

**Department of General Services
2010 Fiscal Impact Statement**

1. Bill Number: HB 1032

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron: Pollard

3. Committee: Appropriations

4. Title: Capital outlay review and approval process; certain construction projects shall be exempt.

5. Summary/Purpose: Provides that construction projects with a total cost less than \$750,000 shall be exempt from the capital outlay review and approval process under certain conditions.

6. Fiscal impact estimates are indeterminate. See Item 8

7. Budget amendment necessary: No

8. Fiscal implications: Passage of this legislation may result in increased costs to construction projects after project completion to comply with building code requirements. Inspection prior to and during construction, as required currently, ensures building code requirements are met prior to construction completion.

Expenses associated with worker liability issues may increase if on-the-job injuries occur during a construction project without compliant building permits.

Many additional compliance issues are resolved as projects proceed through the capital outlay review and approval process. If projects with a total cost of less than \$750,000 are not subject to this process, additional compliance corrections may be more costly after project completion.

9. Specific agency or political subdivisions affected: All agencies and institutions that with construction projects.

10. Technical amendment necessary: No

11. Other comments: None

Date: 01/27/2010

cc: Secretary of Administration