# First Regular Session Seventy-third General Assembly STATE OF COLORADO

### **ENGROSSED**

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 21-0348.02 Jason Gelender x4330

**HOUSE BILL 21-1056** 

### **HOUSE SPONSORSHIP**

Pelton, Gray, Hooton, Young

### SENATE SPONSORSHIP

Hansen, Pettersen

#### **House Committees**

#### **Senate Committees**

Transportation & Local Government Business Affairs & Labor

### A BILL FOR AN ACT

101	CONCERNING PUBLIC PROJECTS SUPERVISED BY THE DEPARTMENT OF
102	TRANSPORTATION THAT ARE SUBJECT TO THE "CONSTRUCTION
103	BIDDING FOR PUBLIC PROJECTS ACT".

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

Under current law, the requirements of the "Construction Bidding for Public Projects Act" (act) generally apply to a public project if the cost of the project is reasonably expected to exceed \$500,000 for any fiscal year; except that a public project supervised by the department of transportation (CDOT) is subject to the requirements of the act if the cost

of the project is reasonably expected to exceed \$150,000 for any fiscal year. The bill:

- Repeals the lower cost amount for CDOT projects, which means that the requirements of the act, including the requirement that CDOT prepare a bid estimate when it proposes to undertake a project itself rather than awarding the project to a contractor through competitive bidding, will apply to a CDOT project only if the cost of the project is reasonably expected to exceed \$500,000 for any fiscal year; and
- Increases from \$50,000 to \$100,000 the maximum cost for a CDOT project that is exempt from transportation commission approval.

The bill also limits the existing requirement that CDOT pay all employees performing work on any public project local prevailing wages in accordance with specified federal acts to projects that cost more than \$500,000.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 24-92-102, amend the introductory portion and (8)(c) as follows: 3 **24-92-102. Definitions.** As used in this article ARTICLE 92, unless 4 5 the context otherwise requires: 6 (8) (c) "Public project" does not include any project under the 7 supervision of the department of transportation for which appropriation 8 or expenditure of funds may be reasonably expected not to exceed one 9 TWO hundred fifty thousand dollars in the aggregate of any fiscal year. 10 **SECTION 2.** In Colorado Revised Statutes, 24-92-109, amend (1) as follows: 11 12 24-92-109. Agency of government to submit cost estimate. 13 (1) Whenever an agency of government proposes to undertake the 14 construction of a public project, reasonably expected to cost in excess of 15 fifty thousand dollars by any means or method other than by a contract 16 awarded by competitive bid, it shall prepare and submit a cost estimate in

-2-

1	the same manner as other bidders; except that, for projects under the
2	supervision of the department of transportation undertaken by such means
3	or method, the department shall prepare and submit a cost estimate if the
4	COST OF THE project is reasonably expected to exceed one hundred fifty
5	TWO HUNDRED FIFTY thousand dollars. Cost estimates in excess of fifty
6	thousand dollars but less than or equal to one hundred fifty FOR PROJECTS
7	UNDERTAKEN BY THE DEPARTMENT OF TRANSPORTATION THAT ARE
8	REASONABLY EXPECTED TO COST MORE THAN ONE HUNDRED FIFTY
9	THOUSAND DOLLARS BUT NOT MORE THAN TWO HUNDRED FIFTY
10	THOUSAND dollars shall be submitted to the transportation commission on
11	at least a quarterly basis for its review and approval. Such AN agency of
12	government itself may not undertake the A proposed project unless it
13	shows the lowest cost estimate.
14	<b>SECTION 3.</b> In Colorado Revised Statutes, <b>add</b> 24-92-114 as
14 15	<b>SECTION 3.</b> In Colorado Revised Statutes, <b>add</b> 24-92-114 as follows:
15	follows:
15 16	follows:  24-92-114. Department of transportation - reporting
15 16 17	follows:  24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall
15 16 17 18	follows:  24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission
15 16 17 18 19	follows:  24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission and to the transportation legislation review committee of the
15 16 17 18 19 20	follows:  24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission and to the transportation legislation review committee of the general assembly all highway maintenance projects for the
15 16 17 18 19 20 21	24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission and to the transportation legislation review committee of the general assembly all highway maintenance projects for the reporting year costing more than one hundred fifty thousand
15 16 17 18 19 20 21 22	24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission and to the transportation legislation review committee of the general assembly all highway maintenance projects for the reporting year costing more than one hundred fifty thousand dollars but not more than two hundred fifty thousand dollars
15 16 17 18 19 20 21 22 23	24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission and to the transportation legislation review committee of the general assembly all highway maintenance projects for the reporting year costing more than one hundred fifty thousand dollars but not more than two hundred fifty thousand dollars that:
15 16 17 18 19 20 21 22 23 24	24-92-114. Department of transportation - reporting requirements. (1) The department of transportation shall annually identify in a report to the transportation commission and to the transportation legislation review committee of the general assembly all highway maintenance projects for the reporting year costing more than one hundred fifty thousand dollars but not more than two hundred fifty thousand dollars that:  (a) The department is completing using its own employees;

-3-

1	(c) FOR WHICH THE DEPARTMENT SOLICITED BUT DID NOT RECEIVE
2	BIDS PURSUANT TO SECTION 24-92-103 OR 24-92-103.5.
3	(2) Notwithstanding the requirement in Section $24-1-136$
4	(11)(a)(I), THE REQUIREMENT TO SUBMIT THE REPORT REQUIRED IN
5	SUBSECTION (1) OF THIS SECTION CONTINUES INDEFINITELY.
6	SECTION 4. In Colorado Revised Statutes, 24-92-202, amend
7	(2) as follows:
8	24-92-202. Contractors subject to provisions - weekly payment
9	of employees - rules. (2) This part 2 does not apply to the department of
10	transportation, regardless of the amount or funding source of the public
11	project; except that A CONTRACTOR PERFORMING WORK ON A PUBLIC
12	PROJECT FOR the department of transportation is required to pay
13	employees performing work on any public project, regardless of the
14	amount or funding source of the public project, in accordance with the
15	WAGE requirements of the federal "Davis-Bacon Act", 40 U.S.C. sec.
16	3141 et seq., and related federal acts. Any work performed on a
17	PUBLIC PROJECT UNDER THE SUPERVISION OF THE DEPARTMENT OF
18	TRANSPORTATION THAT IS ELECTRICAL WORK, AS DEFINED IN SECTION
19	12-115-103 (5), MUST UTILIZE LICENSED JOURNEYMEN ELECTRICIANS, AS
20	DEFINED IN SECTION 12-115-103 (6), LICENSED MASTER ELECTRICIANS, AS
21	DEFINED IN SECTION 12-115-103 (7), OR REGISTERED AND PROPERLY
22	SUPERVISED APPRENTICES, AS DEFINED IN SECTION 12-115-103 (1),
23	REGARDLESS OF WHETHER THE WORK IS PERFORMED BY DEPARTMENT OF
24	TRANSPORTATION EMPLOYEES OR PERFORMED BY A CONTRACTOR ON
25	BEHALF OF THE DEPARTMENT OF TRANSPORTATION.
26	SECTION 5. Act subject to petition - effective date -
27	annlicability (1) This act takes effect at 12:01 a m. on the day following

-4- 1056

the expiration of the ninety-day period after final adjournment of the general assembly; except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2022 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

(2) This act applies to any public project for which an invitation for bids is made on or after the applicable effective date of this act.

-5- 1056