

STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
HIGHWAYS DIVISION

ADDENDUM NO. 6

for

**NIMITZ HIGHWAY AND ALA MOANA BOULEVARD RESURFACING,
SAND ISLAND ACCESS ROAD TO VICINITY OF PIIKOI STREET**

FEDERAL AID PROJECT NO. NH-092-1(030)

The following amendments shall be made to the Bid Documents:

A. DISADVANTAGED BUSINESS ENTERPRISE (DBE) REQUIREMENTS

1. Replace Disadvantaged Business Enterprises (DBE) Requirements dated 5.13.21 with the attached Disadvantaged Business Enterprises (DBE) Requirements dated 5.20.21. Added language in narrative that mobilization, force account and allowance items are not counted. Fixed a typo that incorrectly stated the DBE GFE info is required at bid opening and fixed it to indicate that its due five days after bid opening.

B. DISADVANTAGED BUSINESS ENTERPRISE (DBE) CONTRACT GOAL VERIFICATION AND GOOD FAITH EFFORTS (GFE) DOCUMENTATION FOR CONSTRUCTION

1. Replace Disadvantaged Business Enterprise (DBE) Contract Goal Verification and Good Faith Efforts (GFE) Documentation For Construction dated 05.13.21 with the attached Disadvantaged Business Enterprise (DBE) Contract Goal Verification and Good Faith Efforts (GFE) Documentation For Construction dated 05/20/21. Fixed page 2 no. 1 to state that DBE info is required 5 days after bid opening.

C. DISADVANTAGED BUSINESS ENTERPRISE (DBE) CONFIRMATION AND COMMITMENT AGREEMENT – TRUCKING COMPANY

1. Replace Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement – Trucking Company dated 05.13.21 with the attached Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement – Trucking Company dated 05/20/21. Removed language requiring lease agreement for 2nd tier trucker.

D. DISADVANTAGED BUSINESS ENTERPRISE (DBE) CONFIRMATION AND COMMITMENT AGREEMENT – SUBCONTRACTOR, MANUFACTURER, OR SUPPLIER

1. Replace Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement – Subcontractor, Manufacturer, or Supplier dated 05.13.21 with the attached Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement – Subcontractor, Manufacturer, or Supplier dated 05/20/21.

The following is provided for information.

E. ANSWERS TO QUESTIONS FROM PROSPECTIVE BIDDERS

1. Attached are RFIs and responses for your information.

Please acknowledge receipt of this Addendum No. 6 by recording the date of its receipt in the space provided on page P-4 of the Proposal.



JADE T. BUTAY
Director of Transportation

DISADVANTAGED BUSINESS ENTERPRISE REQUIREMENTS

I. GENERAL

This project is subject to Title 49, Code of Federal Regulations, Part 26, entitled "Participation by Disadvantaged Business Enterprise in Department of Transportation Financial Assistance Programs," hereinafter referred to as the ("DBE Regulations") and is incorporated and made a part of this contract herein by this reference. The following shall be incorporated as part of the contract documents for compliance. If any requirements herein are in conflict with the general provisions or special provisions applicable to this project, the requirements herein shall prevail unless specifically superseded or amended in the special provisions or by addendum.

II. POLICY

It is the policy of the U.S. Department of Transportation ("USDOT") and the State of Hawaii, Department of Transportation and its political subdivisions ("Department") that Disadvantaged Business Enterprises ("DBE"), as defined in the DBE Regulations, have an equal opportunity to receive and participate in federally assisted contracts.

III. DBE ASSURANCES

Each contract signed with a prime contractor (and each subcontract the prime contractor signs with a subcontractor) shall include the following assurance:

"The contractor, sub-recipient, or subcontractor shall not discriminate on the basis of race, color, national origin, or sex in the performance of this contract. The contractor shall carry out applicable requirements of 49 CFR Part 26 in the award and administration of USDOT assisted contracts. Failure by the contractor to carry out these requirements is a material breach of this contract, which may result in the termination of this contract or such other remedy as the recipient deems appropriate which may include, but is not limited to; 1) withholding monthly progress payments; 2) assessing sanctions; 3) liquidated damages; and/or 4) disqualifying the contractor from future bidding as non-responsible."

The prime contractor agrees to include the above statements in any subsequent contracts that it enters into with other contractors and shall require those contractors to include similar statements in further agreements.

IV. BIDDER/OFFEROR RESPONSIBILITIES

All bidders/offerors are required to register with the Department's Office of Civil Rights (OCR), DBE Section, using the Bidder Registration Form, which can be downloaded from the Department's website at <http://hidot.hawaii.gov/administration/ocr/dbe/dbe-program-forms/>. Certified DBEs are considered registered with the Department and are not required to submit a Bidder Registration Form. All other bidders/offerors are required to complete this form which may be faxed to (808) 831-7944, e-mailed to:

HDOT-DBE@hawaii.gov, or mailed to the HDOT DBE Section at 200 Rodgers Boulevard, Honolulu, Hawaii 96819. Registered bidders/offerors are posted on the website listed above.

Bidders/offerors, subcontractors, manufacturers, vendors or suppliers, and trucking companies shall fully inform themselves with respect to the requirements of the DBE Regulations. Particular attention is directed to the following matters:

- A. Bidders/offerors shall take all necessary steps to ensure that DBEs have an opportunity to participate in this contract.
- B. DBEs may participate as a consultant, prime contractor, subcontractor, trucking company, or vendor of materials or supplies. DBEs may also team with other DBE or non-DBE firms as part of a joint venture or partnership.
- C. Agreements between a bidder/offeror and a DBE in which a DBE promises not to provide subcontracting quotations to other bidders/offerors are strictly prohibited.
- D. A DBE shall be certified by the Department under the appropriate North American Industry Classification System (NAICS) code and work in their registered field of work in order for credit to be allowed.
- E. Information regarding the current certification status of DBEs is available on the Internet at <https://hidot.hawaii.gov/administration/ocr/dbe/>.
- F. Commercially Useful Function (“CUF”). A DBE must perform a CUF. This means that a DBE must be responsible for the execution of a distinct element of the work, must carry out its responsibility by actually performing, managing, and supervising at least 30% of the work involved by using its own employees and equipment, must negotiate price, determine quality and quantity, order and install material (when applicable), and must pay for the material itself.¹

To determine whether a DBE is performing a CUF, the Department must evaluate the amount of work subcontracted, industry practices, whether the amount the firm is to be paid under the contract is commensurate with the work it is actually performing, the DBE credit claimed for performance of the work, and other relevant factors. The prime contractor is responsible to ensure that the DBE performs a CUF.

V. **PROPOSAL REQUIREMENTS**

- A. DBEs must be certified by the bid opening date.

¹ The use of joint checks payable to a DBE subcontractor and supplier may be allowed to purchase materials and supplies under limited circumstances. See VIII USE OF JOINT CHECKS UNDER THE DBE PROGRAM

B. DBE subcontractors, manufacturers, suppliers, trucking companies and any second tier subcontractors shall be listed on the respective DBE forms as specified below in order to receive credit.

C. The following forms are due **five (5) days after bid opening:**²

1. DBE Confirmation and Commitment Agreement. This form must be **signed by the bidder/offeror and each DBE** subcontractor, manufacturer, supplier, or trucking company and submitted to the State Project Manager. Information to be provided on the form shall include, among other things, the project number, the DBE's NAICS codes, description of work, bid items with corresponding price information, prime contractor name and contact information DBE name and contact information and subcontractor name and contact information if the DBE is a second tier subcontractor.
2. DBE Contract Goal Verification and Good Faith Efforts (GFE) Documentation for Construction. List the dollar amount of all subcontractors, manufacturers, suppliers, and trucking companies (both DBE and non-DBE firms). Bidder/offeror must also list the DBE project goal on this form (See paragraph D below regarding goal calculation). If the project goal is not met, the bidder/offeror shall submit documentation of good faith efforts including quotations for both DBE and non-DBE subcontractors when a non-DBE is selected over a DBE for the project.

