



**DEVELOPMENTAL SPECIFICATIONS
FOR
FUEL ADJUSTMENT FOR AASHTOWARE PROJECT**

**Effective Date
October 17, 2023**

THE STANDARD SPECIFICATIONS, SERIES 2023, ARE AMENDED BY THE FOLLOWING MODIFICATIONS AND ADDITIONS. THESE ARE DEVELOPMENTAL SPECIFICATIONS AND THEY SHALL PREVAIL OVER THOSE PUBLISHED IN THE STANDARD SPECIFICATIONS.

This specification replaces [Section 2120](#) of the Standard Specifications for Fuel Adjustment.

2120.01 DESCRIPTION.

Fuel Adjustment (FA) is an adjustment to monthly progress payments for cost changes in diesel fuel used on specific items of work identified.

2120.02 PRICE INDEX DEFINITION.

- A.** A Current Price Index (CPI) in dollars per gallon will be established by the Department of Transportation for each month. The CPI will be the price of No. 2 High Sulfur Diesel, as reported by the Oil Price Information Service, using the first weekday of the month and the average of all prices reported for Des Moines. This information will be available on the Departments' website.
- B.** The Base Price Index (BPI) for each contract will be the CPI in effect during the month previous to the month of letting of that contract.

2120.03 APPLICATION.

- A.** Applied to eligible items as the work is done.
- B.** Fuel adjustment using a fuel adjustment factor (FUF) of 0.20 gallon per cubic yard will be applied to:
 - 1.** Selected Backfill (including Stockpile)
 - 2.** Class 10 (Roadway & Borrow, Unsuitable, Waste, Stockpile, and Channel)
 - 3.** Class 12 (Roadway & Borrow, Channel, and Waste)
 - 4.** Class 13 (Roadway & Borrow, Channel, and Waste)
 - 5.** Topsoil, Furnish and Spread

6. Topsoil, Spread
 7. Topsoil, Strip, Salvage, and Spread
 8. Topsoil, Strip and Stockpile
 9. Select Treatment, Contractor Furnished
- C. Fuel adjustment using a FUF of 0.27 gallon per cubic yard will be applied to Embankment-in-Place, Contractor Furnished, and Embankment-in-Place.

2120.04 METHOD OF MEASUREMENT.

- A. If the work is not completed within the contract period or authorized extensions thereof, the CPI to be used for work done after the contract period is to be the CPI that applied during the last working day within the contract period, including authorized extensions.
- B. A fuel adjustment factor that accounts for the estimated amount of fuel used per cubic yard of work covered by this specification will be applied to items of work covered in [Article 2120.03, B](#) or [2120.03, C](#).
- C. A fuel adjustment will be made for items of work covered in this specification when the CPI for the month the work is performed is more than 5% different than the BPI established at the beginning of the project.
1. If the CPI is greater than the BPI plus 5%, then the fuel adjustment will be positive which warrants additional payment to the Contractor. The following formula will be used to calculate the additional payment:

$$FA = FUF(CPI - (BPI \times 1.05))Y$$

2. If the CPI is less than the BPI minus 5%, then the fuel adjustment will be negative and a credit will be due to the contracting authority. The following formula will be used to calculate the credit:

$$FA = FUF(CPI - (BPI \times 0.95))Y$$

2120.05 BASIS OF PAYMENT.

- A. Payment will be the Fuel Adjustment (FA) for each month, subject to the deduction for partial payments described in [Article 1109.05](#). Should the Fuel Adjustment (FA) be negative, an equal amount will be deducted on payments made to the Contractor from sums otherwise due. This payment or deduction will be made automatically in each pay estimate.
- B. On completion of the work of the contract, the sum of the total quantities (Y) for each monthly period will be adjusted by pro-rating, if necessary, to agree with the final quantities to be paid.
- C. Payment or deduction is full compensation for all fluctuations in fuel prices during the time the contract work is being done.