



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Fiscal Note

Drafting Number: LLS 21-1007
Prime Sponsors: Rep. Duran

Date: May 18, 2021
Bill Status: House Business
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Bill Topic: **TEMPORARY MODIFICATION TO PREVAILING WAGE REQUIREMENTS**

Summary of Fiscal Impact:

- | | |
|---|--|
| <input type="checkbox"/> State Revenue | <input type="checkbox"/> TABOR Refund |
| <input checked="" type="checkbox"/> State Expenditure | <input type="checkbox"/> Local Government |
| <input type="checkbox"/> State Transfer | <input type="checkbox"/> Statutory Public Entity |

The bill directs agencies issuing a solicitation for certain public projects to temporarily use the federally determined prevailing wage. It may minimally increase or decrease state expenditures beginning in FY 2021-22.

Appropriation Summary: No appropriation is required.

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

Summary of Legislation

House Bill 19-196 required contractors and subcontractors on certain public projects to pay local prevailing wages, as determined by the Department of Personnel and Administration (DPA) by July 1, 2021. The bill delays this requirement until January 1, 2022, and instead requires those contractors and subcontractors to obtain the prevailing wage from the U.S. Department of Labor for solicitations issued from July 1, 2021, to December 31, 2021, and it requires the soliciting agency to keep a schedule of prevailing wages and payments on file until the project is complete.

State Expenditures

Expenditures in agencies that solicit applicable public projects before January 1, 2022 may increase or decrease if the federally determined prevailing wage differs from that required by current law. Any difference is expected to be minimal, and no change in appropriations is required.

Effective Date

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

State and Local Government Contacts

All State Agencies