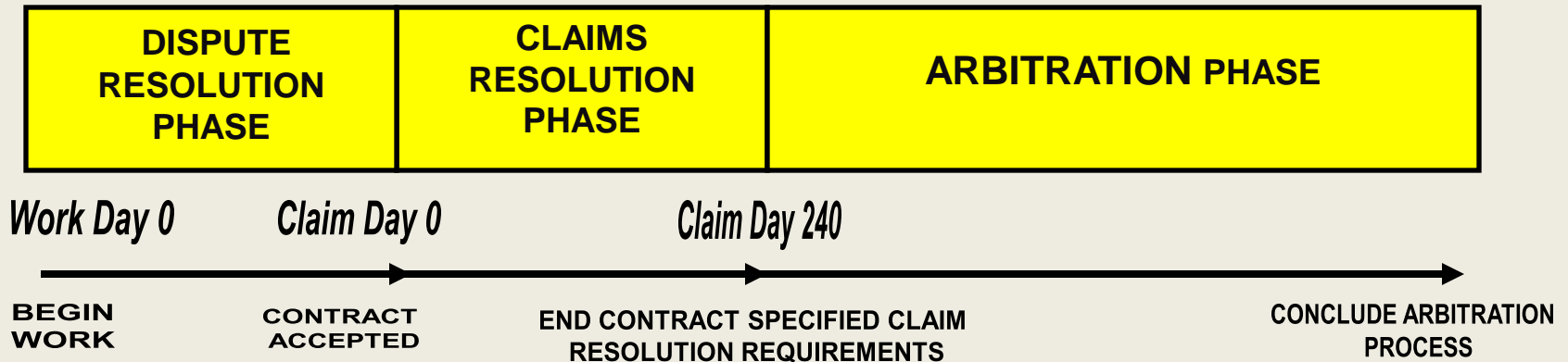
Presentation Topics

- Impacts of disputes and claims
- Claims Resolution process
- Current Construction Program status
- Performance Indicators
- Questions

Impacts of disputes and claims

- Project delays
- Capital costs increases
- Support costs increases
- Pricing of future bids
- Number of future bidders
- Employee job satisfaction (retention)

