

Responsibility in Federal Contracting Act

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H.R. 8518, sponsored by Rep. Paul Gosar (R-AZ)

The Responsibility in Federal Contracting Act would require the locally prevailing wage utilized for purposes of the Davis-Bacon Act be determined by the Department of Labor's Bureau of Labor Statistics (BLS) surveys using random statistical sampling techniques.

The 1930's-era <u>Davis-Bacon Act</u> requires workers to be paid the local "prevailing wage" for federally-funded construction contracts worth more than \$2,000. A prevailing wage is the hourly rate for laborers and mechanics in a specific region, as set by the Department of Labor's Wage and Hour Division. Critics of WHD's methodology for determining local prevailing wages – including the <u>Government Accountability Office</u> and DOL's <u>Office of Inspector General</u> – argue the process has timeliness, representativeness, and accuracy issues.

Rep. Gosar's legislation would replace WHD's criticized wage-setting determinations with those of BLS utilizing "random statistical sampling techniques" like in its monthly jobs report and employment-related data. The <u>FY 2025 budget</u> prepared by the Republican Study Committee argues BLS would determine more accurate local prevailing wage rates.

In a statement upon introducing this legislation in a previous Congress, Rep. Gosar said, "We owe it to the American taxpayer to spend federal dollars in a more efficient manner, allowing for more jobs and worthwhile projects in the process."

Bill Status: Prior to its current introduction, the Responsibility in Federal Contracting Act was introduced in the 113 – 115th Congresses. It was offered as an <u>amendment</u> to the National Defense Authorization Act of 2018 and failed on a <u>vote</u> of 183-242.