



Legislative
Council Staff

Nonpartisan Services for Colorado's Legislature

HB 19-1227

FISCAL NOTE

Drafting Number:	LLS 19-0207	Date:	March 12, 2019
Prime Sponsors:	Rep. Benavidez	Bill Status:	House Business
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Bill Topic: PREVAILING WAGE WORKING GROUP IN DPA

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure (<i>minimal workload</i>)	<input type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill creates a working group to study implementing prevailing wage requirements for state construction contracts. Workload will minimally increase for participating departments for the period that the working group meets.

Appropriation Summary: None.

Fiscal Note Status: This fiscal note reflects the introduced bill.

Summary of Legislation

The bill requires the Departments of Labor and Employment and Personnel and Administration to convene a working group in the interim following the 2019 legislative session to study the most efficient and appropriate manner in which to implement a prevailing wage requirement for state construction contracts.

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.

State Expenditures

The bill is expected to minimally increase workload within state agencies that participate in the working group. The workload increase is anticipated as a result of preparing for and participating in working group meetings. This workload can be accomplished within existing appropriations.

Effective Date

The bill takes effect upon signature of the Governor, or upon becoming law without his signature.

State and Local Government Contacts

Information Technology

Labor

Personnel