

State of Misconsin 1995 - 1996 LEGISLATURE

## SENATE SUBSTITUTE AMENDMENT 1, TO 1995 SENATE BILL 373

February 21, 1996 – Offered by Committee on Human Resources, Labor, Tourism, Veterans and Military Affairs.

1	AN ACT to repeal 66.293 (2), 66.293 (3) (b), 103.49 (4) and 103.50 (3) (b); to
2	<i>renumber and amend</i> 66.293 (3) (intro.), 66.293 (3) (a), 66.293 (3) (c), 66.293
3	(3) (d), 66.293 (3) (e), 66.293 (3) (f), 66.293 (3) (g), 66.293 (3) (h), 66.293 (3) (i),
4	$66.293\ (3)\ (j),\ 66.293\ (3)\ (k),\ 66.293\ (3)\ (m),\ 66.293\ (3)\ (n),\ 103.49\ (1)\ (c),\ 103.49$
5	(3), 103.49 (5), 103.49 (6) and 103.50 (3) (a); to amend 101.02 (13) (a), 103.005
6	(12) (a), 103.49 (1) (a), 103.49 (1) (b), 103.49 (1) (d), 103.49 (2), 103.49 (7) (a),
7	103.49 (7) (b), 103.49 (7) (d), 103.50 (1) (a), 103.50 (1) (b), 103.50 (1) (c), 103.50
8	(1) (d), 103.50 (2), 103.50 (4), 103.50 (5), 103.50 (6), 103.50 (7) (a), 103.50 (7) (b),
9	103.50 (7) (c), 103.50 (8), 227.01 (13) (t), 946.15 (1), 946.15 (2), 946.15 (3) and
10	946.15 (4); to repeal and recreate 66.293 (1), 66.293 (1) (b) and (h), 66.293 (10)
11	(b), 66.293 (10) (d), 101.02 (13) (a), 103.49 (5) (b), 103.50 (4), 103.50 (5), 103.50
12	(6), 946.15 (1) and 946.15 (2); and <i>to create</i> 66.293 (3) (title), 66.293 (3) (ar),
13	66.293 (3) (av), 66.293 (3) (br), 66.293 (4), 66.293 (9) (title), 66.293 (10) (title),
14	66.293 (11) (title), 66.293 (11) (b), 103.49 (1) (title), 103.49 (1) (bm), 103.49 (1)
15	(c) 1. to 8., 103.49 (1) (e), 103.49 (1) (f), 103.49 (1) (g), 103.49 (2m), 103.49 (3)
16	(title),103.49(3)(am),103.49(3)(ar),103.49(3)(b),103.49(3)(c),103.49(4r),(c),103.49

103.49 (5) (title), 103.49 (5) (a), 103.49 (5) (c), 103.49 (6m), 103.49 (7) (title),
2103.50 (1) (e), 103.50 (2m), 103.50 (4m), 103.50 (7) (d), (e) and (f), 946.15 (3) and
3946.15 (4) of the statutes; **relating to:** prevailing wage rates and hours of labor
4 for workers employed on state or local public works projects, granting
5 rule-making authority and providing penalties.

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

6 **SECTION 1.** 66.293 (1) of the statutes is repealed and recreated to read:

7 66.293 (1) DEFINITIONS. In this section:

8 (a) "Area" means the county in which a proposed project that is subject to this 9 section is located and, if considered necessary by the department, those counties that 10 are contiguous to that county or, if the department is requested to review a 11 determination under sub. (3) (br), "area" means the city, village or town in which a 12 proposed project that is subject to this section is located.

13 (b) "Department" means the department of industry, labor and human14 relations.

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(c) "Hourly basic rate of pay" has the meaning given in s. 103.49 (1) (b).

(d) "Local governmental unit" means a political subdivision of this state, a
special purpose district in this state, an instrumentality or corporation of such a
political subdivision or special purpose district, a combination or subunit of any of
the foregoing or an instrumentality of the state and any of the foregoing.

- 20 (e) "Multiple-trade public works project" has the meaning given in s. 103.49
  21 (1) (bm).
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(f) "Prevailing hours of labor" has the meaning given in s. 103.49 (1) (c).

