



Industry Advisory from the Building & Safety Department
**City of Las Vegas Department of Building and Safety Annual
Adjustment of Bond Estimate Line Items
Effective February 1, 2018**

In 2009 the City of Las Vegas instituted an annual adjustment program for bonding as part of the Fundamental Service Review. The City Council was briefed in December 2008 as to the implementation of the program. In January 2010 the first adjustment was made. The program was temporarily suspended due to the economic recession. In February 2014 the program was reinstated due to the increase in permits being issued. Therefore, in continuing with the program, effective February 1, 2018 the annual adjustment of the Construction Bond Estimate Line Items based on the Engineering News Record (ENR) November Construction Cost Index will be implemented. The Office of the City Manager and the City Council were briefed in 2013 and has authorized the continuation of the annual adjustment program. This advisory is being provided to industry associations and representatives to provide our partners in the civil improvement industry an opportunity to perform advanced planning for their 2018 projects and cost estimates.

The program is set up to use the November ENR Construction Cost Index number. The November 2017 issue of Engineering News Record (ENR) showed that the Construction Cost Index changed upward by 4.1%. Based on that, all line item values for calculating bond estimates will be adjusted upward by 4.1% effective February 1, 2018. Bond estimates approved prior to February 1, 2018 may continue using the pre-implementation estimate.

The Bond Estimate Form is posted on-line under the Land Development Forms Section at:

<http://www.lasvegasnevada.gov/portal/faces/home/doing-business/db-business-forms/bf-building-safety-forms>

The new bond will be available online January 2, 2018 for use on February 1, 2018.

If you have questions or comments, please feel free to contact me at (702) 229-2002 or visit me at 333 N. Rancho Road, 2nd floor.

Sincerely,

A handwritten signature in blue ink that reads "Michael Cunningham".

Michael Cunningham, P.E. Manager.
City of Las Vegas
Building and Safety Department