Failure to provide any of the above shall be cause for bid/proposal rejection.

D. Calculation of the DBE contract goal for this project is the proportionate contract dollar value of work performed, materials, and goods to be supplied by DBEs. DBE credit shall not be given for mobilization, force account items and allowance items. This DBE contract goal is applicable to all the contract work performed for this project and is calculated as follows:

1. DBE contract goal percentage = Contract Dollar Value of the work to be performed by DBE subcontractors and manufacturers, plus 60% of the contract dollar value of DBE suppliers, divided by the sum of all contract items (sum of all contract items is the total amount for comparison of bids less mobilization, force account items, and allowance items).
2. The Department shall adjust the bidder's/offeror's DBE contract goal to the amount of the project goal if it finds that the bidder/offeror met the goal but erroneously calculated a lower percentage. If the amount the

² In computing calendar days, the day from which the period begins to run is not counted, and when the last day of the period is a Saturday, Sunday, or Federal or State holiday, the period extends to the next day that is not a Saturday, Sunday, or holiday.

bidder/offeror submits as its contract goal exceeds the project goal, the bidder/offeror shall be held to the higher goal.

VI. COUNTING DBE PARTICIPATION TOWARDS CONTRACT GOAL

- A. Count the entire amount of the portion of a contract (or other contract not covered by paragraph B below) that is performed by the DBE's own forces. Include the cost of supplies and materials obtained by the DBE for the work on the contract, including supplies purchased or equipment leased by the DBE (except supplies and equipment the DBE subcontractor purchases or leases from the prime contractor or its affiliate).
- B. Count the entire amount of fees or commissions charged by a DBE firm for providing a bona fide service, such as professional, technical, consultant, or managerial services, or for providing bonds or insurance specifically required for the performance of a USDOT-assisted contract, toward DBE goals, provided the Department determines the fee to be reasonable and not excessive as compared with fees customarily allowed for similar services.
- C. When a DBE subcontracts part of the work of its contract to another firm, the value of the subcontracted work may be counted toward DBE goals only if the DBE's subcontractor is itself a DBE. Work that a DBE subcontracts to a non-DBE firm does not count toward DBE goals.
- D. When a DBE performs as a participant in a joint venture, count a portion of the total dollar value of the contract equal to the distinct, clearly defined portion of the work of the contract that the DBE performs with its own forces toward DBE goals.
- E. Count expenditures to a DBE contractor toward DBE goals only if the DBE is performing a CUF on that contract.
- F. The following is a list of appropriate DBE credit to be allowed for work to be performed by a DBE subcontractor. Count expenditures with DBEs for materials or supplies toward DBE goals as provided in the following:
 - 1. If the materials or supplies are obtained from a DBE manufacturer, count 100 percent of the cost of the materials or supplies toward DBE goals;
 - 2. For purposes of determining DBE goal credit, a manufacturer is a firm that operates or maintains a factory or establishment that produces (on the premises) the materials, supplies, articles, or equipment required under the contract and of the general character described by the specifications;
 - 3. If the materials or supplies are purchased from a DBE regular dealer, count 60 percent of the cost of the materials or supplies toward DBE goals;
 - 4. For purposes of determining DBE goal credit, a regular dealer is a firm that owns, operates, or maintains a store, warehouse, or other

establishment in which the materials, supplies, articles or equipment of the general character described by the specifications and required under the contract are bought, kept in stock, and regularly sold or leased to the public in the usual course of business;

5. To be a regular dealer, the firm must be an established, regular business that engages, as its principal business and under its own name, in the purchase and sale or lease of the products in question;
 6. A person may be a regular dealer in such bulk items as petroleum products, steel, cement, gravel, stone, or asphalt without owning, operating, or maintaining a place of business as provided in the DBE Regulations, if the person both owns and operates distribution equipment for the products. Any supplementing of a regular dealers' own distribution equipment shall be by a long-term lease agreement and not on an ad hoc or contract-by-contract basis;
 7. Packagers, brokers, manufacturers' representatives, or other persons who arrange or expedite transactions are not regular dealers;
 8. With respect to materials or supplies purchased from a DBE, which is neither a manufacturer nor a regular dealer, count the entire amount of fees or commissions charged for assistance in the procurement of the materials and supplies, or fees or transportation charges for the delivery of materials or supplies required on a job site, toward DBE goals, provided that the Department determines the fees to be reasonable and not excessive as compared with fees customarily allowed for similar services. Do not count any portion of the cost of the materials and supplies themselves toward DBE goals; however,
 9. If a firm is not currently certified as a DBE in accordance with standards of this part at the time of the execution of the contract, do not count the firm's participation toward any DBE goals, except as provided for in §26.87(i);
 10. Do not count the dollar value of work performed under a contract with a firm after it has ceased to be certified toward the Department's overall goal; and
 11. Do not count the participation of a DBE subcontractor toward a contractor's final compliance with its DBE obligations on a contract until the amount being counted has actually been paid to the DBE.
- G. The following factors are used in counting DBE participation for trucking companies:
1. The DBE must be responsible for the management and supervision of the entire trucking operation for which it is responsible on a particular contract, and there cannot be a contrived arrangement for the purpose of meeting DBE goals;
 2. The DBE must itself own and operate at least one (1) fully licensed, insured, and operational truck used on the contract;

3. The DBE receives credit for the total value of the transportation services it provides on the contract using trucks it owns, insures, and operates using drivers it employs;
4. The DBE may lease trucks from another DBE firm, including an owner-operator who is certified as a DBE. The DBE who leases trucks from another DBE receives credit for the total value of the transportation services the lessee DBE provides on the contract;
5. The DBE may also lease trucks from a non-DBE firm, including from an owner-operator. The DBE that leases trucks equipped with drivers from a non-DBE is entitled to credit for the total value of transportation services provided by non-DBE leased trucks equipped with drivers not to exceed the value of transportation services on the contract provided by DBE-owned trucks or leased trucks with DBE employee drivers. Additional participation by non-DBE owned trucks equipped with drivers receives credit only for the fee or commission it receives as a result of the lease arrangement. If a recipient chooses this approach, it must obtain written consent from the appropriate Department operating administration.

EXAMPLE: DBE firm X uses two (2) of its own trucks on a contract, leases two (2) trucks from DBE Firm Y and six (6) trucks from non-DBE Firm Z. DBE credit would be awarded for the total value of transportation services provided by Firm X and Firm Y, and may also be awarded for the total value of transportation services provided by four (4) of the six (6) trucks provided by Firm Z. In all, full credit would be allowed for the participation of eight (8) trucks. With respect to the other two (2) trucks provided by Firm Z, DBE credit could be awarded only for the fees or commissions pertaining to those trucks Firm X receives as a result of the lease with Firm Z;

6. The DBE may lease trucks without drivers from a non-DBE truck leasing company. If the DBE leases trucks from a non-DBE truck leasing company and uses its own employees as drivers, it is entitled to credit for the total value of these hauling services.

EXAMPLE: DBE Firm X uses two (2) of its own trucks on a contract. It leases two (2) additional trucks from non-DBE Firm Z. Firm X uses its own employees to drive the trucks leased from Firm Z. DBE credit would be awarded for the total value of the transportation services provided by all four (4) trucks; and

7. For purposes of determining whether a trucking firm performs a CUF, a lease must indicate that the DBE has exclusive use of and control over the truck. This does not preclude the leased truck from working for others during the term of the lease with the consent of the DBE, so long as the lease gives the DBE absolute priority for use of the leased truck. Leased trucks must display the name and identification number of the DBE.