(g) "Prevailing wage rate" for any trade or occupation engaged in the erection, 1 2 construction, remodeling, repairing or demolition of any project of public works in 3 any area means the hourly basic rate of pay, plus the hourly contribution for health 4 insurance benefits, vacation benefits, pension benefits and any other bona fide 5 economic benefit, paid directly or indirectly, for a majority of the hours worked in the 6 trade or occupation on projects in the area, or if there is no rate at which a majority 7 of the hours worked in the trade or occupation on projects in the area is paid, then 8 the prevailing wage rate for any trade or occupation engaged in the erection, 9 construction, remodeling, repairing or demolition of any project of public works in 10 any area shall be the average hourly basic rate of pay, weighted by the number of 11 hours worked, plus the average hourly contribution, weighted by the number of 12hours worked, for health insurance benefits, vacation benefits, pension benefits and 13 any other bona fide economic benefit, paid directly or indirectly for all hours worked 14at the hourly basic rate of pay of the highest-paid 51% of hours worked in that trade 15or occupation on projects in that area.

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(h) "Secretary" means the secretary of industry, labor and human relations.

(i) "Single-trade public works project" has the meaning given in s. 103.49 (1)
(e).

19 (j) "Truck driver" has the meaning given in s. 103.49(1)(g).

- SECTION 2. 66.293 (1) (b) and (h) of the statutes, as created by 1995 Wisconsin
   Act .... (this act), are repealed and recreated to read:
- 66.293 (1) (b) "Department" means the department of industry, labor and job
  development.
- 24 (h) "Secretary" means the secretary of industry, labor and job development.
  25 SECTION 3. 66.293 (2) of the statutes is repealed.

SECTION 4. 66.293 (3) (title) of the statutes is created to read:
 66.293 (3) (title) PREVAILING WAGE RATES AND HOURS OF LABOR.
 SECTION 5. 66.293 (3) (intro.) of the statutes is renumbered 66.293 (3) (am) and

- 4 -

4 amended to read:

 $\mathbf{5}$ 66.293 (3) (am) Every municipality local governmental unit, before making a contract by direct negotiation or soliciting bids on a contract, for the erection, 6 7 construction, remodeling, repairing or demolition of any project of public works 8 except, including a highway, street or bridge construction project, shall apply to the 9 department of industry, labor and human relations to ascertain to determine the 10 prevailing wage rate, and prevailing hours of labor and hourly basic pay rates in all 11 trades and occupations for each trade or occupation required in the work 12contemplated. The department shall make such investigations and hold such public 13 hearings as may be necessary to define the trades or occupations that are commonly 14employed on projects that are subject to this section and to inform itself as to the 15prevailing wage rates and prevailing hours of labor in all areas of the state for those trades or occupations with a view to ascertaining the prevailing wage rate and 16 17prevailing hours of labor for each such trade or occupation. The department shall 18 determine the prevailing wage rate, hours of labor and hourly basic pay rates for each 19 trade or occupation under s. 103.49, make issue its determination within 30 days 20after receiving the request and shall file the same with the municipality local governmental unit applying therefor. 21

22 (bm) A Any person may request for the review a recalculation of any portion 23 of a wage determination may be made within 30 days from after the initial 24 determination date if the person submits evidence is submitted with the request 25 showing that the prevailing wage rate or prevailing hours of labor for any given trade

or occupation included in the initial determination does not represent the prevailing 1 2 wage rate or prevailing hours of labor for that trade or occupation in the area. Such 3 evidence shall include wage rate and hours of labor information for work performed 4 in the contested trade or occupation on at least one similar project located in the 5 municipality where the proposed project is located and on which some work has been 6 performed during the current or any of area within the previous 12 months. The 7 department shall affirm or modify the original initial determination within 15 days 8 from after the date on which the department receives the request for review. 9 Reference to such recalculation.