Phases of Claims Resolution Process



Dispute Resolution Phase

- Project construction is underway

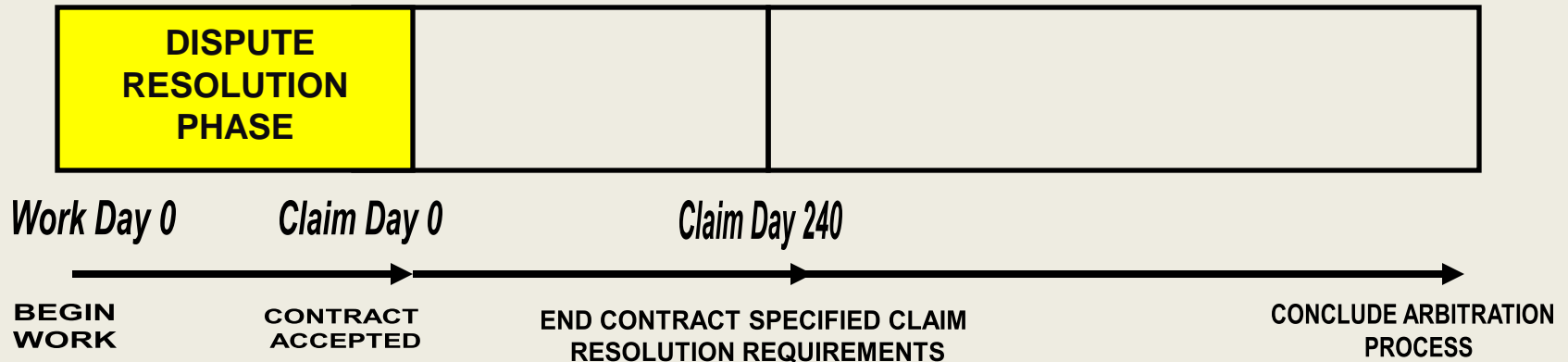
Claims Resolution Phase

- Begins after contract acceptance
- Administrative process lasts 240 days

Arbitration Phase

- Begins 90 days after the claims formally rejected by the District Director

Dispute Resolution Phase



Partnering

- Involves regular communication
- Use of a dispute escalation ladder

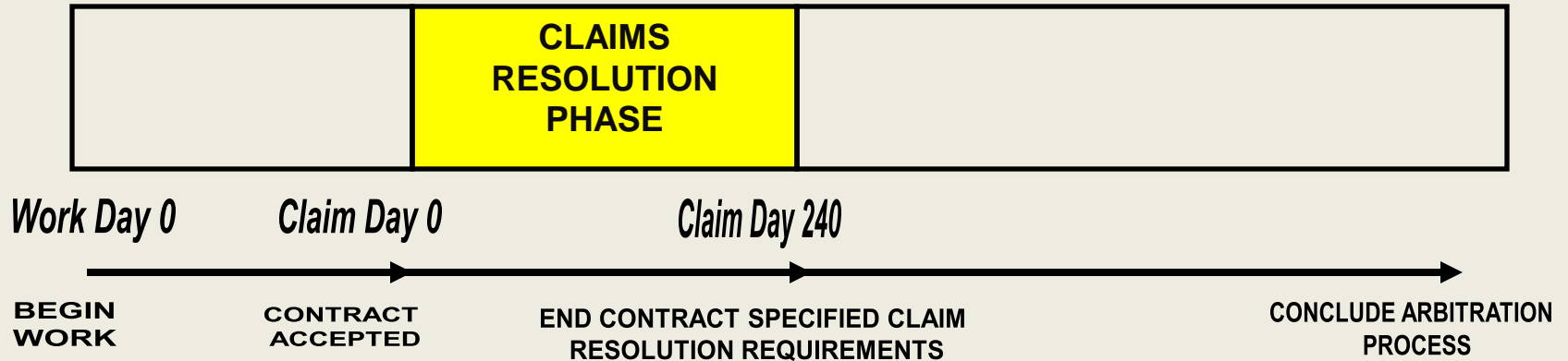
Potential Claim Record

- 3 step process to fully document the dispute
- Initial, Supplemental, and Final

Alternative Dispute Resolution

- Neutral third party assists in dispute resolution
- Dispute Resolution Board (DRB) or Advisor (DRA)

