MISSISSIPPI LEGISLATURE

To: Rules

By: Senator(s) Dawkins, Walls, Jackson (11th), Jordan, Williamson, Thomas, Butler, Simmons, Horhn, Turner, Gollott, Cuevas, Lee (47th), Bryan, Harden, Jackson (32nd)

SENATE CONCURRENT RESOLUTION NO. 507

1 A CONCURRENT RESOLUTION URGING UNITED STATES PRESIDENT BUSH 2 TO RESCIND HIS SEPTEMBER 8, 2005, PROCLAMATION WHICH SUSPENDED THE 3 APPLICATION OF THE DAVIS-BACON "PREVAILING WAGE" ACT IN AREAS 4 AFFECTED BY HURRICANE KATRINA.

5 WHEREAS, the Gulf Coast of Alabama, Louisiana, Mississippi 6 and Texas has experienced tragic and unprecedented damage as a 7 result of Hurricanes Katrina and Rita. The cleanup and rebuilding 8 efforts will be some of the most ambitious in our nation's 9 history; and

10 WHEREAS, a large part of the efforts to rebuild and restore 11 the Gulf Coast will be undertaken by the federal government. To 12 date, Congress has already authorized \$262.3 Billion and that 13 figure is only expected to increase. It is anticipated that 14 contracts spawned by the reconstruction efforts will provide 15 employment for several thousand people, many of whom are trying to 16 rebuild their own lives in the wake of this disaster; and

WHEREAS, in 1931, Congress enacted the Davis-Bacon Act to provide wage protection to workers who are employed by contractors using federal tax dollars. Its purpose is to insure that workers earn a fair living for their families; and

21 WHEREAS, the Davis-Bacon Act, (Chapter 31 of Title 40, United States Code), also known as the prevailing wage law, was enacted 22 23 by Congress in 1931. Section 3142(b) provides that minimum wages 24 in federal construction contracts "shall be based on the wages the Secretary of Labor determines to be prevailing for the 25 26 corresponding classes of laborers and mechanics employed on project of a character similar to the contract work in the civil 27 subdivision of the state in which the work is to be performed." 28 *SS01/R56* 507 S. C. R. No. N1/2055E/SS01/R56 PAGE 1

29 Section 3147 allows the President to suspend the provisions of the 30 Davis-Bacon Act during a "national emergency;" and

WHEREAS, on September 8, 2005, President Bush issued a 31 32 proclamation suspending the prevailing wage provision of the 33 Davis-Bacon Act for the rebuilding of the Gulf Coast. In issuing 34 the proclamation, President Bush stated that the prevailing wage 35 provision would "increase the cost to the federal government of providing federal assistance to these areas," and that suspension 36 of the act "will permit the employment of thousands of additional 37 38 individuals;" and

39 WHEREAS, the problem with the President's reasoning is that 40 it is simply not based on fact. The reason is simple. When you 41 pay higher wages, you attract more experienced and skilled labor, 42 thereby increasing productivity and decreasing injury and lost 43 time on the job; and

WHEREAS, the more devastating effect of suspending the Davis-Bacon Act will be the driving down of wages for all construction contracts both public and private in the area for years to come. This will have a negative effect on local economies, long after the rebuilding has been completed. Prevailing wages in the effected area are already below the national average; and

51 WHEREAS, the President's action is in the wrong direction, 52 particularly at a time when we should all be coming together to 53 help rebuild not only the bricks and mortar, but also the lives 54 and families of the Gulf Coast:

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE OF THE STATE OF 55 MISSISSIPPI, THE HOUSE OF REPRESENTATIVES CONCURRING THEREIN, That 56 57 we do hereby urge United States President George W. Bush to rescind his September 8, 2005, proclamation which suspended the 58 59 application of the Davis-Bacon "Prevailing Wage" Act in areas 60 affected by Hurricane Katrina, which includes counties and communities along and adjacent to the Mississippi Gulf Coast. 61 In *SS01/R56* 507 S. C. R. No. 055E/SS01/R56 PAGE 2

62 the alternative, we urge the United States Congress to exercise 63 its legislative prerogative to enact legislation requiring the 64 prevailing wage in those areas affected by Hurricane Katrina, 65 thereby superceding the President's executive proclamation. 66 BE IT FURTHER RESOLVED, That this resolution be forwarded to 67 United States President George W. Bush, members of the Mississippi

68 congressional delegation and be made available to the Capitol69 Press Corps.