- H. The bidder/offeror may be a joint venture or partnership that has a certified DBE as a partner. A "Joint Venture" means an association between a DBE firm and one (1) or more other firms to carry out a single, for-profit, business enterprise for

which the parties combine their property, capital, efforts, skills and knowledge, and in which the DBE is responsible for a distinct, clearly defined portion of the work of the contract, and whose share in the capital contribution, control, management, risks and profits are commensurate with its ownership interest.

- I. Effects of a Summary Suspension of a DBE. When a DBE's certification is suspended, the DBE may not be considered to meet a contract goal on a new contract and any work it does on a contract received during the suspension shall not be counted towards the overall goal. The DBE may continue to perform work under an existing contract executed before the DBE received a Notice of Suspension and may be counted towards the contract goal during the period of suspension as long as the DBE is performing a CUF under the existing contract.

- J. Effects of Decertification of a DBE. Should a DBE become decertified during the term of the subcontract for reasons beyond the control of and with no fault or negligence on the part of the contractor, the work remaining under the subcontract may be credited towards the contract goal, but are not included in the overall accomplishments.

Should the DBE be decertified after contract award and before notice to proceed, the contractor must still meet the DBE goal by either; a) withdrawing the subcontract from the DBE and expending good faith efforts to replace it with a DBE that is currently certified for that same work; or b) continuing with the subcontract with the decertified firm and expending good faith efforts to find other work not already subcontracted out to DBEs in an amount to meet the DBE goal either by; 1) increasing the participation of other DBEs on the project; 2) documenting good faith efforts; or 3) by a combination of the above.

VII. USE OF JOINT CHECKS UNDER THE DBE PROGRAM

- A. The following guidelines apply to the use of joint checks:
 - 1. The second party (typically the prime contractor) acts solely as a guarantor;
 - 2. The DBE must release the check to the supplier;
 - 3. The use of joint checks is a commonly recognized business practice;
 - 4. The Department must approve the use of joint checks prior to use by contractors and/or DBEs. As part of this approval process the Department will analyze industry practice to confirm that the use of joint checks is commonly employed outside of the DBE program for non-DBE subcontractors on both federal and state funded contracts. Using joint checks shall not be approved if it conflicts with other aspects of the DBE regulations regarding CUF; and
 - 5. The Department will monitor the use of joint checks closely to avoid abuse.

- B. Contractors and DBEs should review the following general guidelines when determining whether to use joint checks closely to avoid abuse:
1. That standard industry practice applies to all contractors (federal and state contracts);
 2. Use of joint checks must be available to all subcontractors;
 3. Material industry sets the standard industry practice, not prime contractors;
 4. Short term, not to exceed reasonable time (i.e., one (1) year, two (2) years) to establish/increase a credit line with the material supplier;
 5. No exclusive arrangement between one (1) prime and one (1) DBE in the use of joint checks that might bring the independence of the DBE into question;
 6. Non-proportionate ratio of DBE's normal capacity to size of contract and quantity of material to be provided under the contract;
 7. The DBE is normally responsible to install and furnish the work item; and
 8. The DBE must be more than an extra participant in releasing the check to the material supplier.
- C. The Department shall allow the use of joint checks if the following general conditions are met:
1. DBE submits request to the Department for action;
 2. There is a formalized agreement between all parties that specify the conditions under which the arrangement shall be permitted;
 3. There is a full and prompt disclosure of the expected use of joint checks;
 4. The Department will provide prior approval;
 5. DBE remains responsible for all other elements of 49 CFR 26.55(c)(1);
 6. The agreement states clearly and determines that independence is not threatened because the DBE retains final decision making responsibility;
 7. The Department will determine that the request is not an attempt to artificially inflate DBE participation;
 8. Standard industry practice is only one (1) factor;
 9. The Department will monitor and maintain oversight of the arrangement by reviewing cancelled checks and/or certification statement of payment; and
 10. The Department will verify there is no requirement by prime contractor that the DBE is to use a specific supplier nor the prime contractor's negotiated unit price.

VIII. DEMONSTRATION OF GOOD FAITH EFFORTS FOR CONTRACT AWARD

- A. When a project goal is not met, the Department shall conduct the initial review of GFE submitted by the bidder/offeror and shall determine whether the bidder/offeror has performed the quality, quantity, and intensity of efforts that demonstrate a reasonably active and aggressive attempt to meet the contract goal in accordance with 49 CFR Part 26, Appendix A.
- B. The bidder/offeror bears the responsibility of demonstrating that it met the contract goal, or if the contract goal was not met, by documenting the GFE it made in an attempt to meet the goal. It is the sole responsibility of the bidder/offeror to submit any and all documents, logs, correspondence, and any other records or information to the Department that will demonstrate that the bidder/offeror made good faith efforts to meet the DBE goal.
- C. In its good faith evaluation, the Department shall perform the following as part of its evaluation: a) request additional information and documents from the bidder/offeror; b) compare the bidder's/offeror's bid against the bids/offers of other bidders/offerors, and compare the DBEs and DBE work areas utilized by the bidder/offeror with the DBEs listed in other bids/offers submitted for this contract (If other bidders obtained DBEs in a particular work area in which the low bidder did not, the Department shall take this into consideration in its evaluation); c) verify contacts by bidders/offerors with DBEs; and d) compare the DBE and the categories of DBE work targeted by the bidder/offeror for participation in the contract, with the total pool of available DBEs ready, willing and able to perform work on each particular subcontract targeted by the bidder/offeror.
- D. Actions on the part of the bidder/offeror that will be considered demonstrative of good faith efforts include, but are not limited to, the following:
 - 1. Whether the bidder/offeror submitted the required information (i.e. DBE name, address, NAICS code, description of work, project name, and number), and dollar amounts for all subcontractors, within five (5) days of bid opening;
 - 2. Whether the bidder/offeror solicited through all reasonable and available means (e.g. attendance at pre-bid meetings, advertising and/or written notices) the interest of all certified DBEs who have the capability to perform part or all of the work to be included under the contract. The Department will also consider whether the bidder/offeror solicited the participation of potential DBEs as early in the procurement process as practicable, and allowed sufficient time for the DBEs to properly inquire about the project and respond to the solicitation. The Department will also review whether the bidder/offeror took appropriate steps to follow up with interested DBEs in a timely manner to facilitate participation by DBEs in this project;
 - 3. Whether the bidder/offeror identified and broke up portions of work that can be performed by DBEs in order to increase the likelihood that a DBE will be able to participate, and that the DBE goal could be achieved (e.g. breaking out contract items into economically feasible units to facilitate

- DBE participation even when the bidder/offeror might otherwise prefer to self-perform these work items with its own forces);
4. Whether the bidder/offeror made available or provided interested DBEs with adequate information about the plans, specifications, and requirements of the project in a timely manner, and assisted them in responding to the bidder's/offeror's solicitation;
 5. Whether the bidder/offeror negotiated in good faith with interested DBEs. Evidence of such negotiations includes documenting: a) the names, addresses and telephone numbers of DBEs that were contacted; b) a description of the information that was provided to DBEs regarding the plans and specifications; and c) detailed explanation for not utilizing individual DBEs on the project;
 6. Whether the bidder/offeror solely relied on price in determining whether to use a DBE. The fact that there may be additional or higher costs associated with finding and utilizing DBEs are not, by itself, sufficient reasons for a bidder's/offeror's refusal to utilize a DBE, or the failure to meet the DBE goal, provided that such additional costs are not unreasonable. Also, the ability or desire of a bidder/offeror to perform a portion of the work with its own forces, that could have been undertaken by an available DBE, does not relieve the bidder/offeror of the responsibility to make good faith efforts to meet the DBE goal, and to make available and solicit DBE participation in other areas of the project to meet the DBE goal;
 7. Whether the bidder/offeror rejected DBEs as being unqualified without sound reasons based on a thorough investigation of their capabilities. The DBEs standing within the industry, membership in specific groups, organizations or associations, and political or social affiliation are not legitimate basis for the rejection or non-solicitation of bids from particular DBEs;
 8. Whether the bidder/offeror made efforts to assist interested DBEs in obtaining bonding, lines of credit, or insurance;
 9. Whether the bidder/offeror made efforts to assist interested DBEs in obtaining necessary equipment, supplies, materials or related assistance or services;
 10. Whether the bidder/offeror effectively used the services of available minority/women community organizations, minority/women business groups, contractors' groups, and local, state and federal minority/women business assistance offices or other organizations to provide assistance in recruitment and placement of DBEs;
 11. Whether the bidder/offeror, who selects a non-DBE over a DBE subcontractor, has quotes of each DBE and non-DBE subcontractor submitted to the bidder for work on the contract; and for each DBE that was contacted but not utilized by the bidder/offeror for a contract, the bidder/offeror has a detailed written explanation for each DBE detailing the reasons for the bidder's/offeror's failure or inability to utilize, or to allow the DBE to participate in the contract; and
 12. Whether other bidders/offerors met the goal and whether the apparent successful bidder/offeror could have met the goal with additional efforts.