- 5 -

10 (dm) A reference to the prevailing wage rates and prevailing hours of labor 11 determined by the department or a municipality local governmental unit exempted 12under <del>par.</del> (d) sub. (6) shall be published in the notice issued for the purpose of 13 securing bids for the project. If any contract or subcontract for a project of public 14 works except, including a highway, street or bridge construction project, is entered 15into, the prevailing wage rates and prevailing hours of labor determined by the 16 department or exempted municipality local governmental unit shall be physically 17incorporated into and made a part of the contract or subcontract, except that for a 18 minor subcontract, as determined by the department, the department shall prescribe by rule the method of notifying the minor subcontractor of the prevailing 19 20 wage rates and prevailing hours of labor applicable to the minor subcontract. The 21prevailing wage rates and prevailing hours of labor applicable to a contract or 22subcontract may not be changed during the time that the contract or subcontract is 23in force. No laborer, worker or mechanic employed directly upon the site of the 24project by the contractor or by a subcontractor, agent or other person, doing or contracting to do any part of the work, person described in sub. (4) may be paid less 25

than the prevailing wage rate in the same or most similar trade or occupation <u>determined under this subsection</u>; nor may he or she be permitted to work a greater number of hours per day or per calendar week than the prevailing hours of labor determined under this subsection, unless he or she is paid for all hours <u>worked</u> in excess of the prevailing hours <u>of labor</u> at a rate of at least <u>1-1/2</u> <u>1.5</u> times his or her hourly basic rate of pay.

- 6 -

SECTION 6. 66.293 (3) (a) of the statutes is renumbered 66.293 (11) (a) and
amended to read:

9 66.293 (11) (a) Any contractor, subcontractor or agent thereof, who fails to pay the prevailing wage rate of wages determined by the department under this 10 subsection or sub. (3) or who pays less than 1-1/2 1.5 times the hourly basic rate of 11 pay for all hours worked on the project in excess of the prevailing hours of labor 1213determined under this subsection sub. (3), shall be liable to the employes any affected 14 employe in the amount of their his or her unpaid minimum wages or their his or her 15unpaid overtime compensation and in an additional equal amount as liquidated 16 damages. Action An action to recover the liability may be maintained in any court 17of competent jurisdiction by any one or more employes employe for and in behalf of 18 that employe or those employes and other employes similarly situated. No employe 19 shall may be a party plaintiff to any such action unless the employe consents in 20writing to become such a party and the consent is filed in the court in which the action 21is brought. The Notwithstanding s. 814.04 (1), the court shall, in addition to any 22judgment awarded to the plaintiff, allow a reasonable attorney's fee attorney fees 23and costs to be paid by the defendant.

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**SECTION 7.** 66.293 (3) (ar) of the statutes is created to read:

1	66.293 (3) (ar) The department shall, by January 1 of each year, compile the
2	prevailing wage rates and the prevailing hours of labor for each trade or occupation
3	in each area. The compilation shall, in addition to the current prevailing wage rates
4	and prevailing hours of labor, include future prevailing wage rates and prevailing
5	hours of labor when those prevailing wage rates and prevailing hours of labor can
6	be determined for any trade or occupation in any area and shall specify the effective
7	date of those future prevailing wage rates and prevailing hours of labor. If a
8	construction project extends into more than one area there shall be but one standard
9	of prevailing wage rates and prevailing hours of labor for the entire project.
10	<b>SECTION 8.</b> 66.293 (3) (av) of the statutes is created to read:
11	66.293 (3) (av) In determining prevailing wage rates under par. (am) or (ar) for
12	building, residential or agricultural projects, the department may not use data from
13	projects that are subject to this section, s. 103.49 or 103.50 or 40 USC 276a. In
14	determining prevailing wage rates for highway, street or bridge construction projects
15	or other projects involving the use of heavy equipment, the department may use data
16	from projects that are subject to this section, s. 103.49 or 103.50 or 40 USC 276a.
17	<b>SECTION 9.</b> 66.293 (3) (b) of the statutes is repealed.
18	<b>SECTION 10.</b> 66.293 (3) (br) of the statutes is created to read:
19	66.293 (3) (br) In addition to the recalculation under par. (bm), the local
20	governmental unit that requested the determination under this subsection may
21	request a review of any portion of a determination within 30 days after the date of
22	issuance of the determination if the local governmental unit submits evidence with
23	the request showing that the prevailing wage rate or prevailing hours of labor for any
24	given trade or occupation included in the determination does not represent the
25	prevailing wage rate or prevailing hours of labor for that trade or occupation in the

