March 30, 2000 – Introduced by Representatives Walker, Boyle and Jensen. Referred to Committee on Rules.

- 1 AN ACT *to amend* 13.48 (19), 13.48 (27), 109.09 (1), 111.322 (2m) (c), 227.01 (13)
- 2 (t), 301.18 (4), 301.18 (5), 302.01, 946.15 (1), 946.15 (2), 946.15 (3) and 946.15
- 3 (4); and *to create* 20.924 (1) (i) and 301.18 (1r) of the statutes; **relating to:**
- 4 lease or purchase of a privately constructed prison in Douglas County.

Analysis by the Legislative Reference Bureau

Under current law, the building commission is authorized to lease any facility for use by the department of corrections as a part of the authorized state building program. Moreover, current law imposes certain "prevailing wage" requirements on contractors and subcontractors working on state public works projects, including correctional facilities. Under these requirements: 1) a laborer, worker, mechanic or truck driver working on a public works project may not be paid less than the prevailing wage rate in the same or most similar trade or occupation in the area; and 2) a laborer, worker, mechanic or truck driver may not be permitted to work a greater number of hours per day or per calendar week than the prevailing hours of labor in the area, unless he or she is paid at least 1.5 times his or her hourly basic rate of pay for overtime hours. Current law also requires contractors and subcontractors to make records regarding hours and pay available to the department of workforce development.

Under this bill, if the building commission leases or purchases a correctional facility constructed in Douglas County by a private person, the correctional facility is treated as enumerated in the state building program. In addition, under the bill, the building commission may not lease or purchase any such building unless the

person constructing it has complied with prevailing wage requirements applicable to public works projects.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. 13.48 (19) of the statutes is amended to read:

13.48 **(19)** Whenever the building commission determines that the use of innovative types of design and construction processes will make better use of the resources and technology available in the building industry, the building commission may waive any or all of s. 16.855 if such action is in the best interest of the state and if the waiver is accomplished through formal action of the building commission. The Subject to the requirements of s. 20.924 (1) (i), the building commission may authorize the lease, lease purchase or acquisition of such facilities constructed in the manner authorized by the building commission. The Subject to the requirements of s. 20.924 (1) (i), the building commission may also authorize the lease, lease purchase or acquisition of existing facilities in lieu of state construction of any project enumerated in the authorized state building program.

SECTION 2. 13.48 (27) of the statutes is amended to read:

13.48 (27) Lease of correctional facilities. The Subject to s. 20.924 (1) (i), the building commission may lease any facility for use of the department of corrections as a part of the authorized state building program, with an option to purchase the facility by the state. Any lease shall provide for the facility to be constructed in accordance with requirements and specifications approved by the department of administration and shall permit inspection of the site and facility by agents of the department.

SECTION 3. 20.924 (1) (i) of the statutes is created to read:

20.924 **(1)** (i) May not lease or purchase or authorize the lease or purchase of any building, structure or facility, or portion thereof, under s. 301.18 (1r) unless the lessor or seller has done all of the following:

- 1. Not permitted any employe working on the building, structure or facility, or portion thereof, who would be entitled to receive the prevailing wage rate under s. 103.49 and who would not be required or permitted to work more than the prevailing hours of labor, if the building, structure or facility, or portion thereof, were a project of public works subject to s. 103.49, to be paid less than the prevailing wage rate or to be required or permitted to work more than the prevailing hours of labor, except as permitted under s. 103.49 (2).
- 2. Required any contractor, subcontractor or agent thereof performing work on the building, structure or facility, or portion thereof, to keep and permit inspection of records in the same manner as a contractor, subcontractor or agent thereof performing work on a project of public works that is subject to s. 103.49 is required to keep and permit inspection of records under s. 103.49 (5).
- 3. Otherwise complied with s. 103.49 in the same manner as a state agency contracting for the erection, construction, remodeling, repairing or demolition of a project of public works is required to comply with s. 103.49 and to require any contractor, subcontractor or agent thereof performing work on the building, structure or facility, or portion thereof, to comply with s. 103.49 in the same manner as a contractor, subcontractor or agent thereof performing work on a project of public works that is subject to s. 103.49 is required to comply with s. 103.49.

