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RULES CERTIFICATE

STATE OF WISCONSIN)
) SS
DEPT. OF INDUSTRY,)
LABOR & HUMAN RELATIONS)

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TO ALL TO WHOM THESE PRESENTS SHALL COME, GREETINGS:

I, Lowell B. Jackson, Secretary of the Department of Industry, Labor and Human Relations, and custodian of the official records of said department, do hereby certify that the annexed rule(s) relating to Minimum Project Costs - Construction Projects were duly approved and adopted by this department on 4/1/82.
(Subject) (Date)

I further certify that said copy has been compared by me with the original on file in this department and that the same is a true copy thereof, and of the whole of such original.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed the official seal of the department at 4:00pm in the city of Madison, this 1st day of April A.D. 1982.

Lowell B. Jackson
Secretary

6-1-82

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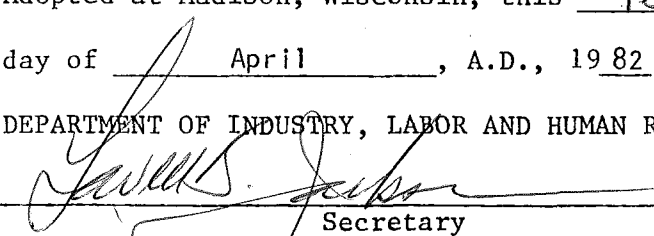
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ORDER OF ADOPTION

Pursuant to authority vested in the Department of Industry, Labor and Human Relations by section(s) 101.02 & 66.293(3), Stats., the Department of Industry, Labor and Human Relations hereby creates; amends; repeals and recreates; and repeals and adopts rules of Wisconsin Administrative Code chapter(s):

Ind. 90.155 Minimum Project Costs - Construction Projects
(Number) (Title)

The attached rules shall take effect on the first day following publication
in the Wisconsin Administrative Register, pursuant to section
227.026, Stats.

Adopted at Madison, Wisconsin, this 1st
day of April, A.D., 1982.
DEPARTMENT OF INDUSTRY, LABOR AND HUMAN RELATIONS

Secretary

Administrative rules to amend s. Ind 90.155 and to create s. Ind 90.155
Note relating to minimum costs on public construction contracts.

Plain language analysis by the
department of industry, labor and human relations

Wisconsin Administrative Code, section Ind 90.15 and ss. 66.293(3), Wis. Stats., requires this department to adjust the minimum threshold levels applicable to all municipal public works projects subject to the law at least every two years. The adjustment is to be based on the change in construction costs, as measured by the U.S. Department of Commerce's Composite Cost Index (CCI), since the date of the last adjustment.

The last adjustment became effective on February 1, 1980. In computing the adjustment, the department analyzed the change in the CCI between December of 1975, when the CCI stood at 140.3 and the estimated CCI index for December of 1979 of 203.3. As the CCI increased by 63 points or 44.9%, the department increased the thresholds from \$4,100 and \$41,000 to \$6,000 and \$60,000.

The most recent CCI data has been revised to a new base year of 1977 from the previous base year of 1972. The data indicates that the CCI was 128.7 in December, 1979 and 153.7 in June of 1981, resulting in an increase of 25 points or 19.4%. If the increase experienced between June, 1980 and March, 1981 is used as an indicator to predict how much the index will probably increase between June of 1981 and the date on which the new thresholds will become effective, which would probably be March, 1982, it would be fair to assume that the CCI would increase approximately 7.7 additional points to about 161.4. Using this figure,

the CCI would have increased 32.7 points or 25% during the period from December, 1979 to March, 1982. This percentage translates into proposed thresholds of \$7,500 and \$75,000 respectively.

Pursuant to the authority vested in the department of industry, labor and human relations under s. 66.293(3), Stats., the department hereby adopts rules interpreting s. 66.293, Stats., as follows:

SECTION 1. Ind 90.155 is amended to read:

Ind 90.155 Minimum project costs. ~~Effective-February-17-1980,~~
~~s. Section~~ 66.293(3), Stats., ~~shall~~ does not apply to any public works project for which the estimated project cost of completion is below \$~~67,000~~ \$7,500 where a single trade is involved, and \$~~607,000~~ \$75,000, where more than one trade is involved on such project.

SECTION 2. Ind 90.155 Note is created to read:

Ind 90.155 Note. The dollar amounts in this section were last adjusted on (the effective date of this rule) when the estimated project cost of completion ceiling was changed from \$6,000 to \$7,500 where one trade was involved and from \$60,000 to \$75,000 where more than one trade is involved.

SECTION 3. EFFECTIVE DATE. This rule takes effect on the first day of the month following publication of this rule in the Wisconsin Administrative Register as provided in s. 227.026(1)(intro), Stats.