

SECTION 01 20 00 {01200}

PRICE AND PAYMENT PROCEDURES

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This section expands upon requirements regarding cash and contingency allowances, testing and inspecting allowances, application for payment and change procedures, schedule of values, defect assessment, unit prices, and product alternates, described to permit direct reference from individual product specification sections.

This section is based on premise of using Owner-Contractor Agreement, General Conditions, and associated documents published by AIA or EJCDC delineating contractual requirements for the Work. This section supplements those requirements. When other documents are used for Project Manual, edit this text accordingly.

This section includes the term "Contract Sum/Price"; the term "Contract Sum" is used in AIA documents, the term "Contract Price" is used in EJCDC documents.
Edit this section carefully to specify only necessary project requirements, avoiding unnecessary project cost.

Contact the CSRF Support Center at supportcenter@csrf.org to submit comments or suggestions for improvements to this specification. Visit the SPECTEXT web site at www.spectext.com for current product announcements.

PART 1 GENERAL

1.1 SECTION INCLUDES

Edit the following listing depending on whether relevant articles are contained within final edited section or not.

- A. Cash allowances.
- B. Contingency allowances.
- C. Testing and inspection allowances.
- D. Schedule of values.
- E. Applications for payment.
- F. Change procedures.
- G. Defect assessment.

H. Unit prices.

I. Alternates.

1.2 CASH ALLOWANCES

A. Costs Included in Cash Allowances: Cost of product to Contractor or Subcontractor, less applicable trade discounts; [delivery to site] [and] [applicable taxes] [_____].

B. Costs Not Included in Cash Allowances But Included in Contract Sum/Price: Product [delivery to site and] handling at site, including unloading, uncrating, and storage; [protection of products from elements and from damage;] [and] [labor for installation and finishing;] [_____].

C. Architect/Engineer Responsibilities:

1. Consult with Contractor for consideration and selection of products, [suppliers,] [and] [installers].
2. Select products in consultation with Owner and transmit decision to Contractor.
3. Prepare Change Order.

D. Contractor Responsibilities:

1. Assist Architect/Engineer in selection of products, suppliers [and installers].
2. Obtain proposals from suppliers [and installers] and offer recommendations.
3. On notification of selection by [Architect/Engineer,] [Owner,] execute purchase agreement with designated supplier [and installer].
4. Arrange for and process shop drawings, product data, and samples. Arrange for delivery.
5. Promptly inspect products upon delivery for completeness, damage, and defects. Submit claims for transportation damage.

E. Differences in costs will be adjusted by Change Order.

F. Allowances Schedule:

Subparagraphs below are examples of text to schedule various types of cash allowances for products, and perhaps installation. Verify each referenced section contains cross reference to this section and clearly identifies product and installation to be included under cash allowance. Create specific subparagraph below for each item requiring cash allowance.

Subparagraph 1. identifies product supply only,

Subparagraph 2. identifies installation only,

Subparagraph 3. identifies supply and installation, and

Subparagraph 4. identifies unit price per unit quantity.

The referenced section should identify who determines the unit quantities and what scrap or extra margin may be allowed.

1. Section [_____ - _____]: Include the stipulated sum of \$[_____] for purchase and delivery of [_____].
2. Section [_____ - _____]: Include the stipulated sum of \$[_____] for installation of [_____].