
Fiscal Note**Authority for Design-Build Construction***14-Feb-05***Bill Number: HB0289***12:39 PM*

State Impact

This bill would limit the use of design/build construction methods to capital facility projects costing \$1,000,000 or more. This may add 3.5% to 6% traditional design costs on some projects under \$1,000,000 which frequently are most cost effectively built under the design/build approach. It may also extend the time before construction can begin, therefore increasing costs due to inflation. Total cost impact will depend on the size and scope of future approved capital facilities.

Individual and Business Impact

Design professionals may benefit by a requirement to do traditional design on projects costing less than \$1,000,000 which would otherwise be eligible for the design/build approach.

Provisions of this bill also apply to counties of the first or second class, and to cities of the first class.

Office of the Legislative Fiscal Analyst