

## Colorado Legislative Council Staff

### HB17-1068

# REVISED FISCAL NOTE

(replaces fiscal note dated January 27, 2017)

FISCAL IMPACT: ☐ State ☐ Local ☐ Statutory Public Entity ☐ Conditional ☒ No Fiscal Impact

Sen. Moreno Fiscal Analyst: Kori Donaldson (303-866-4976)

**BILL TOPIC: PREVAILING WAGES FOR CDOT PUB-PRIVATE INITIATIVES** 

#### **Summary of Legislation**

The Colorado Department of Transportation (CDOT) is currently authorized to enter into public-private partnerships for transportation infrastructure projects. Under the *reengrossed bill*, CDOT may only consider public-private partnership proposals that anticipate using federal moneys if such proposals meet or exceed the requirements of the federal Davis Bacon Act.

#### Background

The federal Davis Bacon Act requires that locally prevailing wages and fringe benefits be paid to workers in qualifying occupations for federal construction contracts that cost more than \$2,000. The U.S. Department of Labor determines the locally prevailing wage rates. Fringe benefits include things like medical insurance and retirement plans. The Davis Bacon Act prevailing wage provisions also apply to construction projects that receive federal assistance through grants, loans, loan guarantees, and insurance. Most CDOT projects are required to meet the provisions of the Davis Bacon Act because they involve federal funds. CDOT already ensures that projects with a federal funding component, including for public-private initiatives, adhere to the requirements of the Davis Bacon Act.

#### **Summary of Assessment**

This bill does not affect the revenue, expenditures, or workload of any state agency or local government so is assessed as having no fiscal impact.

#### **Effective Date**

The bill takes effect August 9, 2017, if the General Assembly adjourns on May 10, 2017, as scheduled, and no referendum petition is filed.

#### **State and Local Government Contacts**

Counties Municipalities Transportation Information Technology Regional Transportation District