

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 548** SLS 14RS 820

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 19, 2014 1:11 PM	Author: BROOME
Dept./Agy.:	Analyst: Travis McIlwain
Subject: Equal Pay in Public Contracts	

PUBLIC CONTRACTS

OR NO IMPACT See Note

Page 1 of 1

Requires verification of equal pay practices in public contracts. (8/1/14)

Proposed bill provides that no private employer shall bid on or otherwise contract with a public entity for the performance of services, the purchase of materials and supplies, or public works within the state unless the private employer attests to: complying with the same pay practices provided in R.S. 23:661 - 669 for state employees and all subcontractors submit to the employer a sworn affidavit verifying that they are also in compliance with R.S. 23:661 - 669. Proposed bill provides that if a public entity discovers a private employer has not complied with this law, he shall send written notice to private employer requiring the private employer to comply no later than 60 days from the date of such notice. Proposed bill provides that if the private employer who fails to comply within 60 days may be subject to cancellation of any of the private employer's public contracts and may be declared ineligible to enter into any public contract for a period of no more than 3 years from the date of violation discovery. Proposed bill provides that any private employer shall be liable for any additional costs incurred by a public entity occasioned by the cancellation of a contract and may be subject to the loss of any license to do business in the state. Proposed bill provides that this bill shall apply only to contracts entered into or bids offered on or after January 1, 2015.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. To the extent a private contractor doing business with a public entity violates the pay practices outlined within the LA Equal Pay for Women Act (R.S. 23:661 - 669), any additional costs incurred by the public entity as a result of contract cancellation will be the responsibility of the private contractor, which is a requirement of this bill.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

- | | | | |
|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux

Evan Brasseaux
Staff Director