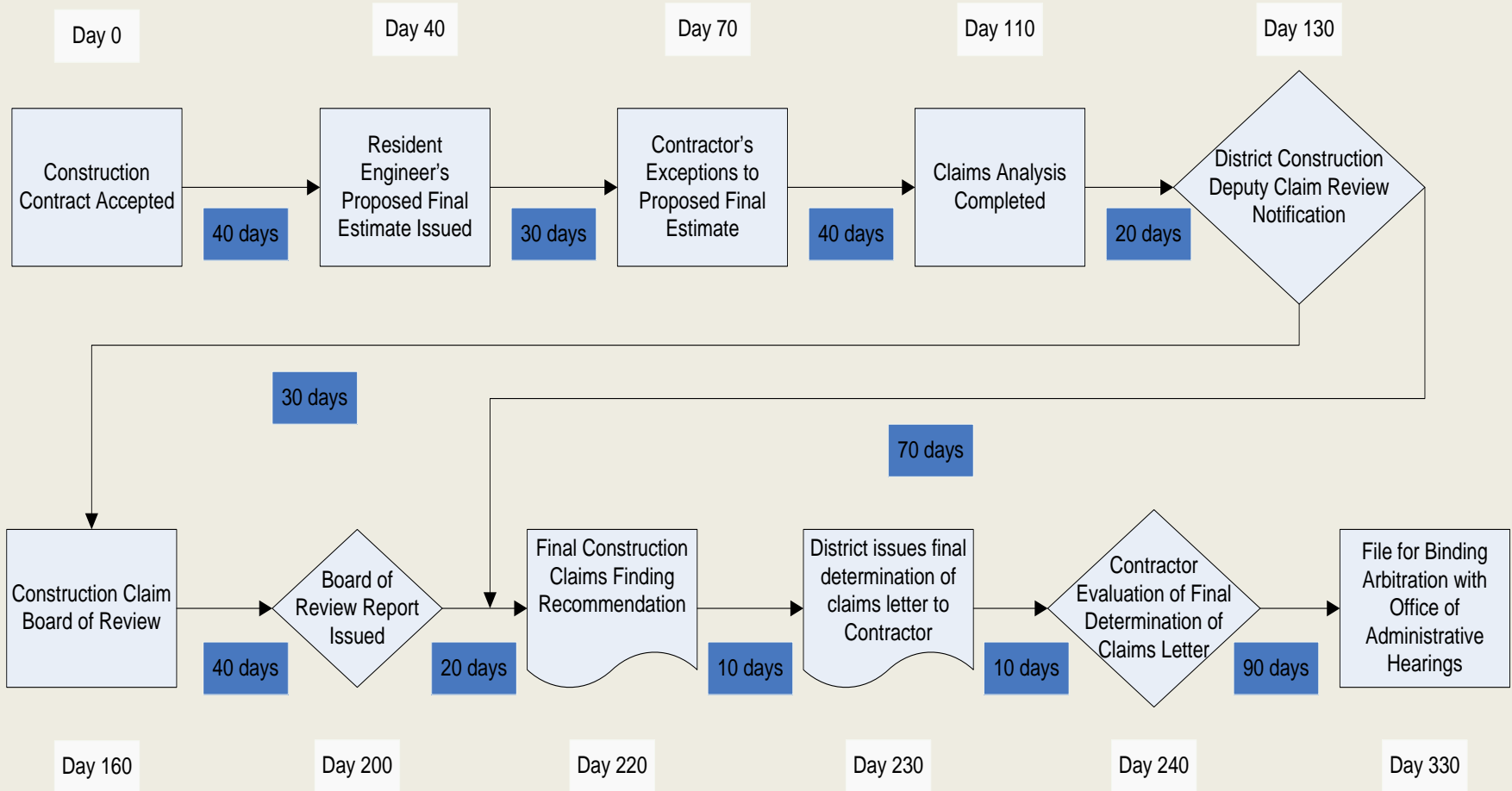
Claims Resolution Phase



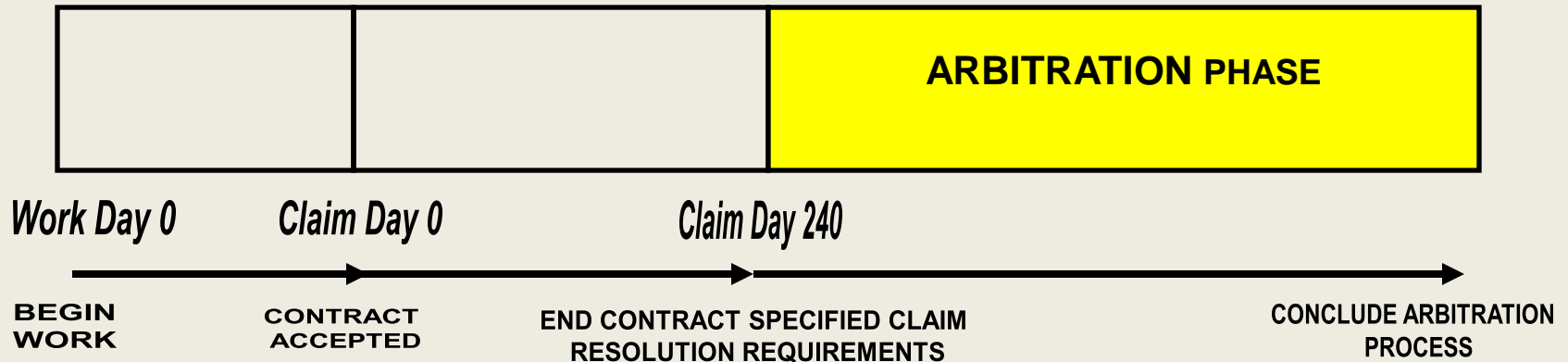
- Begins at Construction Contract Acceptance
- Ends with District Director's Final Determination of Claims letter