Section 4. 109.09 (1) of the statutes is amended to read:

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109.09 (1) The department shall investigate and attempt equitably to adjust controversies between employers and employes as to alleged wage claims. The department may receive and investigate any wage claim which is filed with the department, or received by the department under s. 109.10 (4), no later than 2 years after the date the wages are due. The department may, after receiving a wage claim, investigate any wages due from the employer against whom the claim is filed to any employe during the period commencing 2 years before the date the claim is filed. The department shall enforce this chapter and ss. 20.924 (1) (i) 1., 2. and 3., 66.293, 103.02, 103.49, 103.82 and 104.12. In pursuance of this duty, the department may sue the employer on behalf of the employe to collect any wage claim or wage deficiency and ss. 109.03 (6) and 109.11 (2) and (3) shall apply to such actions. Except for actions under s. 109.10, the department may refer such an action to the district attorney of the county in which the violation occurs for prosecution and collection and the district attorney shall commence an action in the circuit court having appropriate jurisdiction. Any number of wage claims or wage deficiencies against the same employer may be joined in a single proceeding, but the court may order separate trials or hearings. In actions that are referred to a district attorney under this subsection, any taxable costs recovered by the district attorney shall be paid into the general fund of the county in which the violation occurs and used by that county to meet its financial responsibility under s. 978.13 (2) for the operation of the office of the district attorney who prosecuted the action.

SECTION 5. 111.322 (2m) (c) of the statutes is amended to read:

111.322 **(2m)** (c) The individual files a complaint or attempts to enforce a right under s. <u>20.924 (1) (i) 1., 2. or 3.,</u> 66.293 or 103.49 or testifies or assists in any action or proceeding under s. <u>20.924 (1) (i) 1., 2. or 3.,</u> 66.293 or 103.49.

| 1 | Section 6. 227.01 (13) (t) of the statutes, as affected by 1999 Wisconsin Act |
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| 2 | (Assembly Bill 409), is amended to read: |
| 3 | 227.01 (13) (t) Ascertains and determines prevailing wage rates under ss. s. |
| 4 | 20.924 (1) (i), 66.293, 103.49 and or 103.50, except that any action or inaction which |
| 5 | ascertains and determines prevailing wage rates under ss. s. 20.924 (1) (i), 66.293, |
| 6 | $103.49 \frac{1}{2}$ and $\frac{1}{2}$ or 103.50 is subject to judicial review under s. 227.40 . |
| 7 | SECTION 7. 301.18 (1r) of the statutes is created to read: |
| 8 | 301.18 (1r) The building commission may lease or purchase, for use by the |
| 9 | department of corrections, any correctional facility constructed in Douglas County |
| 10 | by a private person. |
| 11 | SECTION 8. 301.18 (4) of the statutes is amended to read: |
| 12 | 301.18 (4) Any purchase, lease or construction of additional correctional |
| 13 | facilities taking place after the effective date of this subsection [revisor inserts |
| 14 | date], is subject to prior approval by the building commission and the joint committee |
| 15 | on finance. |
| 16 | Section 9. 301.18 (5) of the statutes is amended to read: |
| 17 | 301.18 (5) This Any facility purchased, leased or constructed under this section |
| 18 | constitutes enumeration shall be construed as enumerated in the authorized state |
| 19 | building program for purposes of s. 20.924. |
| 20 | SECTION 10. 302.01 of the statutes, as affected by 1999 Wisconsin Act 9, is |
| 21 | amended to read: |
| 22 | 302.01 State prisons named and defined listed. The penitentiary |
| 23 | institution at Waupun is named "Waupun Correctional Institution". The |
| 24 | correctional treatment center at Waupun is named "Dodge Correctional Institution". |
| 25 | The penitentiary institution at Green Bay is named "Green Bay Correctional |

