

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

The Department uses Contracts to all projects that require Architectural design work and project management fee will be used as a mechanism to offset general fund to the Department existing Facilities Management. These fees are the 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