

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3646-01
Bill No.: HB 1327
Subject: Administration, Office of: Contracts and Contractors; Public Buildings
Type: Original
Date: March 25, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2005	FY 2006	FY 2007
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of Administration - Division of Design and Construction, Division of Purchasing and Materials Management, Department of Transportation, Department of Social Services, Department of Mental Health and Department of Conservation** assume the proposal would have no fiscal impact on their agencies.

<u>FISCAL IMPACT - State Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This bill authorizes design-build contracts in certain instances.

The bill:

- (1) Allows the Director of the Division of Design and Construction to determine whether a design-build procurement process is necessary for certain projects;
- (2) Authorizes the division to contract with consultants to prepare proposals, review documents, resolve disputes, and make inspections;
- (3) Creates an evaluation team within the division to review design-build proposals;
- (4) Develops a three-phase process in which proposals may be solicited. The first phase involves the soliciting of qualified design builders, phase two narrows the field of qualified design builders, and phase three is the bid submission; and
- (5) Requires the division to reimburse unsuccessful bidders for costs incurred during the proposal submission process.

The provisions of the bill expire December 31, 2009.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of Administration

Division of Design and Construction

Division of Purchasing and Materials Management

Department of Social Services

Department of Transportation

Department of Mental Health

Department of Conservation

A handwritten signature in black ink, reading "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 25, 2004