

Murray State University  
Facilities Project Management Fee  
Effective May 1, 2019

The Department uses Contracts to all projects to complete. A project's state fee, design work and project management fee will be used as a mechanism to offset general fund to the Department existing Facilities Management. These fees do not serve as a general fund for deferred maintenance purposes only and serve as a reimbursement for in-house project management services.

A PM fee will be assessed based on the tiers below:

Project costs <\$1,000,000	Fee = 4.5%
Project costs \$1,000,000 - \$5,000,000	Fee= 2%
Project costs over \$5,000,000	Fee=1%

Examples:

1. Project costing \$75,000 Fee = \$ 3,375
2. Project costing \$1,200,000 Fee = \$49,000  
(*\$1,000,000 at 4.5% = \$45,000*  
*\$200,000 at 2% = \$4,000*)
3. Project costing \$5,200,000 Fee = \$127,000  
(*\$1,000,000 at 4.5% = \$45,000*  
*\$4,000,000 at 2% = \$80,000*  
*\$200,000 at 1% = \$2,000*)

The PM fee will be applied to all projects regardless of whether the work is completed with internal labor or contract labor. This fee will be