## U.S. DEPARTMENT OF LABOR

OFFICE OF THE ASSISTANT SECRETARY FOR EMPLOYMENT STANDARDS WASHINGTON, D.C. 20210



## JAN 29 1980

## ALL AGENCY MEMORANDUM NO. 132

TO:

ALL GOVERNMENT CONTRACTING AGENCIES AND THE DISTRICT OF COLUMBIA

FROM:

SUBJECT:

Format Change for Some Wage Determination Decisions

Assistant Secretary

In the near future, the Department of Labor will begin using a new format for schedules of crafts and rates in some of its prevailing wage decisions issued pursuant to the Davis-Bacon and related acts. In the new format, fringe benefits will not be separately identified. Rather, they will be stated as a composite figure which is the total hourly equivalent value of fringe benefits found to be prevailing. Fringe benefits which cannot be stated in monetary terms will be shown in footnotes similar to those used in the current format. An example of the new schedule format is attached. It will be used as existing wage schedules are revised and updated.

We are adopting the new format as a result of a ruling by the Wage Appeals Board that the Davis-Bacon Act does not require the payment of the specific fringe benefits listed as prevailing on a particular wage determination. The Board essentially held that any bona fide fringe benefit, such as one listed in the Act, or cash payments in lieu of any or all of the fringe benefits listed on the Department's prevailing wage determinations could be used to meet a contractor's



Assistant

for

Labor

Relations

Released by COE (DAEN-CCL) to all OCE elements and all field operating agencies for information, 17 March 1980

fringe benefit obligations. Accordingly, we will no longer make the separate identification of fringe benefits when the new format is put into place.

We also would like to take this opportunity to call to your attention the fact that we have had many complaints from individual contractors and associations representing them that wage decisions made part of the Invitations for Bids and the contractual documents are not legible and can result in inadvertent wage violations because of a confusion as to the exact amount required to be To correct this problem, we are urging all paid. contracting agencies to insure that the wage decisions appearing in the Federal Register which are disseminated to bidders are legible. In addition, if the wage decision is a published general decision applicable to a wide geographic area or multiple types of construction, the contracting agency should consider extracting, for the bid and contract documents, only those portions of the wage decision that will apply to the project. Contractors should be advised on the application of the various schedules and rates by the contracting agency.

Attachment

DAVIS - BACON INFC WAGE SCHEDULE NUMBER WAGE SCHEDUI LA-113-0-532		YSTEM	0	EB 24, 7:11:4 AGE	7 P.M.
STATE: LOUISIANA AREA: PINKERTON COUNTY TYPE OF CONSTRUCTION: BUILDING				104	-
CRAFT			FRINGE RATE *		ZONE
ASBESTOS WORKERS	12.32		1.465		
BRICKLAYERS	11.50				
CEMENT MASONS	9.75		.50		
ELECTRICIANS	12.85		1.30		
ELEVATOR CONSTRUCTORS	10.27		1.33		
GLAZIER	8.15	•	.01		
IRONWORKERS	11.69 11.78	•	1.24 1.15		01 02
LABORERS: COMMON LABORER, MORTAR MAN, AIR TOOL OPERATOR, HOD CARRIER	6.85		• .57		·
LABORERS: MASON TENDERS, PLASTERER TENDER, FOUNDATION DRILL CREWMAN	7.05		.57	•	·
PLUMBERS	12.48		1.44		
SHEET METAL WORKERS	11.50			•	
TRUCK DRIVERS	8.00	·		01	
ZONE DESCRIPTIONS 01 NORTH OF THE JONES RIVER 02 SOUTH OF THE JONES RIVER					
BASIC RATE AND FRINGE FOOTNOTES 01 TWO PAID HOLIDAYS: CHRISTMAS	DAY AND TH	HANKSO	GIVING D	AY	
NOTE: WELDERS RECEIVE RATE PRESCR OPERATION TO WHICH WELDING				ING	
NOTE: UNLISTED CLASSIFICATIONS NE	EDED-FOR	WORK N	NOT INCL	UDED	

- NOTE: UNLISTED CLASSIFICATIONS NEEDED FOR WORK NOT INCLUDED WITHIN THE SCOPE OF THE CLASSIFICATIONS LISTED MAY BE ADDED AFTER AWARD ONLY AS PROVIDED IN THE LABOR STANDARDS CONTRACT CLAUSES (29 CFR, 5.5 (a) (1) (ii))
- \* TO SATISFY THE FRINGE BENEFIT OBLIGATION, PAYMENTS MAY BE FOR ANY BONA FIDE FRINGE BENEFIT OF THE TYPES SPECIFICALLY MENTIONED IN THE DAVIS-BACON ACT OR CASH IN LIEU OF FRINGE BENEFITS. IF THE CLAIMED FRINGE BENEFIT IS NOT ONE OF THE TYPES SPECIFICALLY REFERRED TO IN THE ACT, THE QUESTION OF WHETHER THE FRINGE BENEFIT IS BONA FIDE SHOULD BE REFERRED TO THE DEPARTMENT OF LABOR. SEE 29 CFR, PART 5, SUBPART B.

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