

International Union of Operating Engineers

## DAVIS-BACON PREVAILING WAGE

## What's at stake in 2020?

Joe Biden's plan will enforce, protect, and extend the Davis-Bacon Act if he is elected President. This key labor law for Operating Engineers will reach more projects, and a Biden Administration will invest more in infrastructure than any past president. He has been outspoken in support of Davis-Bacon prevailing wages.

President Trump's Republican platform continues its opposition to Davis-Bacon prevailing wages. Despite making repeated requests of President Trump to publicly express his support for Davis-Bacon prevailing wages, contrary to the stated policy of the platform, he has been unwilling to do so. Trump's platform says:

## "We renew our call for repeal of the Davis-Bacon law, which limits employment and drives up construction and maintenance costs for the benefit of unions."

## **Current Prevailing Wage Survey vs. Bureau of Labor Statistics Data**

A Trump appointee in the White House authored a sneaky plan to slash Davis-Bacon wage rates by as much as 60% by changing the way the prevailing rate is calculated – without any congressional involvement. They would change the way Davis-Bacon wages are surveyed within the US Department of Labor. They would shift away from the method used today at the Wage and Hour Division to a new approach used by the Bureau of Labor Statistics (BLS). There is only one reason they want to do this – lower blue-collar workers' wages on construction! The new BLS survey method contains no benefits – no contributions to pensions or health care are included in their prevailing-wage calculation. And wages are dramatically lower. Cuts on the check vary from location to location, but, generally, they are 30% lower than current survey levels in most areas. The Trump Administration could cut Davis-Bacon in the dead of night.

City & State	Davis-Bacon (Highway) Total Package	BLS Total Package	Reduction in Wages
Des Moines, IA	\$45.90	\$26.85	- \$19.05
Duluth, MN	\$56.64	\$29.96	- \$26.68
Las Vegas, NV	\$68.87	\$25.56	- \$43.31
Pittsburgh, PA	\$57.83	\$27.68	- \$30.15
Madison, WI	\$64.42	\$33.33	- \$31.09
Grand Rapids, MI	\$67.06	\$21.05	- \$46.01

What does this sneaky change in the way prevailing wage rates are calculated do to Operating Engineers' pay on highway projects around the country? Check it out:

Comparison of current BLS rates vs. current DB wage determination rates as posted on beta.sam.gov (10/1/2020)

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