# NDCIC

Nebraska Design & Construction Industry Council



American Council of Engineering Companies Nebraska





**AIA** Nebraska

A Society of The American Institute of Architects

QUALITY PEOPLE. QUALITY PROJECTS.

## Nebraska Design & Construction Industry Council

- Founded in 2008
- Purpose: Educate in unbiased manner
- Group Sponsors and Membership:
  - Association of General Contractors
     Nebraska Building Chapter
  - American Institute of Architects Nebraska Chapter
  - American Council of Engineering Companies of Nebraska



## Political Subdivisions Construction Alternatives Act

Established in 2008

 Gave Political Subdivisions access to differing delivery methods (Cities, Villages, Counties, State Colleges, Community Colleges, Public Schools, and other publicly funded organizations)

\*Excludes certain non-building related construction



# What is a Delivery System?

 A project delivery system simply stated is how the Owner or "Ownership Group" delegates responsibility for each segment of the project, ultimately bringing the project concept to reality.



# What are the 3 Most Commonly Used Project Delivery Systems?



# **Project Delivery Systems**

Design – Bid – Build

Design – Build

Construction Management at Risk

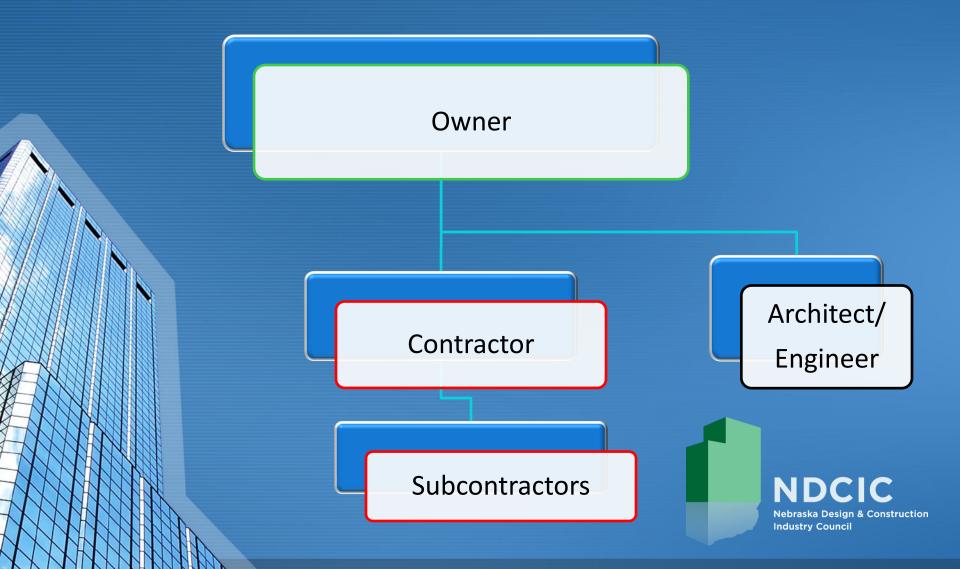


# **Overall Project Delivery Decision**

 Requirements • Expectations • Cost Control • Expertise • Schedule Sustainability



## **Design-Bid-Build** Two Separate Contracts for Design and Construction



## **Design-Bid-Build** Two Separate Contracts for Design and Construction

#### **TYPICAL ADVANTAGES**

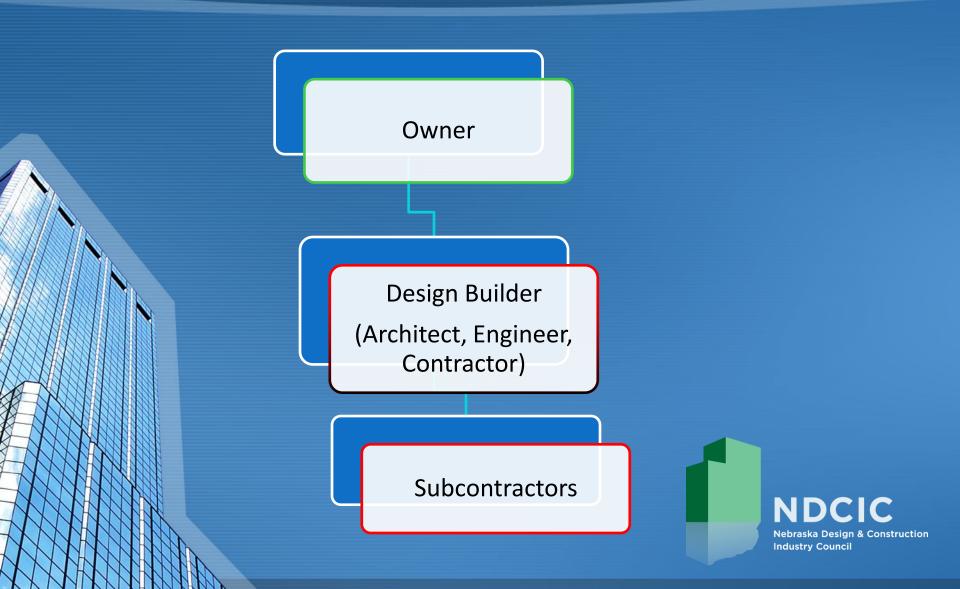
Competitive bids for construction (private funded projects)
Familiar delivery method
Design and construction roles are separate
Designer typically serves as advisor

