

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO. 2735-01
BILL NO. SB 589
SUBJECT: Political subdivisions; Prevailing wage.
TYPE: Original
DATE: December 14, 1999

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None			
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	Unknown	Unknown	Unknown

Numbers within parentheses: () indicate costs or losses
This fiscal note contains 2 pages.

FISCAL ANALYSIS

ASSUMPTION

The **Department of Labor and Industrial Relations** assumes the proposed legislation would have no fiscal impact on their agency.

Oversight assumes the proposed legislation could allow local governments to reduce labor costs for capital projects.

<u>FISCAL IMPACT - State Government</u>	FY 2001	FY 2002	FY 2003
	0	0	0
<u>FISCAL IMPACT - Local Government</u>	FY 2001	FY 2002	FY 2003
	Unknown	Unknown	Unknown

FISCAL IMPACT - Small Business

The proposed legislation could affect small businesses in the construction business.

DESCRIPTION

The proposed legislation would allow any political subdivision located in or comprising any county with an assessed valuation of less than three hundred million dollars to become exempt from the state prevailing wage, upon approval by the voters of such political subdivision.

This legislation is not federally mandated, would not duplicate any other program, and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Labor and Industrial Relations



Jeanne Jarrett, CPA
Director
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