The Department may determine that an apparent successful bidder/offeror who fell short of meeting the goal, made good faith efforts when it met or exceeded the average DBE participation obtained by other bidders/offerors.

IX. ADMINISTRATIVE RECONSIDERATION.

If it is determined by the Department that the apparent successful bidder/offeror has failed to meet the provisions of 49 CFR Section 26.53(a), the bidder/offeror may submit a request for administrative reconsideration. If under the provisions of 49 CFR, Section 26.53(d), it is determined by the Department that the apparent successful bidder/offeror has failed to meet the provisions of this subsection, the bidder/offeror may submit a written request for administrative reconsideration.

- A. Within five (5) working days of being informed in writing by the Department that the bidder/offeror has not documented sufficient GFE, a bidder/offeror may request administrative reconsideration. Bidders/offerors should make this request in writing to the following official:

Director of Transportation
Hawaii Department of Transportation
869 Punchbowl Street, Room 509
Honolulu, Hawaii 96813

- B. The reconsideration official, or his or her designee (referred to as “reconsideration official”), shall not have played any role in the original determination that the bidder/offeror failed to meet the goal or make adequate good faith efforts to do so.
- C. As part of this reconsideration, the bidder/offeror will have the opportunity to provide written documentation or argument concerning the issue of whether it met the goal or made adequate GFE to do so. The bidder/offeror will have the opportunity to meet in person with the reconsideration official to discuss the issue of whether it met the goal or made adequate GFE to do so.
- D. In an administrative reconsideration, the reconsideration official will review all previously submitted documents, oral and written arguments, and other evidence presented in the reconsideration, in making the decision.
- E. The Department shall inform the bidder/offeror of the decision within thirty (30) days of the proceeding. The decision will state the Department’s findings, and explain the basis of those findings, with respect to whether or not the bidder/offeror met the contract goal, or whether or not the bidder/offeror made adequate GFE to achieve the contract goal.
- F. The reconsideration decision is not administratively appealable to USDOT but is appealable under HRS 103D-709.

X. AWARD OF CONTRACT

- A. In a sealed bid procurement, the Department reserves the right to reject any or all bids. The award of contract, if it is awarded, will be to the lowest responsive and responsible bidder who meets or exceeds the DBE project goal, or who makes good faith efforts to meet or exceed the DBE project goal, as determined by the Department.
- B. If the lowest responsible bidder does not meet the DBE project goal and does not demonstrate to the satisfaction of the Department that it made good faith efforts to meet the DBE project goal, such bid shall be rejected as non-responsive. The Department will then consider the next lowest responsive and responsible bidder for award in accordance with paragraph A above.

XI. REPLACEMENT OF A DBE ON A PROJECT WITH A CONTRACT GOAL

Under this contract, the prime contractor shall utilize the specific DBE listed to perform the work and supply the materials for which each is listed unless the contractor obtains written consent from the Department to replace a DBE. If the Department's consent is not provided, the contractor shall not be entitled to any payment for work or material unless it is performed or supplied by the listed DBE. The Department reserves the right to request copies of all DBE subcontracts.

The Department will require a contractor to make good faith efforts to replace a DBE that is terminated or has otherwise failed to complete its work on a contract with another certified DBE, to the extent needed to meet the contract goal. A prime contractor's inability to find a replacement DBE at the original price is not sufficient to demonstrate that good faith efforts have been made to replace the original DBE. The fact that the contractor has the ability and/or desire to perform the contract work with its own forces does not relieve the contractor of the obligation to make good faith efforts to find a replacement DBE, and it is not a sound basis for rejecting a prospective replacement DBE's reasonable quote.

The Department will require the prime contractor to promptly provide written notice to the project manager of the DBE's inability or unwillingness to perform and provide reasonable documentation.

The written notice by the contractor must include the following:

1. The date the contractor determined the certified DBE to be unwilling, unable or ineligible to perform work on the contract;
2. The projected date that the contractor shall require a substitution or replacement DBE to commence work if consent is granted by the Department;
3. Documentation of facts that describe and cite specific actions or inactions on the part of the affected DBE that led to the contractor's conclusion that the DBE is unwilling, unable, or ineligible to perform work on the contract;

4. A brief statement of the affected DBE's capacity and ability or inability to perform the work as determined by the contractor;
5. Documentation of contractor's good faith efforts to enable affected DBE to perform the work;
6. The current percentage of work completed on each bid item by the affected DBE;
7. The total dollar amount currently paid per bid item for work performed by the affected DBE;
8. The total dollar amount per bid item remaining to be paid to the DBE for work completed but for which the DBE has not received payment, and with which the contractor has no dispute; and
9. The total dollar amount per bid item remaining to be paid to the DBE for work completed, for which the DBE has not received payment, and with which the contractor and DBE have a dispute.

The prime contractor shall send a copy of the written notice to replace a certified DBE on a contract to the affected DBE. The affected DBE may submit a written response within five (5) calendar days to the Department to explain its position on its performance on the committed work. The Department shall consider both the prime contractor's request and DBE's stated position before approving the termination or substitution request, or determining if any action shall be taken against the contractor.

There shall be no substitution or termination of a DBE subcontractor at any time without the prior written consent of the Department. The Department will provide written consent only if the contractor has good cause, as determined by the Department, to terminate the DBE. Good cause may include, but is not limited to the following circumstances:

1. The DBE subcontractor fails or refuses to execute a written contract;
2. The listed DBE subcontractor fails or refuses to perform the work of its subcontract in a way consistent with normal industry standards;
3. The listed DBE subcontractor fails or refuses to meet the prime contractor's reasonable, nondiscriminatory bond requirements;
4. The listed DBE subcontractor becomes bankrupt, insolvent, or exhibits credit unworthiness;
5. The listed DBE subcontractor is ineligible to work on public works projects because of suspension and debarment proceedings pursuant to 2 CFR Parts 180, 215 and 1200 or applicable state law;
6. The Department has determined that the listed DBE subcontractor is not a responsible contractor;
7. The listed DBE subcontractor voluntarily withdraws from the project and provides to the Department written notice of its withdrawal;
8. The listed DBE is ineligible to receive DBE credit for the type of work required; and

9. A DBE owner dies or becomes disabled with the result that the listed DBE contractor is unable to complete its work on the contract.

Upon approval from the Department to replace a DBE, the contractor's good faith efforts shall be documented and submitted to the Department within seven (7) calendar days. This time period may be extended for another seven (7) calendar days upon request by the prime contractor.

If a DBE subcontractor is unable to perform work under the contract, and is to be replaced, the contractor's failure to obtain a substitute certified DBE or to make good faith effort to obtain such a substitute DBE subcontractor to perform said work, may constitute a breach of this contract for which the Department may terminate the contract or pursue such remedy as deemed appropriate by the Department.

