



OFFICE MEMORANDUM

DATE: November 17, 2006

TO: Edward A. Timpf
Administrator
Financial Operations Division

FROM: John C. Friend
Engineer of Delivery

Brenda J. O'Brien
Engineer of Construction and Technology

SUBJECT: Appropriation Reporting Requirements – Section 308

Section 308 states:

The department and local road agencies that receive appropriations under this article shall pursue compliance with contract specifications for construction and maintenance of state highways and local roads and streets. Work shall not be accepted and paid for until it complies with contract requirements. Contractors with unsatisfactory performance ratings shall be restricted from future bidding through the prequalification process established by the department or a local road agency. The department, county road commissions, and cities and villages shall report to the senate and house fiscal agencies, house of representatives and senate appropriations subcommittees on transportation on their respective activities under this section.

This is to report that there were no cases where a contractor had their prequalification rating suspended or amended due to unsatisfactory performance ratings in fiscal years 05 or 06.

John Friend
Engineer of Delivery

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cc: L. Tibbits
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