- 7 -

city, village or town in which the proposed project is located. That evidence shall 1 2 include wage rate and hours of labor information for the contested trade or 3 occupation on at least 3 similar projects located in the city, village or town where the 4 proposed project is located and on which some work has been performed within the 5 previous 12 months and which were considered by the department in issuing its most 6 recent compilation under par. (ar). The department shall affirm or modify the 7 determination within 15 days after the date on which the department receives the 8 request for review. 9 **SECTION 11.** 66.293 (3) (c) of the statutes is renumbered 66.293 (5) and amended 10 to read: 11 66.293 (5) (title) NONAPPLICABILITY. This subsection section does not apply to any highway, street or bridge construction or to any single-trade public works 1213 project, including a highway, street or bridge construction project, for which the 14estimated project cost of completion is below \$3,500 where a single trade is involved 15and \$35,000 where more than one trade is involved on such project (after hearing 16 these dollar amounts shall be adjusted by the department \$30,000 or an amount 17determined by the department under this subsection or to any multiple-trade public works project, including a highway, street or bridge construction project, for which 18 the estimated project cost of completion is below \$150,000 or an amount determined 19 20by the department under this subsection. The department shall adjust those dollar 21<u>amounts</u> every 2 years year, the first adjustment to be made not sooner than January 221, 1976 December 1, 1997. The adjustments shall be in proportion to any changes 23change in construction costs since the effective date of the dollar amounts  $\mathbf{24}$ established under this subsection immediately prior to each adjustment); nor does 25this subsection apply to wage rates and hours of employment of laborers, workmen

- 8 -

16

or mechanics engaged in the processing or manufacture of materials or products or 1 2 to the delivery thereof by or for commercial establishments which have a fixed place 3 of business from which they regularly supply such processed or manufactured 4 materials or products, except that this subsection does apply to laborers, workmen 5 or mechanics delivering mineral aggregate such as sand, gravel or stone which is 6 incorporated into the work under the contract by depositing the material 7 substantially in place, directly or through spreaders, from the transporting vehicle. 8 **SECTION 12.** 66.293 (3) (d) of the statutes is renumbered 66.293 (6) and 9 amended to read: 10 66.293 (6) (title) EXEMPTIONS. The department of industry, labor and human 11 relations, upon petition of any municipality local governmental unit, shall issue an 12order exempting the municipality local governmental unit from applying to the 13 department for a determination under this subsection sub. (3) when it is shown that 14 an ordinance or other enactment of the municipality local governmental unit sets 15forth the standards, policy, procedure and practice resulting in standards as high or

17 SECTION 13. 66.293 (3) (e) of the statutes is renumbered 66.293 (10) (a) and
18 amended to read:

higher than those under s. 103.49 this section.

19 66.293 (10) (a) Each contractor, subcontractor or agent thereof participating 20 in performing work on a project covered by this subsection that is subject to this 21 section shall keep full and accurate records clearly indicating the name and trade or 22 occupation of every laborer, workman or mechanic employed by the contractor, 23 subcontractor or agent in connection with the project person described in sub. (4) and 24 an accurate record of the number of hours worked by each employe of those persons 25 and the actual wages paid therefor.

- 9 -

1	<b>SECTION 14.</b> 66.293 (3) (f) of the statutes is renumbered 66.293 (8) and amended
2	to read:
3	66.293 (8) (title) <u>POSTING.</u> For the information of the employes working on the
4	project, the <u>prevailing</u> wage rates and <u>prevailing</u> hours <u>of labor</u> determined by the
5	department or exempted <del>municipality</del> <u>local governmental unit</u> and the provisions of
6	pars. (a) and (e) subs. (10) (a) and (11) (a) shall be kept posted by the employer local
7	governmental unit in at least one conspicuous and easily accessible place <del>at</del> <u>on</u> the
8	site of the project <u>or, if there is no common site on the project, at the place normally</u>
9	used by the local governmental unit to post public notices.
10	<b>SECTION 15.</b> 66.293 (3) (g) of the statutes is renumbered 66.293 (9) (b) and
11	amended to read:
12	66.293 (9) (b) Each Upon completion of a project and before receiving final
13	payment for his or her work on the project, each agent or subcontractor shall furnish
14	the contractor with <del>evidence of compliance with</del> <u>an affidavit stating that the agent</u>
15	or subcontractor has complied fully with the requirements of this subsection section.
16	A contractor may not authorize final payment until such an affidavit is filed in proper
17	form and order.
18	<b>SECTION 16.</b> 66.293 (3) (h) of the statutes is renumbered 66.293 (9) (c) and
19	amended to read:
20	66.293 (9) (c) Upon completion of the <u>a</u> project and <del>prior to <u>before receiving</u></del> final
21	payment <del>therefor</del> for his or her work on the project, each contractor shall file with
22	the <del>municipality</del> <u>local governmental unit authorizing the work</u> an affidavit stating
23	that the contractor has complied fully with the <del>provisions and</del> requirements of this
24	subsection section and that the contractor has received evidence of compliance an
25	<u>affidavit under par. (b)</u> from each of the contractor's agents and subcontractors. <del>No</del>