XII. CONTRACT COMPLIANCE

This contract is subject to contract compliance tracking, and the prime contractor and all subcontractors are required to report payments electronically in the HDOT online Certification and Contract Compliance Management System (hereafter referred to as "online tracking system"). The prime contractor and all subcontractors are responsible for responding by any noted response date or due date to any instructions or request for information, and to check the online tracking system on a regular basis to manage contact information and contract records.

The prime contractor is responsible for ensuring all subcontractors have completed all requested items and that their contact information is accurate and up-to-date. HDOT may require additional information related to the contract to be provided electronically through the online tracking system at any time before, during, or after contract award. Information related to contractor access of the online tracking system will be provided to designated point of contact with each contractor upon award of the contract. The online tracking system is web-based and can be accessed at the following Internet address: <https://hdot.dbesystem.com/>.

XIII. PAYMENT

- A. The Department will make an estimate in writing each month based on the items of work performed and materials incorporated in the work and the value therefore at the unit prices or lump sum prices set forth in the contract. All progress estimates and payments will be approximate only and shall be subject to correction at any time prior to or in the final estimate and payment. The Department will not withhold any amount from any payment to the contractor, including retainage.
- B. The contractor shall pay all subcontractors within ten (10) calendar days after receipt of any progress payments from the Department. This clause applies to both DBE and non-DBE subcontractors, and all tiers of subcontracts.

- C. The Contractor will verify that payment or retainage has been released to the subcontractors or its suppliers within the specified time through entries in the Department's online tracking system during the corresponding monthly audits. Prompt payment will be monitored and enforced through the Contractor's reporting of payments to its subcontractors and suppliers in the online tracking system.

Subcontractors, including lower tier subcontractors and/or suppliers will confirm the timeliness and the payment amounts received utilizing the online tracking system. Discrepancies will be investigated by the DBE Program Office and the project engineer. Payments to the subcontractors, including lower tier subcontractors, and including retainage released after the subcontractor or lower tier subcontractor's work has been completed to the Department's satisfaction, will be reported by the Contractor or the subcontractor.

- D. When any subcontractor has satisfactorily completed its work as specified in the subcontract, and there are no bona fide disputes, the contractor shall make prompt and full payment to the subcontractor of all monies due, including retainage, within ten (10) calendar days after the subcontractor's work is satisfactorily completed. A subcontractor's work is satisfactorily completed when all the tasks called for in the subcontract have been accomplished and documented, as required by the Department. The contractor must obtain the prior written approval from the Department before it can continue to withhold retainage from any subcontractor who has completed its portion of the work. This clause applies to both DBE and non-DBE subcontractors, and all tiers of subcontracts.

XIV. RECORDS

The contractor shall maintain and keep all records necessary for the Department to determine compliance with the contractor's DBE obligations. The records shall be available at reasonable times and places for inspection by the Department and appropriate Federal agencies. The records to be kept by the contractor shall include:

1. The names, race/ethnicity, gender, address, phone number, and contact person of all DBE and non-DBE consultants, subcontractors, manufacturers, suppliers, truckers and vendors identified as DBEs (for vendor to identify whether it is a supplier or manufacturer);
2. The nature of work of each DBE and non-DBE consultant, subcontractor, manufacturer, supplier, trucker and vendor;
3. The dollar amount contracted with each DBE and non-DBE consultant, subcontractor, manufacturer, supplier, trucker and vendor; and
4. Cumulative dollar amount of all change orders to the subcontract.

XV. FAILURE TO COMPLY WITH DBE REQUIREMENTS

The contractor shall carry out applicable requirements of 49 CFR Part 26 in the award and administration of USDOT assisted contracts. All contractors, subcontractors, manufacturers and suppliers are hereby advised that failure to carry out all DBE requirements specified herein shall constitute a material breach of contract that may result in termination of the contract or such other remedy as deemed appropriate by the Department including but not limited to: 1) withholding monthly progress payments; 2) assessing sanctions; 3) liquidated damages; and/or 4) disqualifying the contractor from future bidding as non-responsible.



Disadvantaged Business Enterprise (DBE) Contract Goal Verification and Good Faith Efforts (GFE) Documentation For Construction

| | |
|--------------------------|--------------------------|
| Project #: | County: |
| DBE Project Goal: | Prime Contractor: |

As required by the specifications “Disadvantaged Business Enterprise Requirements,” the dollar amount of each subcontract (both DBE and non-DBE firms) for all subcontractors, manufacturers, suppliers, and trucking companies is due five (5) days after bid opening. **Failure to provide required information shall be cause for bid/proposal rejection.**

Calculation of the DBE contract goal for this project is the proportionate contract dollar value of work performed, materials, and goods to be supplied by DBEs. DBE credit shall not be given for mobilization, force account items, and allowance items. This DBE contract goal is applicable to all the contract work performed for this project and is calculated as follows:

1. DBE contract goal percentage = Contract Dollar Value of the work to be performed by DBE subcontractors and manufacturers, plus 60% of the contract dollar value of DBE suppliers, divided by the sum of all contract items (sum of all contract items is the total amount for comparison of bids less mobilization, force account items, and allowance items).
2. The Department shall adjust the bidder’s/offeror’s DBE contract goal to the amount of the project goal if it finds that the bidder/offeror met the goal but erroneously calculated a lower percentage. If the amount the bidder/offeror submits as its contract goal exceeds the project goal, the bidder/offeror shall be held to the higher goal.

| Name of Subcontractor, Supplier, Manufacturer, and Trucking Company | DBE (Y/N) | Bid Item Number and Description | Approx. Quantity/Hours | Unit | Unit Price/Rate | Dollar Amount |
|---|-----------|---------------------------------|------------------------|------|-----------------|---------------|
| | | | | | | |
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|---|--|
| A. Dollar amount of the work to be performed by DBE subcontractors, manufacturers, and trucking companies, plus 60% of the dollar amount of DBE suppliers | |
| B. Sum of all work items less mobilization, force account items, allowance items | |
| A/B = DBE contract goal | |

NAME and SIGNATURE of AUTHORIZED REPRESENTATIVE of PRIME CONTRACTOR: _____ DATE: _____

Summary of Good Faith Efforts (GFE)

As required by the specifications “*Disadvantaged Business Enterprise Requirements*,” if the DBE goal is not met, documentation of GFE shall be submitted within five (5) days of bid opening. The bidder is required to respond to the following questions and describe efforts to obtain DBE participation. Each item will require an explanation. Copies of correspondence return receipts, telephone logs, or other documentation will be required to support GFE. Attach additional sheets, if necessary. Based on responses given, HDOT shall make a determination of the bidders’ GFE. **Failure to provide required information shall be cause for bid/proposal rejection.**

1. Did you submit the required information five days after bid opening (i.e. DBE name, address, NAICS code, description of work, project name, and number)?
2. Explain your GFE if any, to solicit through all reasonable and available means (e.g. attendance at pre-bid meetings, advertising and/or written notices) the interest of all certified DBEs who have the capability to perform part or all of the work to be included under the contract.
 - a. Explain your GFE if any, to solicit the participation of potential DBEs as early in the procurement process as practicable.
 - b. Explain your GFE if any, to allow sufficient time for the DBEs to properly inquire about the project and respond to the solicitation.
 - c. Explain your GFE if any, to take appropriate steps to follow up with interested DBEs in a timely manner to facilitate participation by DBEs in this project.
3. Explain your GFE if any, to identify and break up portions of work that can be performed by DBEs in order to increase the likelihood that a DBE will be able to participate, and that the DBE goal could be achieved (e.g. breaking out contract items into economically feasible units to facilitate DBE participation even when you might otherwise prefer to self-perform these work items).
4. Explain your GFE if any, to make available or provide interested DBEs with adequate information about the plans, specifications, and requirements of the project in a timely manner, and assist them in responding to your solicitation.
5. Explain your GFE if any, to negotiate in good faith with interested DBEs. Evidence of such negotiations includes documenting: a) the names, addresses and telephone numbers of DBEs that were contacted; b) a description of the information that was provided to DBEs regarding the plans and specifications; and c) detailed explanation for not utilizing individual DBEs on the project.
6. Did you solely rely on price in determining whether to use a DBE? If yes please explain. The fact that there may be additional or higher costs associated with finding and utilizing DBEs are not, by themselves, sufficient reasons for your refusal to utilize a DBE or failure to meet the DBE goal, provided that such additional costs are not unreasonable. Also, the ability or desire to perform a portion of the work with your own forces, that could have been undertaken by an available DBE, does not relieve you of the responsibility to make good faith efforts to meet the DBE goal, and to make available and solicit DBE participation in other areas of the project to meet the DBE goal.
7. Did you reject DBEs as being unqualified without sound reasons based on a thorough investigation of their capabilities? If yes, please explain. The DBEs standing within the industry, membership in specific groups, organizations or associates, and political or social affiliation are not legitimate basis for the rejection or non-solicitation of bids from particular DBEs.

