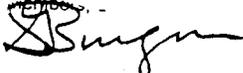


# Memorandum



**Date:** November 16, 2010

**To:** Honorable Chairman Dennis C. Moss  
and Members, Board of County Commissioners

**From:** George M. Burgess   
County Manager

Supplement  
Agenda Item No. 7(A)

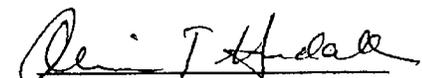
**Subject:** **Supplement: REVISED FISCAL IMPACT**  
Ordinance providing for responsible wages in County construction contracts

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The proposed ordinance provides an exemption from the Responsible Wage requirements for certain privately funded projects with an estimated value of \$5 million dollars or less and deletes the exemption for certain privately funded projects with a estimated value of \$1 million dollars or greater.

The proposed amendment may have a fiscal impact to the County. Future privately funded construction projects (e.g. Public Private Partnership (PPP) projects) on County owned land, the value of which is \$5 million or more, will not benefit from the current exemption. If project costs are higher due to higher wage rates, any net leases or other revenue accruing to the County from the developed project could be reduced or operating lease or rent costs to the County could be higher than they would otherwise be. Additionally, construction scope may need to be reduced to accommodate the higher wages.

It is also recommended that this ordinance be applied prospectively. Any project which has already been advertised and for which bids have been received may be substantially changed as a result of the application of this legislation and should be exempted from its application.

  
Alina Hudak  
Assistant County Manger

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