- 10 -

1995 – 1996 Legislature – 11 –

1	municipality may <u>A local governmental unit may not</u> authorize <u>a</u> final payment until
2	such an affidavit is filed in proper form and order. <u>If a local governmental unit</u>
3	authorizes a final payment before such an affidavit is filed in proper form and order
4	or if the department determines, based on the greater weight of the credible evidence,
5	that any person specified in sub. (4) has been or may have been paid less than the
6	prevailing wage rate or less than 1.5 times the hourly basic rate of pay for all hours
7	worked in excess of the prevailing hours of labor and requests that the local
8	governmental unit withhold all or part of the final payment, but the local
9	governmental unit fails to do so, the local governmental unit is liable for all back
10	wages payable up to the amount of that final payment.
11	<b>SECTION 17.</b> 66.293 (3) (i) of the statutes is renumbered 66.293 (10) (b) and
12	amended to read:
13	66.293 (10) (b) The department of industry, labor and human relations or the
14	contracting <del>municipality</del> <u>local governmental unit</u> may demand and examine <u>, and it</u>
15	shall be the duty of every contractor, subcontractor and agent thereof to keep and
16	furnish to the department or local governmental unit, copies of any payrolls and
17	other records and information relating to the wages paid <del>laborers, workmen or</del>
18	mechanics on to persons described in sub. (4) for work to which this subsection
19	section applies. The department may inspect records in the manner provided in ch.
20	101. Every contractor, subcontractor or agent <u>performing work on a project that is</u>
21	subject to this section is subject to the requirements of ch. 101 relating to the
22	examination of records.
23	<b>SECTION 18.</b> 66.293 (3) (j) of the statutes is renumbered 66.293 (9) (a) and

23 SECTION 18. 66.293 (3) (j) of the statutes is renumbered 66.293 (9) (a) and 24 amended to read:

1	66.293 (9) (a) When the department of industry, labor and human relations
2	finds that a <del>municipality</del> <u>local governmental unit</u> has not requested a <del>prevailing</del>
3	wage rate determination under sub. (3) (am) or that a local governmental unit,
4	<u>contractor or subcontractor</u> has not <u>physically</u> incorporated a <del>prevailing wage rate</del>
5	determination into the <u>a</u> contract <u>or subcontract</u> as required under this <del>subsection</del>
6	section or has not notified a minor subcontractor of a determination in the manner
7	prescribed by the department by rule promulgated under sub. (3) (dm), the
8	department shall notify the municipality local governmental unit, contractor or
9	subcontractor of such noncompliance and shall file the prevailing wage rate
10	determination with the municipality local governmental unit, contractor or
11	subcontractor within 30 days after such notice.
12	<b>SECTION 19.</b> 66.293 (3) (k) of the statutes is renumbered 66.293 (10) (d) and
13	amended to read:
14	66.293 (10) (d) The provisions of s. Section 101.02 (5) (f), (12), (13) and (14)
15	apply applies to this subsection section, except that s. 101.02 (13) (a) does not apply
16	to any person who fails to provide any information to the department to assist the
17	department in determining prevailing wage rates or prevailing hours of labor under
18	sub. (3) (am) or (ar). Section 111.322 (2m) applies to discharge or other
19	discriminatory acts arising in connection with any proceeding under this <del>subsection</del>
20	<u>section</u> , including proceedings under <del>par.</del> <u>sub. (11)</u> (a).
21	<b>SECTION 20.</b> 66.293 (3) (m) of the statutes is renumbered 66.293 (10) (c) and
22	amended to read:
23	66.293 (10) (c) If requested by any person, the department shall inspect the
24	payroll records of <del>the contractors, subcontractors or agents</del> <u>any contractor</u> ,
25	subcontractor or agent performing work on a project that is subject to this section to

