May 1, 2015

Associate Vice Chancellor-Architects & Engineers/Campus Architect

Delegation of Authority – Bid Solicitation and Execution of Construction Contracts, including Limited Authority within the Best Value Selection Program

In a letter, dated October 1, 2014 (DA2564R), the Chancellor delegated to the Vice Chancellor of Business and Administrative Services (VC-BAS), for approved projects within the area of responsibility of the titled position, the authority related to the construction of capital projects, including utilizing approved modes of construction contracting, soliciting and consenting to withdrawal of bids, executing construction contracts (subject to established bonding requirements), negotiating and executing change orders, signing notices of completion in the name of The Regents, and implementing the Best Value contractor selection processes, subject to the following restrictions:

1. Execution of a contract for a project shall not cause the total cost of the project (including site clearance, building construction, exterior utilities, site development, Architects and Engineers (A&E) fees, campus administration, surveys and tests, special items, construction contingency, and groups 2 and 3 equipment) to exceed the approved capital improvement budget.

2. Bid solicitations and contract awards shall comply with applicable State law and subject to regulations and requirements specified in the University of California (UC) Facilities Manual, as well as other requirements which may be established from time to time by the Office of the President, including the requirements stated in delegations of authority or their successors, pertaining to appointment of consultants, approval of project design, transfer of funds, and amendments to the Capital Improvement Program.

Additionally, the VC-BAS is authorized to use the following modes of contracting as defined in California (CA) Public Contract Code Section 10503, subject to requirements in the UC Facilities Manual:

- Complete plans and specifications (Lump Sum);
- Design-and-build (Design-Build);
- Construction manager (CM at Risk); and
- Cost-plus-fee.

CA Public Contract Code Section 10503(e) authorizes The Regents to solicit bids under such other contracting modes as The Regents determine to be in the best interest of the University, provided that such bids or proposals are compared on a uniform basis and that the award is made as determined by the published selection standards. To the extent they are not encompassed within the modes listed in the previous paragraph, the VC-BAS is authorized to use the following additional approved contracting modes, subject to the requirements in the UC Facilities Manual:

- Job order or delivery order; Time and materials;
- Unit pricing; and
- Cost plus guaranteed maximum price ("cost plus GMP").
Subject to requirements in the UC Facilities Manual, the VC-BAS is also authorized:

1. To execute construction contracts valued at less than $25,000 without requiring bid bonds or other forms of bid security, performance bonds, or payment bonds; contracts valued between $25,000 and $50,000 can be executed with payment bond security alone. Future changes in the authorized dollar limits, if any, will appear in the UC Facilities Manual.
2. To consent to the withdrawal of a bid after bids are opened and the bidder claims a mistake, under the conditions specified in the UC Facilities Manual section on "Modification or Withdrawal of Bids after the Bid Deadline;"
3. To negotiate and execute change orders to a construction contract, within appropriated funds; and
4. To sign notices of completion in the name of The Regents.

Any modifications to approved contract documents not authorized by the guidelines published in the UC Facilities Manual require review by the Office of General Counsel and approval by the Office of the President. CA Public Contract Code Sections 10506.4 et seq. authorizes UC campuses to utilize Best Value selection as a pilot program for a period of five years from January 1, 2012 until January 1, 2017. Effective January 1, 2012 and until January 1, 2017, unless otherwise authorized by statute, the VC-BAS is hereby authorized to use the Best Value program for selection of construction contractors, subject to statute mandated guidelines in the UC Facilities Manual and the following requirements for each project:

1. Approval of bidding documents by the Associate Vice President (AVP) – Capital Resources Management or designee prior to advertising;
2. Approval of the selected Best Value contractor by the AVP or designee prior to award;
3. Adherence to the Best Value Procedures and Required Guidelines for Evaluating the Qualifications of the Bidders published by the AVP or designee; and
4. Notification to the Office of the President of any bid protest in accordance with the contract documents.

Effective as of the date above, I hereby delegate to the Associate Vice Chancellor-Architects & Engineers/Campus Architect, for approved projects within the areas of responsibility of the titled position, the aforementioned authority.

This delegation is being issued due to an organization change. It supersedes all previous delegations on the subject. This authority may not be re-delegated.

[Signature]
Ron Coley
Vice Chancellor, Business and Administrative Services

Cc: UCR Delegation of Authority Coordinator
AVC-A&E/Campus Architect