Claims Resolution Phase

240 Day Administrative Claims process

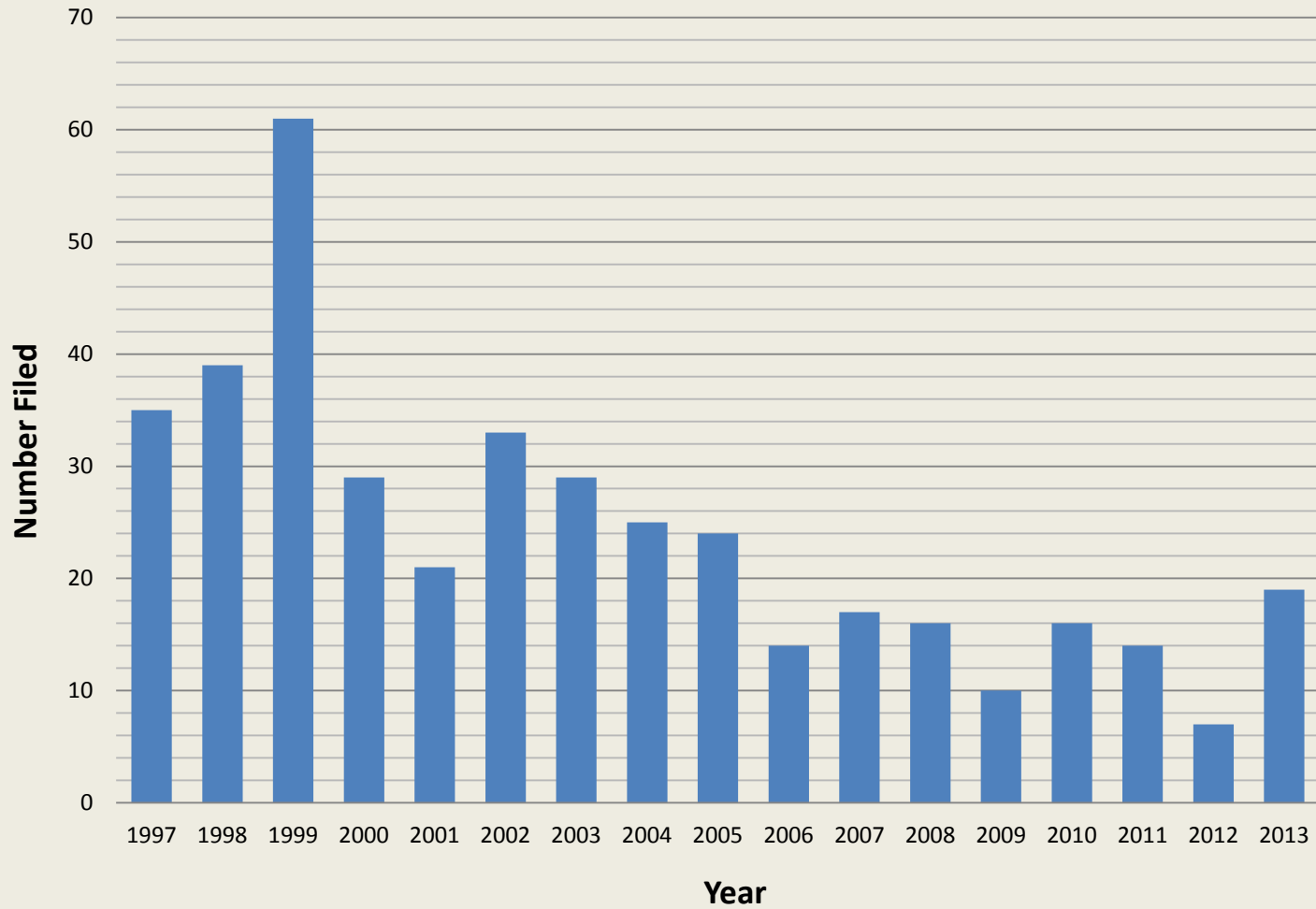


Arbitration Phase

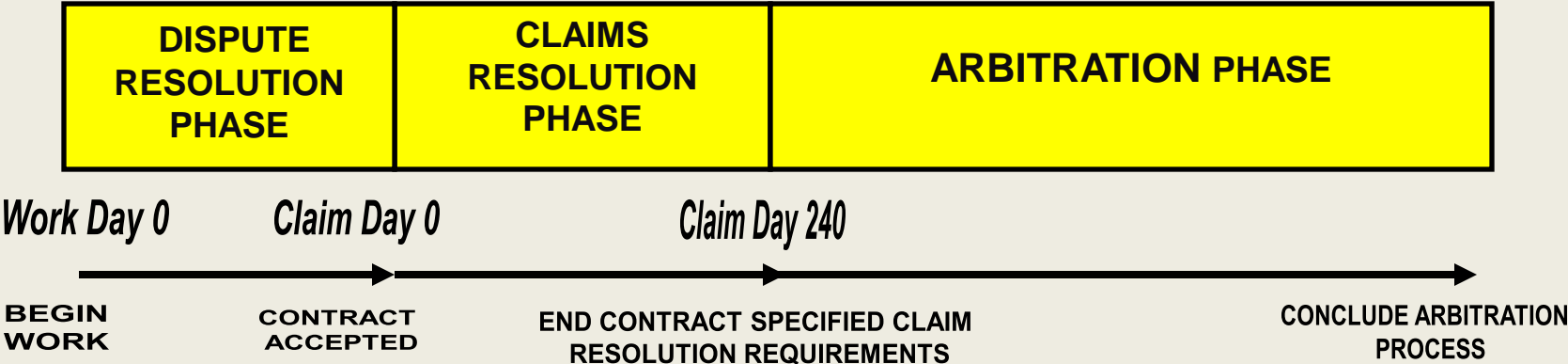


- Arbitration filed with Office of Administrative Hearings within 90 days of the District Director's final determination of claims letter
- Legal involved in arbitration cases
- Involves discovery, experts, time, and money
- Arbitrator judgments are binding

Caltrans Construction Arbitration Filing History



Phases of Claims Resolution Process



CALTRANS CONSTRUCTION

Monthly Status Report

June 2, 2014

Contracts in Construction

No. of Contracts:	657
Value of Contracts:	\$11.416B
FY Total Payments to date:	\$2.769B

Contracts Accepted To Date (FY 13/14)

No. of Contracts:	430
Value of Contracts:	\$2.633B

Contracts in Close-Out (CCA to FE)

No. of Contracts:	179
Value of Contracts:	\$1.170B
No. of Contracts with Claims:	49
Value of Claims:	\$60.7M