- 12 -

ensure compliance with this section. The cost of the inspection shall be paid by the 1  $\mathbf{2}$ person making the request, if If the contractor, subcontractor, or agent subject to the 3 inspection is found to be in compliance and if the person making the request is a 4 person specified in sub. (4), the department shall charge the person making the 5request the actual cost of the inspection. If the contractor, subcontractor or agent subject to the inspection is found to be in compliance and if the person making the 6 7 request is not a person specified in sub. (4), the department shall charge the person 8 making the request \$250 or the actual cost of the inspection, whichever is greater. 9 **SECTION 21.** 66.293 (3) (n) of the statutes is renumbered 66.293 (12) and 10 amended to read:

- 13 -

11 66.293 (12) (title) DEBARMENT. (a) Except as provided under subds. 2. and 3. 12pars. (b) and (c), the department of industry, labor and human relations shall notify 13 any municipality local governmental unit applying for a determination under sub. 14 (3) (intro.) and any municipality local governmental unit exempted under par. (d) 15sub. (6) of the names of all persons whom the department has found to have failed 16 to pay the prevailing wage rate determined under this subsection sub. (3) or has 17found to have paid less than 1.5 times the hourly basic rate of pay for all hours worked 18 on a project in excess of the prevailing hours of labor determined under this subsection sub. (3) at any time in the preceding 3 years. The department shall 19 20 include with any such name the address of such person and shall specify when and 21how such person has failed to pay the prevailing wage rate determined under this 22subsection and when and how such person has failed to pay less than 1.5 times the 23hourly basic rate of pay for all hours worked on a project in excess of the prevailing 24hours of labor determined under this subsection. No municipality. A local governmental unit may not award any contract to such person unless otherwise 25

recommended by the department or unless at least 3 years have elapsed from the
 date the department issued its findings or the date of final determination by a court
 of competent jurisdiction, whichever is later.

- 14 -

(b) The department may not include in a notification under subd. 1. par. (a) the
name of any person on the basis of having let work to a person whom the department
has found to have failed to pay the prevailing wage rate determined under this
subsection sub. (3) or has found to have paid less than 1.5 times the hourly basic rate
of pay for all hours worked on a project in excess of the prevailing hours of labor
determined under this subsection sub. (3).

10 (c) This paragraph <u>subsection</u> does not apply to any contractor, subcontractor 11 or agent who in good faith commits a minor violation of this section, as determined 12 on a case-by-case basis through administrative hearings with all rights to due 13 process afforded to all parties or who has not exhausted or waived all appeals.

14(d) Any person submitting a bid on a project <u>that is</u> subject to this section shall 15be required, on the date the person submits the bid, to identify any construction 16 business in which the person, or a shareholder, officer, or partner or member of the 17person, if the person is a business, owns, or has owned at least a 25% interest on the date the person submits the bid or at any other time within 3 years preceding the date 18 19 the person submits the bid, if the business has been found to have failed to pay the 20prevailing wage rate determined under this subsection sub. (3) or to have paid less 21than 1.5 times the hourly basic rate of pay for <u>all</u> hours worked on a project in excess 22of the prevailing hours of labor determined under this subsection sub. (3).

23 (e) The department shall promulgate rules to administer this paragraph
24 <u>subsection</u>.

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**SECTION 22.** 66.293 (4) of the statutes is created to read:

1 66.293 (4) COVERED EMPLOYES. (a) All of the following employes shall be paid 2 the prevailing wage rate determined under sub. (3) and may not be permitted to work 3 a greater number of hours per day or per calendar week than the prevailing hours 4 of labor determined under sub. (3), unless they are paid for all hours worked in excess 5 of the prevailing hours of labor at a rate of at least 1.5 times their hourly basic rate 6 of pay:

1. All laborers, workers, mechanics and truck drivers employed on the site of a project that is subject to this section, or employed to deliver mineral aggregate such as sand, gravel or stone that is immediately incorporated into the work, and not stockpiled or further transported by truck, to or from the site of a project that is subject to this section by depositing the material substantially in place, directly or through spreaders from the transporting vehicle, or employed to transport excavated material or spoil from and return to the site of a project that is subject to this section.

14 2. All laborers, workers, mechanics and truck drivers employed in the 15 manufacturing or furnishing of materials, articles, supplies or equipment on the site 16 of a project that is subject to this section or from a facility dedicated exclusively, or 17 nearly so, to a project that is subject to this section by a contractor, subcontractor, 18 agent or other person performing any work on the site of the project.

