



Legislative
Council Staff

Nonpartisan Services for Colorado's Legislature

HB 19-1227

FINAL FISCAL NOTE

Drafting Number:	LLS 19-0207	Date:	May 15, 2019
Prime Sponsors:	Rep. Benavidez Sen. Lee	Bill Status:	Deemed Lost
		Fiscal Analyst:	Kori Donaldson 303-866-4976 Kori.Donaldson@state.co.us

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. This bill was not enacted into law; therefore, the impacts identified in this analysis do not take effect.

Summary of Legislation

The bill would have required 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 was expected to minimally increase workload within state agencies that participate in the working group. The workload increase was 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 is deemed lost since the Senate laid the bill over until May 4, 2019, during second reading on April 30, 2019.

State and Local Government Contacts

Information Technology Labor Personnel