8. Explain your GFE to assist interested DBEs in obtaining bonding, lines of credit, or insurance.

9. Explain your GFE if any, to assist interested DBEs in obtaining necessary equipment, supplies, materials or related assistance or services.

10. If you selected a non-DBE over a DBE subcontractor, please provide the quotes of each DBE and non-DBE subcontractor submitted to you for work on the contract; and for each DBE that was contacted but not utilized for a contract, provide a detailed written explanation for each DBE detailing the reasons for not utilizing or allowing the DBE to participate in the contract.

11. Explain your GFE if any, to effectively use the services of available minority/women community organizations, minority/women business groups, contractors' groups, and local, state and federal minority/women business assistance offices or other organizations to provide assistance in recruitment and placement of DBEs.



**Disadvantaged Business Enterprise (DBE)
Contract Goal Verification and Good Faith Efforts (GFE)
Documentation
For Construction
INSTRUCTIONS**

| | |
|---|---|
| Project # | Self-explanatory |
| County | County where project is located |
| DBE Project Goal | Indicate DBE goal listed in the proposal on P-1 |
| Prime Contractor | Name of prime contractor |
| Name of Subcontractor, Supplier, Manufacturer, and Trucking Company | Company name of subcontractor, supplier, manufacturer, or trucking firm |
| DBE (Y/N) | Y for yes and N for no |
| Bid Item Number and Description | Pay item and description |
| Approx. Quantity/ Hours | Self-explanatory |
| Unit | Unit of measure |
| Unit Price/ Rate | Self-explanatory |
| Dollar Amount | Total dollar amount committed to subcontractor, supplier, manufacturer, or trucking firm |
| A. Dollar amount of the work to be performed by DBE subcontractors, manufacturers, and trucking companies, plus 60% of the dollar amount of DBE suppliers | Total amount of DBE participation |
| B. Sum of all work items less mobilization, force account items, allowance items | Total of work items minus mobilization, force accounts and allowances |
| A/B = DBE contract goal | Self-explanatory |
| Name and Signature of Authorized Representative of Prime Contractor | Self-explanatory |
| Date | Date form is signed |
| Summary of Good Faith Efforts (GFE) | Complete by answering each question in detail and providing documentation to support your GFE |



Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement Trucking Company

This commitment is subject to the award and receipt of a signed contract from the Hawaii Department of Transportation (HDOT) for the subject project. DBEs must be certified by the bid opening date.

| | |
|--|------------------------------|
| Project #: | County: |
| NAICS CODE/DESCRIPTION OF WORK: | SECONDARY NAICS CODE: |

*All quantities and units should match the bid tab item whenever possible.

The prime contractor shall inform HDOT the dates when the trucking firm starts and completes all work under the subcontract.

| | |
|---|--|
| Estimated Beginning Date (Month/Year): | Estimated Completion Date (Month/Year): |
|---|--|

| TRUCKING COMPANY: | Item No. | Item Description | Unit | Unit Price / Rate | Amount |
|--------------------------------|----------|------------------|------|-------------------|-----------|
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| | | | | \$ | \$ |
| TOTAL COMMITMENT AMOUNT | | | | | \$ |

1. Number of hours contracted or quantities to be hauled: _____
2. Number of fully operational trucks to be used: _____ Tractor/trailers: _____ Dump trucks: _____
3. Number of fully operational trucks owned by DBE: _____ Dump trucks: _____ Tractors/trailers: _____

4. If Owner Operators or additional trucking companies are to be used answer the following:

| Name of Trucking Company | DBE Y/N | Estimated. Dollar Amount to be Contracted | Number and Type of Trucks (specify) |
|--------------------------|---------|---|-------------------------------------|
| | | \$ | |
| | | \$ | |

The prime contractor certifies by signature on this agreement to utilize the DBE trucking company as listed on the agreement form. If a DBE trucking company is unable to perform the work as listed on this agreement form, the prime contractor will follow the substitution/replacement approval process as outlined in the contract DBE requirements. **IMPORTANT! The signatures of the DBE, prime contractor, and subcontractor (only if the DBE will be a second tier sub) confirms that all information on this Agreement is true and correct. Parties should sign Agreement in the order in which they are listed.**

| | |
|---|----------------------------|
| DBE NAME: | Name/Title (please print): |
| Address: | Signature: |
| Phone: Fax: | |
| Email: | Date: |
| Prime Contractor: | Name/Title (please print): |
| Address: | Signature: |
| Phone: Fax: | |
| Email: | Date: |
| Subcontractor (only if the DBE will be a second tier sub): | Name/Title (please print): |
| Address: | Signature: |
| Phone: Fax: | |
| Email: | Date: |

HDOT retains the information collected through this form. With few exceptions, you are entitled on request to be informed about the information that we collect about you.



Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement Trucking Company INSTRUCTIONS

The purpose of this agreement is to secure the commitment of the bidder/offeror to utilize the listed DBE trucking company, and the DBE's confirmation that it will perform work for the bidder/offeror on this project. The information on this form shall be provided by the DBE.

| | |
|---|---|
| Project # | Self-explanatory |
| County | County where project is located |
| NAICS Code/Description of Work | Primary North American Industry Classification System code under which DBE is certified to perform and description of work to be done |
| Secondary NAICS Code | List other NAICS codes firm is certified to perform |
| Estimated Beginning Date (Month/Year) | Date DBE shall begin work on the project |
| Estimated Completion Date (Month/Year) | Date DBE's work will be completed |
| Trucking Company | Name of DBE trucking company |
| Item No. | List pay item number |
| Item Description | Description of item |
| Unit | Unit of measure – e.g. weight or hours |
| Unit Price/Rate | Cost per unit or hourly rate |
| Amount | Total amount per pay item |
| Total Commitment Amount | Sum of all pay items and total commitment of bidder/offeror to DBE |
| Number of hours contracted or quantities to be hauled | Approximate number of hours or tonnage to be hauled |
| Number of fully operational trucks to be used: | Total number of trucks to be used for the project |
| Tractor/Trailers | Number of tractor trailers to be used |
| Dump Trucks | Number of dump trucks to be used |
| Number of fully operational trucks owned by DBE | Number of listed DBE's trucks to be used on this project |
| Name of Trucking Company | If other trucking companies (DBE or non-DBE) are to be leased, list name and information about type of trucks in this section |
| Estimated Dollar Amount to be Contracted | Provide information about estimated cost to lease trucks |
| Number of Dump Trucks, Tractor/Trailer | Self-explanatory |
| DBE NAME | DBE Company name |
| Name/Title | Name and title of DBE's representative |
| Address | Self-explanatory |
| Phone | Self-explanatory |
| Fax | Self-explanatory |
| Email | Self-explanatory |
| Signature | Signature of DBE's representative |
| Date | Date agreement is signed |
| Prime Contractor | Company name |

| | |
|--|--|
| Name/Title | Name and title of prime contractor's representative |
| Address | Self-explanatory |
| Phone | Self-explanatory |
| Fax | Self-explanatory |
| Email | Self-explanatory |
| Signature | Signature of prime contractor's representative |
| Date | Date agreement is signed |
| Subcontractor (only if the DBE will be a second tier sub): | Name of subcontractor only if the listed DBE trucking company will be performing work under this subcontractor |
| Name/Title | Name and title of the subcontractor's representative |
| Address | Self-explanatory |
| Phone | Self-explanatory |
| Fax | Self-explanatory |
| Email | Self-explanatory |
| Signature | Signature of subcontractor |
| Date | Date agreement is signed |



Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement

Subcontractor, Manufacturer, or Supplier

This commitment is subject to the award and receipt of a signed contract from the Hawaii Department of Transportation (HDOT) for the subject project. DBEs must be certified by the bid opening date.

| | |
|--|------------------------------|
| Project #: | County: |
| NAICS CODE/DESCRIPTION OF WORK: | SECONDARY NAICS CODE: |

*All quantities and units should match the bid tab item whenever possible.

