

Sen. Linda Holmes

## Filed: 5/23/2013

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1	AMENDMENT TO HOUSE BILL 922
2	AMENDMENT NO Amend House Bill 922 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Prevailing Wage Act is amended by changing
5	Sections 5 and 11 as follows:
6	(820 ILCS 130/5) (from Ch. 48, par. 39s-5)
7	Sec. 5. Certified payroll.
8	(a) Any contractor and each subcontractor who participates
9	in public works shall:
10	(1) make and keep, for a period of not less than 3
11	years from the date of the last payment <u>made before the</u>
12	effective date of this amendatory Act of the 98th General
13	Assembly and for a period of 5 years from the date of the
14	last payment made on or after the effective date of this
15	amendatory Act of the 98th General Assembly on a contract
16	or subcontract for public works, records of all laborers,

1 mechanics, and other workers employed by them on the 2 project; the records shall include each worker's name, 3 address, telephone number when available, social security 4 number, classification or classifications, the hourly 5 wages paid in each pay period, the number of hours worked 6 each day, and the starting and ending times of work each 7 day; and

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8 (2) no later than the tenth day of each calendar month 9 file a certified payroll for the immediately preceding 10 month with the public body in charge of the project. A certified payroll must be filed for only those calendar 11 12 months during which construction on a public works project 13 has occurred. The certified payroll shall consist of a 14 complete copy of the records identified in paragraph (1) of 15 this subsection (a), but may exclude the starting and ending times of work each day. The certified payroll shall 16 17 be accompanied by a statement signed by the contractor or subcontractor or an officer, employee, or agent of the 18 contractor or subcontractor which avers that: (i) he or she 19 20 has examined the certified payroll records required to be 21 submitted by the Act and such records are true and 22 accurate; (ii) the hourly rate paid to each worker is not 23 less than the general prevailing rate of hourly wages 24 required by this Act; and (iii) the contractor or 25 subcontractor is aware that filing a certified payroll that 26 he or she knows to be false is a Class A misdemeanor. A 09800HB0922sam002 -3- LRB098 03767 KTG 46368 a

general contractor is not prohibited from relying on the 1 certification of a lower tier subcontractor, provided the 2 3 general contractor does not knowingly rely upon a subcontractor's false certification. Any contractor or 4 5 subcontractor subject to this Act and any officer, employee, or agent of such contractor or subcontractor 6 7 whose duty as such officer, employee, or agent it is to 8 file such certified payroll who willfully fails to file 9 such a certified payroll on or before the date such 10 certified payroll is required by this paragraph to be filed and any person who willfully files a false certified 11 payroll that is false as to any material fact is in 12 13 violation of this Act and guilty of a Class A misdemeanor. 14 The public body in charge of the project shall keep the 15 records submitted in accordance with this paragraph (2) of subsection (a) before the effective date of this amendatory 16 17 Act of the 98th General Assembly for a period of not less than 3 years, and the records submitted in accordance with 18 19 this paragraph (2) of subsection (a) on or after the 20 effective date of this amendatory Act of the 98th General Assembly for a period of 5 years, from the date of the last 21 22 payment for work on a contract or subcontract for public 23 The records submitted in accordance with this works. 24 paragraph (2) of subsection (a) shall be considered public 25 records, except an employee's address, telephone number, 26 social security number, and made available and in

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accordance with the Freedom of Information Act. The public
body shall accept any reasonable submissions by the
contractor that meet the requirements of this Section.
<u>A contractor, subcontractor, or public body may retain</u>
<u>records required under this Section in paper or electronic</u>

6 <u>format.</u>

(b) Upon 7 business days' notice, the contractor and each 7 8 subcontractor shall make available for inspection and copying at a location within this State during reasonable hours, the 9 10 records identified in paragraph (1) of subsection (a) of this 11 Section to the public body in charge of the project, its officers and agents, the Director of Labor and his deputies and 12 13 agents, and to federal, State, or local law enforcement 14 agencies and prosecutors.

15 (Source: P.A. 97-571, eff. 1-1-12.)

16 (820 ILCS 130/11) (from Ch. 48, par. 39s-11)

17 Sec. 11. No public works project shall be instituted unless 18 the provisions of this Act have been complied with. The 19 provisions of this Act shall not be applicable to Federal 20 construction projects which require a prevailing wage 21 determination by the United States Secretary of Labor. The 22 Illinois Department of Labor represented by the Attorney 23 General is empowered to sue for injunctive relief against the 24 awarding of any contract or the continuation of work under any 25 contract for public works at a time when the prevailing wage 09800HB0922sam002 -5- LRB098 03767 KTG 46368 a

1 prerequisites have not been met. Any contract for public works awarded at a time when the prevailing wage prerequisites had 2 not been met shall be void as against public policy and the 3 4 contractor is prohibited from recovering any damages for the 5 voiding of the contract or pursuant to the terms of the 6 contract. The contractor is limited to a claim for amounts actually paid for labor and materials supplied to the public 7 8 body. Where objections to a determination of the prevailing 9 rate of wages or a court action relative thereto is pending, 10 the public body shall not continue work on the project unless 11 sufficient funds are available to pay increased wages if such are finally determined or unless the Department of Labor 12 13 certifies such determination of the prevailing rate of wages as 14 correct.

15 Any laborer, worker or mechanic employed by the contractor 16 or by any sub-contractor under him who is paid for his services in a sum less than the stipulated rates for work done under 17 such contract, shall have a right of action for whatever 18 19 difference there may be between the amount so paid, and the 20 rates provided by the contract together with costs and such 21 reasonable attorney's fees as shall be allowed by the court. 22 Such contractor or subcontractor shall also be liable to the 23 Department of Labor for 20% of such underpayments and shall be 24 additionally liable to the laborer, worker or mechanic for 25 punitive damages in the amount of 2% of the amount of any such 26 penalty to the State for underpayments for each month following 09800HB0922sam002 -6- LRB098 03767 KTG 46368 a

1 the date of payment during which such underpayments remain unpaid. Where a second or subsequent action to recover 2 3 underpayments is brought against a contractor or subcontractor 4 and the contractor or subcontractor is found liable for 5 underpayments to any laborer, worker, or mechanic, the 6 contractor or subcontractor shall also be liable to the Department of Labor for 50% of the underpayments payable as a 7 8 result of the second or subsequent action, and shall be 9 additionally liable for 5% of the amount of any such penalty to 10 the State for underpayments for each month following the date 11 of payment during which the underpayments remain unpaid. The Department shall also have a right of action on behalf of any 12 13 individual who has a right of action under this Section. An action brought to recover same shall be deemed to be a suit for 14 15 wages, and any and all judgments entered therein shall have the 16 same force and effect as other judgments for wages. The action shall be brought within 5 years from the date of the failure to 17 pay the wages or compensation. At the request of any laborer, 18 workman or mechanic employed by the contractor or by any 19 20 subcontractor under him who is paid less than the prevailing 21 wage rate required by this Act, the Department of Labor may 22 take an assignment of such wage claim in trust for the 23 assigning laborer, workman or mechanic and may bring any legal 24 action necessary to collect such claim, and the contractor or 25 subcontractor shall be required to pay the costs incurred in 26 collecting such claim.

1 (Source: P.A. 94-488, eff. 1-1-06.)".