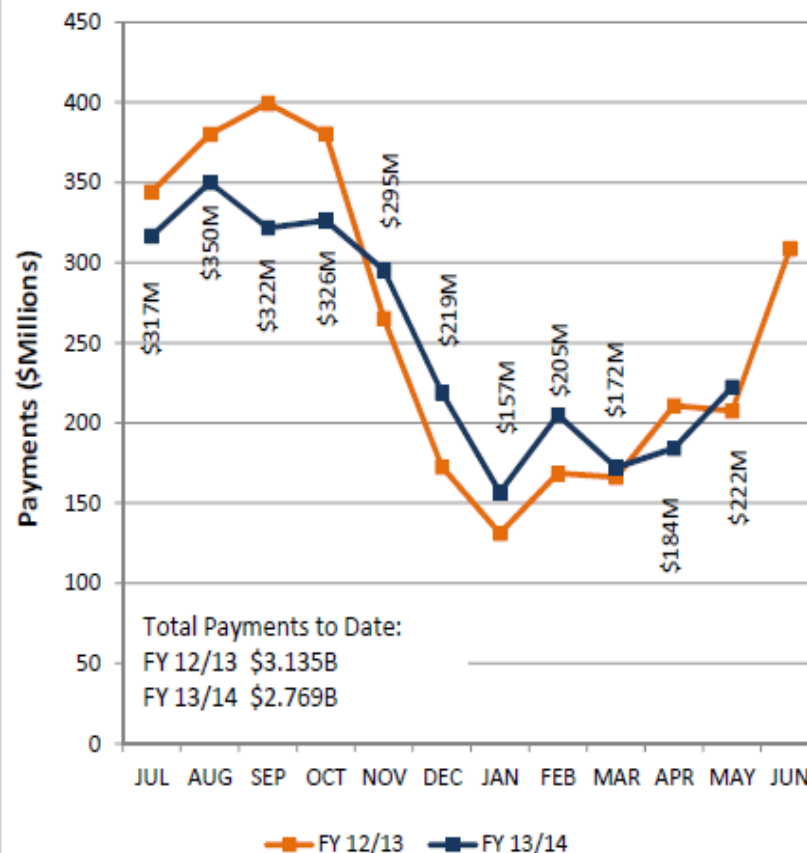
Contracts in Arbitration

No. of Contracts:	19
Value of Contracts:	\$236.9M
Value of Claims:	\$39.2M

Construction Personnel Summary

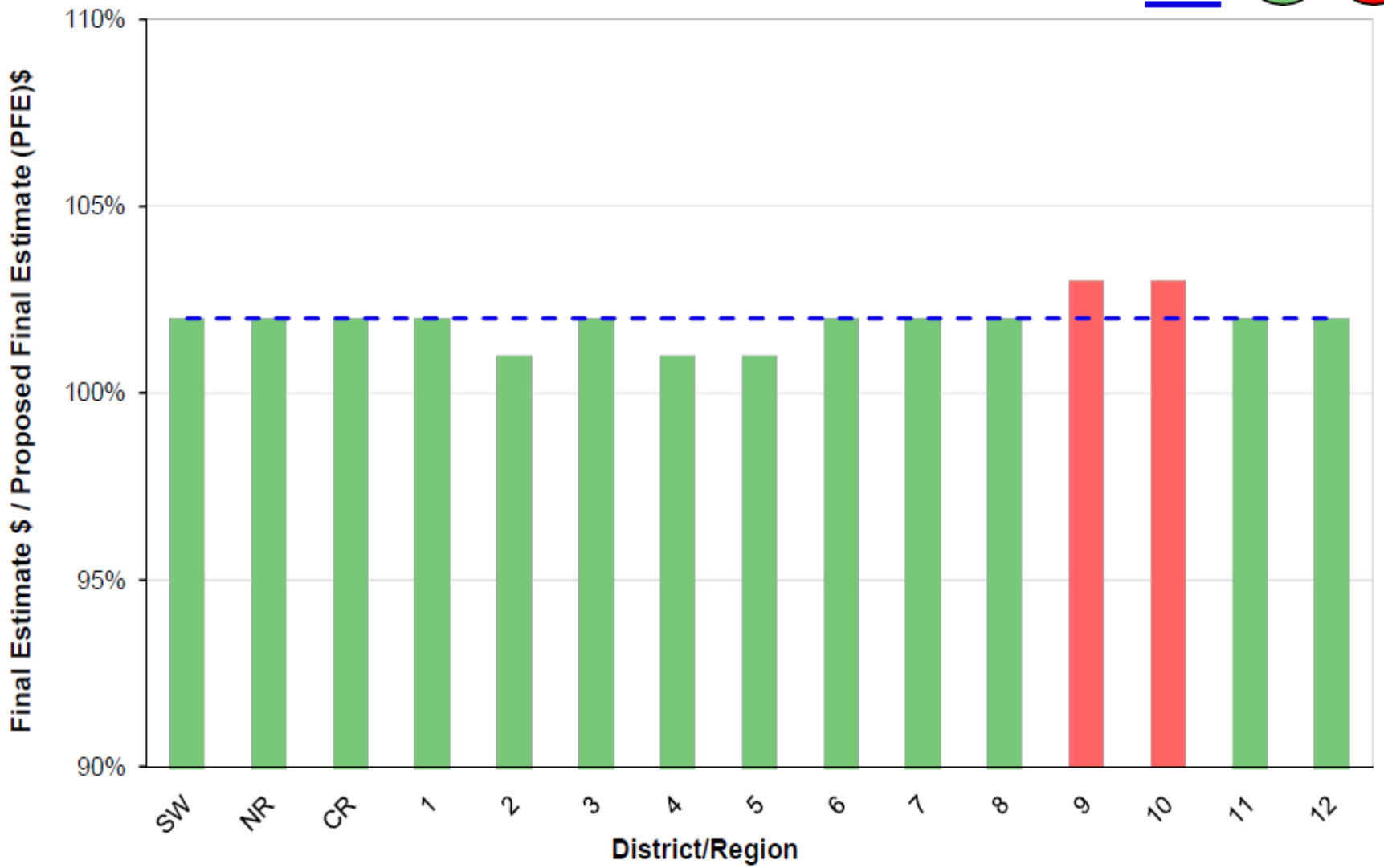
District	2024
Structures	501
Total:	2525

