## Fiscal Estimate - 2009 Session

Original Updated	Correcte	ed 🔲	Supplemental	
LRB Number <b>09-2797/2</b>	Introduction	Number A	B-0654	
<b>Description</b> Requiring local units of government to use the oworks consulting contracts	qualifications-based sele	ection process fo	r certain public	
Fiscal Effect				
Appropriations Rev	ease Existing enues rease Existing enues		s - May be possible n agency's budget \to No	
Permissive Mandatory Perr 2. Decrease Costs 4. Dec	5 ease Revenue nissive Mandatory rease Revenue nissive Mandatory	i.Types of Local Government Un Towns Counties School Districts	iits Affected Village Cities Others WTCS Districts	
Fund Sources Affected  GPR FED PRO PRS	Affect SEGS	cted Ch. 20 App	ropriations	
Agency/Prepared By	Authorized Signature		Date	
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## Fiscal Estimate Narratives DOA 2/9/2010

RB Number <b>09-2797/2</b>	Introduction Number	AB-0654	Estimate Type	Original		
Description Requiring local units of government to use the qualifications-based selection process for certain public works consulting contracts						

## Assumptions Used in Arriving at Fiscal Estimate

2009 Assembly Bill (AB) 654 requires that local governmental units, as defined by the bill, use a qualification-based selection system when hiring a consultant for a project that is under a public works contract, including the inspection of local bridges. The bill covers projects that are estimated to cost at least \$250,000, state government provides part of the financing of the project, and the consultant will provide planning, study, design or construction inspection or administration of the work or building. The bill does not cover contracts or work for the actual construction, repair, remodeling or repair of the building.

There is no anticipated state fiscal effect. Currently, the Department of Administration's Division of State Facilities uses a qualification based selection process when hiring design consultants. The costs of this process are not appreciably different than the costs of a lowest-bid selection process. It is difficult to quantify costs savings because there are so many variables.

The cost to local government units is indeterminate. It is not possible to identify how many local projects would meet the criteria under AB 654 and, of those projects, how many would be subject to one of the exceptions.

**Long-Range Fiscal Implications**