1

 $\mathbf{2}$

LRB-4646/1 JTK:kmg&kaf:km

1997 ASSEMBLY BILL 702

January 13, 1998 - Introduced by Representative Albers. Referred to Joint committee on Finance.

AN ACT relating to: the expenditure of a sum sufficient from the transportation

fund for payment of a claim against the state made by Mews Companies, Inc.

Analysis by the Legislative Reference Bureau

This bill directs expenditure of a sum sufficient consisting of \$114,212.74, plus 12% interest compounded monthly from October 31, 1992, to the date of payment, from the transportation fund in payment of a claim made by Mews Companies, Inc., against the department of transportation (DOT). The claimant was a contractor on an improvement project for STH 190 (Capitol Drive) in Waukesha County in 1992. The claimant asserts the it was not paid for unscheduled borrow excavation that it was required to perform (\$56,371.32), that DOT improperly denied to the claimant access to a median strip that it was required to fill during a time when free fill was available to it, thereby increasing its costs to obtain fill and delaying construction to a point when it incurred additional weather-related costs (\$56,694.75), and that the claimant was required to supply additional crushed aggregate for the highway shoulder that was not included in its contract (\$25,046.37). The claimant's claim totaled \$138,112.32. DOT paid the claimant \$23,900 for the additional crushed aggregate, thereby reducing its claim to \$114,212.74. DOT asserts that the claimant accepted the payment of \$23,900 under a contract change order that released DOT from any further liability for all of the contractor's claims in connection with the project. The claims board recommended denial of this claim on December 4, 1996 (see Senate Journal, p. 6).

ASSEMBLY BILL 702

1

 $\mathbf{2}$

3

4

5

6

7

8

9

10

11

12

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

Section 1. Claim against the state. There is directed to be expended from the appropriation under section 20.395 (3) (cq) or (cx), or any combination thereof, as determined by the department of transportation, a sum sufficient equal to \$114,212.74, plus interest at an annual percentage rate of 12% compounded monthly from October 31, 1992, to the date of payment, in payment of a claim against the state made by Mews Companies, Inc., Butler, Wisconsin, to compensate it for borrow excavation, damages incurred as a result of denial of access to a median strip during a certain period and the cost of additional crushed aggregate that was not included in its contract for improvements to STH 190 in Waukesha County in 1992. Acceptance of this payment operates as a full and complete release to this state, its officers, employes and agents from any further liability to the claimant in connection with its work on this project.

13 (END)