Monthly Payments



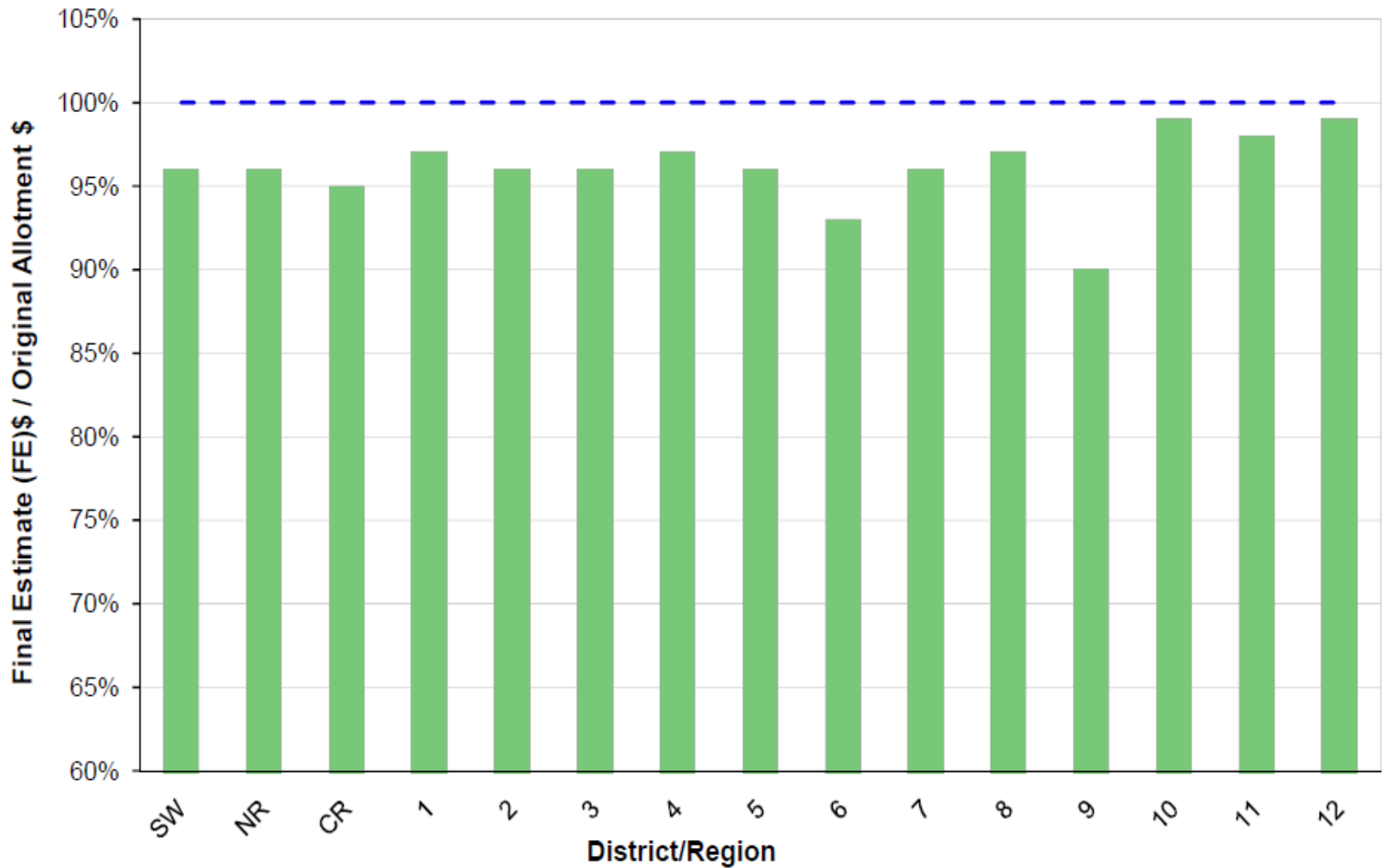
Cost Growth from Claims

Goal  



PFE and FE estimate data from CAS. FE dates from April 2013 - March 2014.

Final Cost on Completed Projects



Final estimate and list of projects from CAS and is based on last 12 months of FE's. Original allotment excludes state furnished materials. FE Dates from April 2013 - March 2014.

Questions