The prime contractor shall inform HDOT of the dates when the subcontractor starts and completes all work under the subcontract.

| | |
|---|--|
| Estimated Beginning Date (Month/Year): | Estimated Completion Date (Month/Year): |
|---|--|

| SUBCONTRACTOR: | Item No. | Item | Approx. Quantity | Unit | Unit Price | Amount |
|--------------------------------|----------|------|------------------|------|------------|--------|
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| TOTAL COMMITMENT AMOUNT | | | | | | \$ |

| MANUFACTURER: | Item No. | Item | Approx. Quantity | Unit | Unit Price | Amount |
|--------------------------------|----------|------|------------------|------|------------|--------|
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| TOTAL COMMITMENT AMOUNT | | | | | | \$ |

| SUPPLIER: | Item No. | Item | Approx. Quantity | Unit | Unit Price | Amount |
|--------------------------------|----------|------|------------------|------|------------|--------|
| | | | | | \$ | \$ |
| | | | | | \$ | \$ |
| TOTAL COMMITMENT AMOUNT | | | | | | \$ |

The prime contractor certifies by signature on this agreement that subcontracts will be executed between the prime contractor and the DBE subcontractors as listed on the agreement form. If a DBE subcontractor is unable to perform the work as listed on this agreement form, the prime contractor will follow the substitution/replacement approval process as outlined in the contract DBE requirements. **IMPORTANT! The signatures of the DBE, prime contractor, and subcontractor (only if the DBE will be a second tier sub) confirms that all information on this Agreement is true and correct. Parties should sign Agreement in the order in which they are listed.**

| | |
|---|----------------------------|
| DBE NAME: | Name/Title (please print): |
| Address: | Signature: |
| Phone: Fax: | |
| Email: | |
| Prime Contractor: | Name/Title (please print): |
| Address: | Signature: |
| Phone: Fax: | |
| Email: | |
| Subcontractor (only if the DBE will be a second tier sub): | Name/Title (please print): |
| Address: | Signature: |
| Phone: Fax: | |
| Email: | |

HDOT retains the information collected through this form. With few exceptions, you are entitled on request to be informed about the information that we collect about you.



Disadvantaged Business Enterprise (DBE) Confirmation and Commitment Agreement Subcontractor, Manufacturer, or Supplier INSTRUCTIONS

The purpose of this agreement is to secure the commitment of the bidder/offeror to utilize the listed DBE, and the DBE's confirmation that it will perform work for the bidder/offeror on this project. The information on this form shall be provided by the DBE.

| | |
|--|--|
| Project # | Self-explanatory |
| County | County where project is located |
| NAICS Code/Description of Work | Primary North American Industry Classification System code under which DBE is certified to perform and description of work to be done |
| Secondary NAICS Code | List other NAICS codes firm is certified to perform |
| Estimated Beginning Date (Month/Year) | Date DBE shall begin work on the project |
| Estimated Completion Date (Month/Year) | Date DBE's work will be completed |
| Subcontractor | Name of DBE subcontractor (company name) |
| Item No. | List pay item number |
| Item | Description of item |
| Approx. Quantity | Self-explanatory |
| Unit | List unit of measure |
| Unit Price | Cost per unit |
| Amount | Total amount per pay item |
| Total Commitment Amount | Sum of all pay items and total commitment of bidder/offeror to DBE |
| Manufacturer | Name of DBE manufacturer |
| Supplier | Name of DBE supplier (aka regular dealer) |
| DBE NAME | DBE Company name |
| Name/Title | Name and title of DBE's representative |
| Address | Self-explanatory |
| Phone | Self-explanatory |
| Fax | Self-explanatory |
| Email | Self-explanatory |
| Signature | Signature of DBE's representative |
| Date | Date agreement is signed |
| Prime Contractor | Company name |
| Name/Title | Name and title of prime contractor's representative |
| Address | Self-explanatory |
| Phone | Self-explanatory |
| Fax | Self-explanatory |
| Email | Self-explanatory |
| Signature | Signature of prime contractor's representative |
| Date | Date agreement is signed |
| Subcontractor (only if the DBE will be a second tier sub): | Name of subcontractor only if the listed DBE will be performing work under this subcontractor as a second tier subcontractor/supplier/manufacturer |

| | |
|------------|---|
| Name/Title | Name and title of the subcontractor's representative that the listed DBE will work under as a second tier subcontractor/supplier/manufacturer |
| Address | Self-explanatory |
| Phone | Self-explanatory |
| Fax | Self-explanatory |
| Email | Self-explanatory |
| Signature | Signature of subcontractor's representative |
| Date | Date agreement is signed |

**STATE OF HAWAII
DEPARTMENT OF TRANSPORTATION
HIGHWAYS DIVISION**

**Project: NIMITZ HIGHWAY AND ALA MOANA BOULEVARD RESURFACING,
SAND ISLAND ACCESS ROAD TO VICINITY OF PIIKOI STREET
FEDERAL AID PROJECT NO. NH-092-1(030)**

Prospective bidders have posted RFI's following answers given in Addendum No. 3. Questions and responses are as follows:

50. Question 1 on the Summary of Good Faith Efforts form asks if the contractor submitted the required information at the time of bid opening (i.e. DBE Name, address, NAICS code, description of work, project name, and number)? However, the only DBE Confirmation and Commitment forms are not due until 5 days after the bid opening. Is there another place to list this information that would satisfy this question?

Response:

The DBE Requirements (i.e. DBE contract provisions), and the Confirmation and Commitment Agreement specifically states that the information is due five days after bid opening. Question 1 on the Summary of GFE is an oversight. Please inform your bidders that it should not say "at the time of bid opening." It should state "five days after bid opening." See attached revised Disadvantaged Business Enterprise (DBE) Contract Goal Verification and Good Faith Efforts (GFE) Documentation For Construction dated 05/20/21 in Addendum No. 6.

51. The Contract Goal Verification and GFE Document has a column for "subcontractor, supplier, manufacturer, and trucking company". This does not include service providers such as surveyors, traffic control, biologist, archaeologist, quality control, etc. Where should bidders list DBE service providers?

Response:

In the DBE program, service providers are considered to be subcontractors under the prime contractor. All DBEs should be listed on this form. In 49, CFR Part 26, §26.5, *Contractor* means one who participates, through a contract or subcontract (at any tier), in a DOT-assisted highway, transit, or airport program.

52. Are service providers required to be listed for force account items such as Endangered Species Survey, Hazardous Materials Mitigation, Planing Pavement Profile and Maintenance of Trailers?

Response:

The purpose of listing service providers is to calculate DBE credit, and to determine whether or not the bidder met the contract goal. The goal is calculated as the contract dollar value of the work to be performed by DBE subcontractors and manufacturers, plus 60% of the contract dollar value of DBE suppliers, divided by the sum of all contract items (sum of all contract items is the total amount for comparison of bids less mobilization, force account items, and allowance items).

