

Fiscal Estimate - 2017 Session

Original
 Updated
 Corrected
 Supplemental

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|--|---|-------------|
| LRB Number 17-0582/2 | Introduction Number AB-0024 | |
| Description Project labor agreements and public contracts | | |
| Fiscal Effect | | |
| State: <input type="checkbox"/> No State Fiscal Effect <input checked="" type="checkbox"/> Indeterminate <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations </div> <div style="width: 30%;"> <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues </div> <div style="width: 30%;"> <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Decrease Costs </div> </div> | | |
| Local: <input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate <div style="display: flex; justify-content: space-between;"> <div style="width: 30%;"> 1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 30%;"> 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory </div> <div style="width: 30%;"> 5. Types of Local Government Units Affected <input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input checked="" type="checkbox"/> School Districts <input checked="" type="checkbox"/> WTCS Districts </div> </div> | | |
| Fund Sources Affected | Affected Ch. 20 Appropriations | |
| <input checked="" type="checkbox"/> GPR <input checked="" type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input checked="" type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input checked="" type="checkbox"/> SEGS | Any appropriation used for procurements under §16.75(1)(c), or §16.855, Wis. Stats. | |
| Agency/Prepared By | Authorized Signature | Date |
| DOA/ Kris Frederick (608) 261-2292 | Colleen Holtan (608) 266-1359 | 1/24/2017 |

Fiscal Estimate Narratives

DOA 1/24/2017

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|---|-----------|---------------------|---------|---------------|----------|
| LRB Number | 17-0582/2 | Introduction Number | AB-0024 | Estimate Type | Original |
| Description Project labor agreements and public contracts | | | | | |

Assumptions Used in Arriving at Fiscal Estimate

Assembly Bill 24 (AB 24) would implement changes to the solicitation of bids, proposals and simplified bids for state procurement under §16.75(1)(c), Wis. Stats., state construction project contracts under §16.855, Wis. Stats., and municipal public works contracts under §66.0901, Wis. Stats. Under AB 24, neither the state nor a municipality may, as part of the bidding process or a contract:

1. require that a bidder enter into an agreement with a labor organization;
2. consider, when awarding a contract, whether a bidder has or has not entered into an agreement with a labor organization; or,
3. require that a bidder enter into an agreement that requires that the bidder or bidder's employees become or remain members of a labor organization or pay any dues or fees to a labor organization.

AB 24 also specifically provides that employers or employees would not be prohibited from entering into agreements or engaging in any other activity protected by the federal National Labor Relations Act.

For purposes of this estimate, it is assumed that compliance with the requirements of AB 24 could be incorporated into the procurement and contracting processes at no cost, and that any changes to associated forms or applicable policies would entail minimal one-time expenditures.

Because neither the projects to be bid nor the vendors that would choose to submit (or not submit) proposals and their possible separate agreements with labor organizations under these amended statutes can be reasonably projected, the fiscal impact of this section on proposals/bids and public works contracts cannot be determined.

Long-Range Fiscal Implications

Indeterminate