#### **TYPICAL DISADVANTAGES**

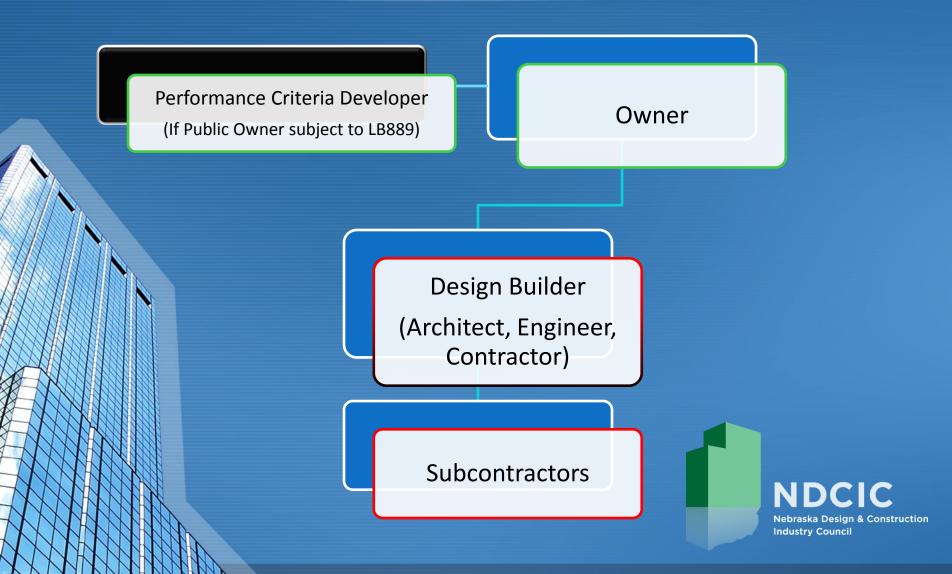
Gaps in documents become delays or change orders
Linear process=Limits opportunity for 'fast tracking'
May require re-design or re-bidding to meet budget
No Contractor input early-on



## **Design-Build** One Single Contract for Design and Construction



### **Design-Build (Public Sector)** One Single Contract for Design and Construction



# **Design-Build**One Single Contract for Design and Construction

#### **TYPICAL ADVANTAGES**

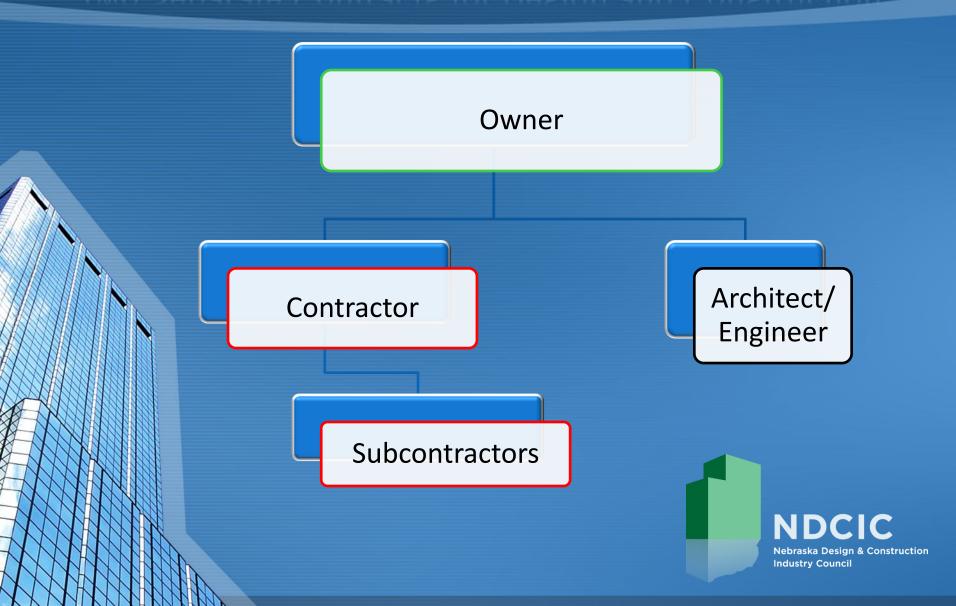
- •Single point of accountability
- •Owner can list 'performance specs'
- •Conflicts are minimized
- •'Fast-tracking'
- •Guarantee Maximum Price (GMP)

#### **TYPICAL DISADVANTAGES**

Less Owner involvement
Quality may be an issue
Public Sector projects require Performance Criteria Developer to represent owner, potentially adding cost and time.



#### Construction Management@ Risk Two Separate Contracts for Design and Construction



### Construction Management@ Risk Two Separate Contracts for Design and Construction

#### TYPICAL ADVANTAGES

- •Guaranteed maximum price (GMP)
- •Early contractor involvement
- •'Fast-tracking'
- •Selection based on experience
- •Separate contracts for checks & balances

#### TYPICAL DISADVANTAGES

CM role may be construed as additional cost
Architect may increase fees to offset cost of extra meetings
Difficult to determine whether lowest price has been achieved
GMP generally based on incomplete documents

NDCIC Nebraska Design & Construction Industry Council

# Thank You



## ACEC – 402-476-2572 AGC – 402-438-0400 AIA – 402-858-1929





QUALITY PEOPLE. QUALITY PROJECTS.



A Society of The American Institute of Architects