53. This project does not have any bid items that would require a landscaping contractor's license. However, there is a force account item for the Maintenance of Existing Landscape Areas (Item 643.1000- \$50,000). If the bidder lists a DBE landscaping subcontractor on page P-5 and then also lists the same contractor on the Contract Goal Verification and GFE Document, will the bidder receive credit toward meeting the DBE goal for the force account item?

Response:

Refer to the response to question 52 regarding how a goal is calculated.

54. If a bidder lists a licensed subcontractor for a force account item, will the bidder be held to paying the subcontractor the dollar used in the Contract Goal Verification and GFE Document if that force account item is not used?

Response:

The requirement for listing a licensed subcontractor in the bid is separate and apart from the requirement to list a DBE subcontractor. Refer to the response to question 52 regarding how a goal is calculated.

55. Section 4 of the DBE Confirmation and Commitment Agreement- Trucking Company required the bidder to provide a copy of lease agreements. Any possible lease agreement between the first tier DBE trucker and a second tier trucker would not be available within 5 days of the bid opening. The first tier trucker cannot execute an agreement with a second tier trucker until the 1st tier trucker has an agreement with the bidder. This agreement with the bidder cannot happen until after the bidder has an executed contract. What is the intent of providing this lease agreement?

Response:

The purpose and intent of providing a lease agreement is to confirm the commitment of the first tier trucker to the second tier trucker, if the contract is awarded to the bidder. Just as the Confirmation and Commitment Agreement for Trucking Company does not necessarily mean that the bidder entered into a contract with a first tier trucking company, the agreement is still required to provide HDOT with the bidder's commitment should they be awarded the contract.

56. Section 4 of the DBE Confirmation and Commitment Agreement- Trucking Company requires the bidder to provide a copy of lease agreements. What if the first tier trucker rents an operated truck from a second tier truck? In this situation, there would not be a lease agreement. Is it sufficient to have the second tier trucker also sign the document as proof that they will be used?

Response:

See response to question 55. HDOT requires documentation of the commitment to the second tier DBE trucker.

57. Item No. 631.5010 Anchor Base for Portable Contra-Flow Signs are critical for the Nimitz Contra-Flow Operation. Time frame to reinstall after removal? Will the State allow opening the Nimitz Contra-Flow without these signs and assume the responsibility/liability?

Response:

It would be difficult to predict at this point how the paving contractor would proceed with the project. The State will not allow the opening of the Nimitz Contra-Flow without adequate signage. The contra-flow operator could consider using temporary sign support (e.g., delineator post on rubber base with clip-on sign) until the permanent sign anchor bases could be installed.

58. Please clarify the term "lease" as described in the DBE Requirements, Page 6, Section 5

Response:

"A contract by which one party conveys land, property, services, etc. to another for a specified time, usually in return for a periodic payment."

59. Where should other DBE service providers be listed if they are not subcontractors, truckers, suppliers, joint contractors, or manufacturers? Seem like there are no forms for surveyors, quality control or traffic control.

Response:

For purposes of the DBE program, all DBEs must be listed in the Contract Goal Verification and Good Faith Efforts form. If the bidder will be listing a DBE under their prime contract, for DBE purposes, they are considered a subcontractor.

60. Section 4 of DBE Confirmation and Commitment- Trucking requires the listing of other trucking companies. Will the bidder receive DBE credit if a trucking company is not listed here? There may be situations on a day-to-day basis where the first tier trucker cannot supply enough trucks and a 2nd tier trucker is not available.

Response:

No. If the DBE trucking company is not listed on this Agreement, credit shall not be given in determining the DBE goal percentage.

61. Section 4 of DBE Confirmation and Commitment- Trucking requires the bidder to write a Contract Dollar amount for a 2nd tier sub. Will this 2nd tier sub be required to register on the Certification and Contract Compliance Management System? If so, since this trucker comes under the 1st tier trucker, who is responsible for ensuring the 2nd tier trucker gets enough work to meet the amount listed?

Response:

Work committed to the second tier trucker must be performed by the 2nd tier trucker. The prime contractor is responsible to ensure that all DBEs perform a commercially useful function.

62. During the course of a project, will the contractor get credit for material purchased from a DBE supplier if the DBE supplier is not listed in the original proposal?

Response:

No.

63. If the contractor commits to a specific dollar amount for a DBE company, will the contractor still get DBE credit for amounts paid that are over the originally committed amount?

Response:

No, while the bidder may pay over the commitment amount, the excess is counted towards race neutral participation.

64. Question 2 of the DBE Confirmation and Commitment- Trucking requires the bidder to write how many number of truck are to be used. What is this information used for? Will the contract be required to use that many trucks on a daily basis until the commitment amount is fulfilled? How is this going to be tracked? Is it part of the Compliance Management System?

Response:

Whatever amount is committed to the DBE trucker should be paid to the DBE trucker.

This will be tracked through the commercially useful function review. HDOT will check through the CUF review how many trucks (and type of trucks) were on-site throughout the project. Payments will be monitored through the Contract Compliance Management System to ensure that the prime contractor is fulfilling its commitment to the DBE.

Payments made to both DBE and non-DBE subcontractors, suppliers, manufacturers, and truckers are monitored through the Contract Compliance Management System.

65. The DBE Confirmation and Commitment- Trucking form requires the bidder to write a quantity and unit price for each bid item. How will this be tracked? Is it part of the Compliance Management System? Or is the DBE trucker only reporting the amounts it was paid?

Response:

Work committed to DBEs (at the time of bid) must be performed by DBEs, and DBEs must be paid in order for the prime contractor to receive DBE credit after the contract is awarded. Tracking will be done through the commercially useful function review process, and through periodic compliance reviews. Further, payment tracking and monitoring shall be performed via the Contract Compliance System wherein a running tally of payments to DBEs to ensure the prime contractor is fulfilling its commitment (at the time of bid) will be monitored on a monthly basis. Said running tally will also provide HDOT with an on-going snapshot of whether or not the prime contractor is meeting it's DBE goal.

66. The new proposal pages P-5 & P-6 included in Addendum #5 do not have a column to designate if a subcontractor is a DBE. Do DBE subcontractors need to be labeled as "DBE" at time of bid?

Response:

No. All DBE information, including good faith efforts, is due 5 days after bid opening utilizing the DBE forms referenced in the DBE Requirements.

67. There is no place in the proposal to list trucking and other services or suppliers. Do truckers, services, and suppliers need to be named at time of bid?

Response:

No. All subcontractors, suppliers, manufacturers, and trucking companies that are DBEs must be listed on the DBE forms referenced in Section V Proposal Requirements.

68. Does the "DBE Contract Goal Verification and GFE Documentation For Construction" need to be submitted at time of bid?

Response:

No, this form is due five days after bid opening.

69. Does the "Summary of GFE" form need to be submitted at time of bid?

Response:

No, this is due five days after bid opening.

70. Does the "DBE Confirmation and Commitment Agreement - Trucking Company" form need to be submitted at time of bid?

Response:

No, this is due five days after bid opening.

71. Does the "DBE Confirmation and Commitment Agreement - Subcontractor, Manufacturer, or Supplier" form need to be submitted at time of bid?

Response:

No, this is due five days after bid opening.

72. In the past, protests have been the cause for postponing bids. If there was a protest, requesting copy of protest be provided.

Response:

Unless determined to be confidential, protests may be requested through the UIPA process to the Project Manager.

73. Does the State plan to issue the same changes to Section 101 and new DBE forms to every State DBE project? Will this be the new standard going forward?

Response:

Yes for both Section 101 and the new DBE forms. Section 101 is being revised for State only projects, State-Fed projects, and all County-Fed projects. The Table of Contents and the Notice to Bidders were also revised for projects going forward, of which such revisions can be found in Addendum No. 5.