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Institution". The medium/maximum penitentiary institution at Portage is named "Columbia Correctional Institution". The medium security institution at Oshkosh is named "Oshkosh Correctional Institution". The medium security penitentiary institution near Fox Lake is named "Fox Lake Correctional Institution". penitentiary institution at Taycheedah is named "Taycheedah Correctional Institution". The medium security penitentiary institution at Plymouth is named "Kettle Moraine Correctional Institution". The penitentiary institution at the village of Sturtevant in Racine county is named "Racine Correctional Institution". The medium security penitentiary institution at Racine is named "Racine Youthful Offender Correctional Facility". The resource facility at Oshkosh is named "Wisconsin Resource Center". The institutions named in this section, the correctional institutions authorized under s. 301.16 (1n) and (1v), correctional institution authorized under 1997 Wisconsin Act 4, section 4 (1) (a), correctional institution authorized under s. 301.046 (1), correctional institution authorized under s. 301.048 (4) (b), minimum security correctional institutions authorized under s. 301.13, the probation and parole holding facilities authorized under s. 301.16 (1g), any correctional institution leased or purchased under s. 301.18 (1r) and state-local shared correctional facilities when established under s. 301.14, are state prisons.

SECTION 11. 946.15 (1) of the statutes is amended to read:

946.15 **(1)** Any employer, or any agent or employe of an employer, who induces any person who seeks to be or is employed pursuant to a public contract as defined in s. 66.29 (1) (c) or who seeks to be or is employed on a project on which a prevailing wage rate determination has been issued by the department of workforce development under s. 20.924 (1) (i), 66.293 (3), 103.49 (3) or 103.50 (3) or by a local governmental unit, as defined in s. 66.293 (1) (d), under s. 66.293 (6) to give up, waive

or return any part of the compensation to which that person is entitled under his or her contract of employment or under the prevailing wage rate determination issued by the department or local governmental unit, or who reduces the hourly basic rate of pay normally paid to an employe for work on a project on which a prevailing wage rate determination has not been issued under s. 20.924 (1) (i), 66.293 (3) or (6), 103.49 (3) or 103.50 (3) during a week in which the employe works both on a project on which a prevailing wage rate determination has been issued and on a project on which a prevailing wage rate determination has not been issued, is guilty of a Class E felony.

Section 12. 946.15 (2) of the statutes is amended to read:

946.15 **(2)** Any person employed pursuant to a public contract as defined in s. 66.29 (1) (c) or employed on a project on which a prevailing wage rate determination has been issued by the department of workforce development under s. 20.924 (1) (i), 66.293 (3), 103.49 (3) or 103.50 (3) or by a local governmental unit, as defined in s. 66.293 (1) (d), under s. 66.293 (6) who gives up, waives or returns to the employer or agent of the employer any part of the compensation to which the employe is entitled under his or her contract of employment or under the prevailing wage determination issued by the department or local governmental unit, or who gives up any part of the compensation to which he or she is normally entitled for work on a project on which a prevailing wage rate determination has not been issued under s. 20.924 (1) (i), 66.293 (3) or (6), 103.49 (3) or 103.50 (3) during a week in which the person works part—time on a project on which a prevailing wage rate determination has been issued and part—time on a project on which a prevailing wage rate determination has not been issued, is guilty of a Class C misdemeanor.

SECTION 13. 946.15 (3) of the statutes is amended to read:

946.15 **(3)** Any employer or labor organization, or any agent or employe of an employer or labor organization, who induces any person who seeks to be or is employed on a project on which a prevailing wage rate determination has been issued by the department of workforce development under s. <u>20.924 (1) (i)</u>, 66.293 (3), 103.49 (3) or 103.50 (3) or by a local governmental unit, as defined in s. 66.293 (1) (d), under s. 66.293 (6) to permit any part of the wages to which that person is entitled under the prevailing wage rate determination issued by the department or local governmental unit to be deducted from the person's pay is guilty of a Class E felony, unless the deduction would be permitted under 29 CFR 3.5 or 3.6 from a person who is working on a project that is subject to 40 USC 276c.

SECTION 14. 946.15 (4) of the statutes is amended to read:

946.15 **(4)** Any person employed on a project on which a prevailing wage rate determination has been issued by the department of workforce development under s. 20.924 (1) (i), 66.293 (3), 103.49 (3) or 103.50 (3) or by a local governmental unit, as defined in s. 66.293 (1) (d), under s. 66.293 (6) who permits any part of the wages to which that person is entitled under the prevailing wage rate determination issued by the department or local governmental unit to be deducted from his or her pay is guilty of a Class C misdemeanor, unless the deduction would be permitted under 29 CFR 3.5 or 3.6 from a person who is working on a project that is subject to 40 USC 276c.