QBS: Choosing experienced firms for public projects

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Qualifications-Based Selection (QBS), a procurement process widely used throughout New York State and the country, designates superior qualifications and experience as the paramount basis for selecting engineering and architectural professionals for public facilities projects. QBS provides the public owner with the most qualified firm who can deliver the best design to meet the needs of the project. ACEC New York strongly supports this procurement method.

Consistently resulting in first-rate design and construction and, in the long run, saving taxpayers millions of dollars, QBS:

• Allows agencies to select the design firm with the best experience, capabilities, technical approach and quality of personnel, matched to the needs of the project and the agency.
• Encourages greater competition and participation by small and emerging firms.
• Generates better plans and specifications, resulting in higher quality contract documents that make bidding on and carrying out construction easier.
• Fosters the development of innovative, cost-effective design solutions at a fair market value, resulting in lower overall project costs; minimizing delays, cost overruns and litigation; and lowering operating and ownership costs.
• Generates design solutions that best meet the needs of the project, emphasizing public health, safety and quality of life.

Cost-based procurement selects firms for public projects. QBS identifies and selects the best design to meet the needs of the project and the agency, with the emphasis on initial price at the expense of innovative and best overall value-based proposals. QBS generates a better project with lower overall costs and a superior total value to taxpayers – from design through construction to ongoing operation and maintenance. A study by the American Council of Engineering Companies shows that the use of QBS for public projects produced lower project costs and reduced schedule. Moreover, the rate of change-orders decreased from 10% to 3% on average, as well as 3% schedule growth compared to the industry average of 8.7%.

Price is an important factor in QBS. After the highest technically ranked firm is selected and the project scope is fully defined, the procuring entity negotiates realistic fee with the consultant who has the option to negotiate with the next highly qualified consultant. In 1972, through the passage of the Brooks Act, QBS was officially mandated for virtually all federal projects. QBS was also mandated in 46 states, including New York State, which in 1980 passed Section 136-a of the State Finance Law to codify a QBS process that had not been used in the state for many years. All state agencies use QBS as standard policy, as do many counties, towns, cities and villages throughout the state and country.

QBS was adopted as the preferred procurement method in New York City in 2005. Following this policy change, studies showed that the city experienced an increase in competition and attracted highly qualified firms who had not had prior contracts with the city. The adoption of QBS also enhanced the quality and standardization of submissions, reducing paperwork and making agency review process more efficient.

There are good reasons why QBS is the preferred procurement process throughout the U.S. and much of New York State. Quite simply, it works, and its success has been proven in project after project – in New York State and around the country.

ACEC New York is a proactive coalition representing nearly 300 member firms who engage in every discipline of engineering related to the built environment including civil, structural, mechanical, electrical, environmental, and geotechnical. We are a diverse group of consulting engineering firms from across New York State, ranging from sole proprietors to multinational corporations that collectively employ over 30,000 New Yorkers and nearly ten times that number worldwide. Our shared goals are to further the business interests of our membership, enhance the quality and safety of the environment we live and work in, and help ensure the vitality of our communities.

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