LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

March 30, 2009

TO: Honorable Rodney Ellis, Chair, Senate Committee on Government Organization

FROM: John S. O'Brien, Director, Legislative Budget Board

IN RE: SB1110 by Jackson, Mike (Relating to contracts by governmental entities and related professional services and to public works performance and payment bonds.), **As Introduced**

No fiscal implication to the State is anticipated.

The bill would amend statutes and repeal portions of statutes to revise existing rules and to establish additional rules and procedures for a governmental entity regarding competitive bidding, construction management, design and construction contracting and delivery, the number of eligible projects, engineering oversite, and job order contracting (ongoing maintenance or minor construction).

The bill would exempt the Texas Department of Transportation, higher education institutions and systems other than public junior colleges, regional tollway authorities, and certain contracts for energy savings, sports, airport, transportation, and port authority projects.

The agencies contacted indicate that no fiscal implication is anticipated.

Local Government Impact

Based on information gathered from local government entities, it is assumed that an entity would choose the method of contracting that would provide the best value; therefore, no significant fiscal impact is anticipated.

Source Agencies: 303 Facilities Commission, 701 Central Education Agency **LBB Staff:** JOB, KK, SD, PJK, JSp, DB