LEGISLATIVE FISCAL OFFICE **Fiscal Note**



Fiscal Note On: SB

93 SLS 23RS 198

Bill Text Version: ORIGINAL

Opp. Chamb. Action: Proposed Amd.:

Date: April 11, 2023 5:30 PM Author: BOUIE

Dept./Agy.:

Analyst: Chris Henry Subject: Contract Compliance with the La. Equal Pay for Women Act

OR SEE FISC NOTE GF EX Page 1 of 1 Requires that any contractor who enters into a contract with a public entity comply with the Louisiana Equal Pay for Women

Sub. Bill For .:

Act. (8/1/23)

Proposed law requires any contractor who submits a bid for a public contract with any state government entity provide an affidavit swearing they are in compliance with R.S. 23:661 et seq., the Louisiana Equal Pay for Women Act. Proposed law would apply to all contracts which expend public monies, regardless of the amount. Provides that contractors are subject to penalties for violating the proposed law including revocation of the contract and damages to the affected employee(s).

| EXPENDITURES | 2023-24 | 2024-25 | 2025-26 | 2026-27 | 2027-28 | 5 -YEAR TOTAL |
|----------------|------------|------------|------------|------------|------------|---------------|
| State Gen. Fd. | SEE BELOW | |
| 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> | <u>\$0</u> |
| Annual Total | | | | | | |
| REVENUES | 2023-24 | 2024-25 | 2025-26 | 2026-27 | 2027-28 | 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> | <u>\$0</u> |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

EXPENDITURE EXPLANATION

Proposed law may result in elevated contract costs resulting from higher bid submissions from contractors that are not currently in compliance with the equal pay for women act who raise wages to comply with proposed law. These additional costs would likely be passed on to the state. Additionally, the proposed bill could deter certain contractors that are not in compliance with the equal pay law from participating in the contracting process, thus reducing the vendor pool which could result in less competition and potentially higher costs.

For purposes of simplicity, the potential impact of this legislation is reflected above as SGF but may ultimately impact other means of finance.

REVENUE EXPLANATION

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

| <u>Senate</u> 13.5.1 >= | <u>Dual Referral Rules</u> \$100,000 Annual Fiscal Cost {S & H} | House $6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$ | Evan | Brasseaux |
|---|--|---|--|-----------|
| 13.5.2 >= \$500,000 Annual Tax or Fee Change {\$ & H} | | 6.8(G) >= \$500,000 Tax or Fee Increase | Evan Brasseaux Interim Deputy Fiscal Officer | |