



HOUSE COMMITTEE ON APPROPRIATIONS
2009-10 Legislative Session

FISCAL NOTE

HOUSE BILL: 1502

PRINTER'S NO: 2982

PRIME SPONSOR: Galloway

As amended by A05962

FISCAL IMPACT SUMMARY	FY 2009/10	FY 2010/11
Expenditure Increase/(Decrease):		
General Fund	\$0	\$0

OVERVIEW:

House Bill 1502, as amended by A05962, amends Title 62 to require verification of employment eligibility for employees of public works contractors and subcontractors. As a precondition of being awarded a public work contract, the contractor must submit a statement certifying that it has verified the Social Security numbers of its existing employees through the Social Security Administration's Number Verification Service (NVS), and that all new employees will be verified through the Department of Homeland Security's E-Verify Program (EVP). Enforcement of the bill will be carried out by the Department of Labor and Industry.

The bill as amended will take effect on July 1, 2011.

ANALYSIS: The Department of Labor and Industry is required to investigate credible complaints of violations and conduct random audits of public contractors and subcontractors by using the NVS and EVP.

The Department will require additional staff to set up a new enforcement office. The costs for lawyers, investigators and other expenses are estimated to total \$633,000. As amended, the costs for this bill will be incurred starting in the 2011/12 FY.

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House Appropriations Committee, (D)

DATE: April 19, 2010

General Note and Disclaimer: *This Fiscal Note was prepared pursuant to House Rule 19(a), and the elements considered and reported above are required by Section 5 of the rule. Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.*