

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-2379/1	Introduction Number SB-277
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Description
 sourcing materials from within the right-of-way of a highway improvement project

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs
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Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input checked="" type="checkbox"/> SEGS	

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Fiscal Estimate Narratives

LFB 6/26/2019

LRB Number 19-2379/1	Introduction Number SB-277	Estimate Type Supplemental
Description sourcing materials from within the right-of-way of a highway improvement project		

Assumptions Used in Arriving at Fiscal Estimate

2019 SB 277 would require that all specifications for highway improvements prepared by the Department for highway improvements within its jurisdiction include an encouragement to use, in the highway improvement, materials sourced from within the right-of-way of the proposed highway improvement. The bill would also specify that Department could not charge for any materials sourced from within the right-of-way and that bidders could include those potential cost savings in their bids. Under the bill, bidders would be responsible for any unanticipated costs in sourcing alternate materials if the materials proposed to be sourced from within the right-of-way would not satisfy the applicable specifications for the highway improvement or are more costly to utilize than anticipated, or if the bidders fail to receive all necessary approvals, other than the approval of the Department, to excavate or remove the materials.

As project circumstances allow, the Department currently allows bidders to propose the use of materials sourced from within the right-of-way, such as aggregate, for a fee. Under the bill, DOT would not be able to assess such fees. Instead, bidders could include any potential savings to the project cost into their bid. The effect of these provisions on state costs is indeterminate.

Long-Range Fiscal Implications