

REASON.TV VIDEO: p Threats to Civil iherties After 9/11. Q&A w Mike German

REASON.TV VIDEO: 9/11, The World Trade Center & New York's Next Skyline (9.9)

REASON.TV VIDEO: Matt Welch Debates Ann Coulter on the Iran War, TSA, and using..

PRINT |

EMAIL

Search

Davis-Bacon in D.C.: "The Obama administration has thrown up a new hurdle to investment."

Damon W. Root | September 12, 2011

The Cato Institute's Chris Edwards highlights a controversial new decision by the Labor Department to apply pro-union Davis-Bacon rules to the CityCenter development project going up in Washington, D.C. "While Democrats in Congress are demanding government action to fix the nation's supposedly crumbling infrastructure," Edwards writes, "here the Obama administration has thrown up a new hurdle to investment."

Under the Davis-Bacon Act of 1931, contractors working on federal projects are required to pay their workers a "prevailing wage," which in practice amounts to the hourly rate set by local unions. This move by the Labor Department would extend those rules to contractors working with the local government in Washington. Not surprisingly, District of Columbia Mayor Vincent Gray's administration is opposed. And with good reason: Davis-Bacon will unnecessarily jack up the cost of construction. As Victor L. Hoskins, deputy mayor for planning and economic development, told The Washington Post, the Labor Department's decision could have "unprecedented, significant [and] adverse citywide cost impact upon every economic development project in the District's portfolio."

In Reason's November 2010 feature story "How to Slash the State," I made the case for dismantling Davis-Bacon.

Reason needs your support. Please donate today! Like Be the first of your friends to like this. 0 6 Try Reason's award-winning print edition today! Your first issue is FREE if you are not completely satisfied.

← Headline Grabbing Study of the Week:... | Main | Remembering 9/11: No, You're an Astroturf-Funded... →





What's More Important for Success: Hard Work or Luck? (9.9)

61 Percent of Americans Believe the U.S. "Too Often" Uses Its Military Forces in Foreign Conflicts (9.6)

40% of Americans Are Somewhat Confident in the Department of Homeland Security (9.6)

Americans Have Mixed Feelings About the TSA

Americans believe that benefits from additional security have come at the expense of some privacy and freedom (9.1)

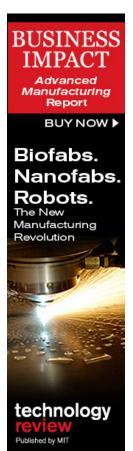
Most Popular Stories

Viewed Obama's Crony Capitalism (9.9) Autopsy Results Revealed in Mountain Police-Related Death (9.9) Drug Czar Says 'Young People' Smoke Pot Because They Saw Grandma Do It When She Was Getting Chemotherapy (9.8) Who Really Kept Us Safe After 9/11 (9.8) "Not Every Human Problem Deserves a Law" (9.8)











Tube	Reason on YouTube
<u>w</u>	Reason RSS
Get	Reason E-mail Updates!
First Na	ame
Last Na	ıme
Email	
Subn	e your Reason e-mail list subscriptions
Site co Mike A	mments/questions: lissi
Mike A Media	lissi
Mike A Media Chris M	lissi

Reason on Twitter