

1 House BILL NO. 591
2 INTRODUCED BY Richard Carluch Whalen

3
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO REQUIRE THAT A
5 CONTRACT LET FOR A PROJECT COSTING MORE THAN \$25,000 AND
6 RECEIVING A STATE TAX EXEMPTION CONTAIN A PROVISION
7 REQUIRING THE CONTRACTOR TO PAY THE STANDARD PREVAILING
8 WAGE; AND PROVIDING AN EFFECTIVE DATE."

9
10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11 NEW SECTION. Section 1. Tax exempt project --
12 prevailing wage required. A contract let for a project
13 costing more than \$25,000 and receiving a tax exemption from
14 the state must contain a provision requiring the contractor
15 to pay the standard prevailing wage rate in effect and
16 applicable to the district in which the work is being
17 performed.

18 NEW SECTION. Section 2. Codification instruction.
19 [Section 1] is intended to be codified as an integral part
20 of Title 18, chapter 2, part 4, and the provisions of Title
21 18, chapter 2, part 4, apply to [section 1].

22 NEW SECTION. Section 3. Effective date. [This act] is
23 effective July 1, 1991.

-End-

INTRODUCED BILL
HB 591



STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB0591, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

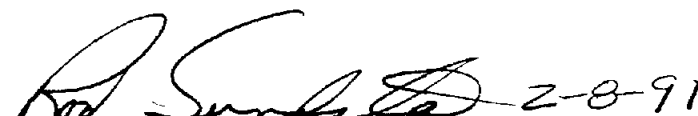
A bill to require that a contract let for a project costing more than \$25,000 and receiving a state tax exemption contain a provision requiring the contractor to pay the standard prevailing wage.

ASSUMPTIONS:

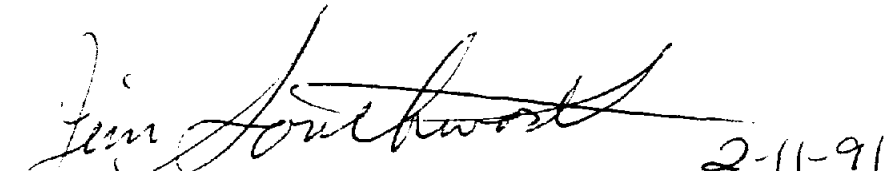
1. "Projects...receiving a tax exemption" refers to projects contracted by private entities with tax exempt funds.
2. All contracts supported with at least \$2,000 in federal funds are subject to Davis-Bacon requirements. The federal prevailing wage is equal to or greater than the state prevailing wage.
3. The standard prevailing wage is currently required for all state, county, municipal, and school projects in excess of \$25,000 pursuant to 18-2-402, MCA.
4. Workload associated with enforcement of state wage laws by the Department of Labor and Industry would not appreciably increase.

FISCAL IMPACT:

None.



ROD SUNDSTED, BUDGET DIRECTOR DATE
Office of Budget and Program Planning



JIM SOUTHWORTH, PRIMARY SPONSOR DATE
Fiscal Note for HB0591, as introduced. **HB 591**

APPROVED BY COMMITTEE
ON TAXATION

1 HOUSE BILL NO. 591
2 INTRODUCED BY SOUTHWORTH, DRISCOLL, SCOTT, WHALEN,
3 G. BECK, KILPATRICK, PAVLOVICH
4

1 effective July 1, 1991.

-End-

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8 BY TAX-EXEMPT INDUSTRIAL REVENUE BONDS CONTAIN A PROVISION
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24 18, chapter 2, part 4, apply to [section 1].

25 NEW SECTION. Section 3. Effective date. [This act] is

SECOND READING



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REFERENCE BILL