(b) Notwithstanding par. (a), a laborer, worker, mechanic or truck driver who
is regularly employed in the processing, manufacturing or delivery of materials or
products by or for a commercial establishment that has a fixed place of business from
which the establishment regularly supplies processed or manufactured materials or
products is not entitled to receive the prevailing wage rate determined under sub.
(3) or to receive at least 1.5 times his or her hourly basic rate of pay for all hours
worked in excess of the prevailing hours of labor determined under sub. (3).

1995 – 1996 Legislature – 16 –

1	(c) A truck driver who is an owner-operator of a truck shall be paid separately
2	for his or her work and for the use of his or her truck.
3	<b>SECTION 23.</b> 66.293 (9) (title) of the statutes is created to read:
4	66.293 (9) (title) COMPLIANCE.
5	<b>SECTION 24.</b> 66.293 (10) (title) of the statutes is created to read:
6	66.293 (10) (title) Records; inspection; enforcement.
7	<b>SECTION 25.</b> 66.293 (10) (b) of the statutes, as affected by 1995 Wisconsin Acts
8	27 and (this act), is repealed and recreated to read:
9	66.293 (10) (b) The department or the contracting local governmental unit may
10	demand and examine, and it shall be the duty of every contractor, subcontractor and
11	agent thereof to keep and furnish to the department or local governmental unit,
12	copies of payrolls and other records and information relating to the wages paid to
13	persons described in sub. (4) for work to which this section applies. The department
14	may inspect records in the manner provided in chs. 103 to 106. Every contractor,
15	subcontractor or agent performing work on a project that is subject to this section is
16	subject to the requirements of chs. 103 to 106 relating to the examination of records.
17	<b>SECTION 26.</b> 66.293 (10) (d) of the statutes, as affected by 1995 Wisconsin Acts
18	27 and (this act), is repealed and recreated to read:
19	66.293 (10) (d) Section $103.005$ (5) (f), (11), (12) and (13) applies to this section,
20	except that s. 103.005 $(12)$ (a) does not apply to any person who fails to provide any
21	information to the department to assist the department in determining prevailing

22 wage rates or prevailing hours of labor under sub. (3) (am) or (ar). Section 111.322

23 (2m) applies to discharge or other discriminatory acts arising in connection with any

24 proceeding under this section, including proceedings under sub. (11) (a).

**SECTION 27.** 66.293 (11) (title) of the statutes is created to read:

25

1 66.293 (11) (title) LIABILITY AND PENALTIES.

2 SECTION 28. 66.293 (11) (b) of the statutes is created to read:

66.293 (11) (b) 1. Except as provided in subds. 2., 4. and 6., any contractor,
subcontractor or agent thereof who violates this section may be fined not more than
\$200 or imprisoned for not more than 6 months or both. Each day that any such
violation continues shall be considered a separate offense.

7 2. Whoever induces any individual who seeks to be or is employed on any 8 project that is subject to this section to give up, waive or return any part of the wages 9 to which the individual is entitled under the contract governing such project, or who 10 reduces the hourly basic rate of pay normally paid to an employe for work on a project 11 that is not subject to this section during a week in which the employe works both on 12a project that is subject to this section and on a project that is not subject to this 13 section, by threat not to employ, by threat of dismissal from such employment or by 14any other means is guilty of an offense under s. 946.15 (1).

153. Any person employed on a project that is subject to this section who 16 knowingly permits a contractor, subcontractor or agent thereof to pay him or her less 17than the prevailing wage rate set forth in the contract governing such project, who 18 gives up, waives or returns any part of the compensation to which he or she is entitled 19 under the contract, or who gives up, waives or returns any part of the compensation 20 to which he or she is normally entitled for work on a project that is not subject to this 21section during a week in which the person works both on a project that is subject to 22 this section and on a project that is not subject to this section, is guilty of an offense 23under s. 946.15 (2).

4. Whoever induces any individual who seeks to be or is employed on anyproject that is subject to this section to permit any part of the wages to which the

1 individual is entitled under the contract governing such project to be deducted from  $\mathbf{2}$ the individual's pay is guilty of an offense under s. 946.15 (3), unless the deduction 3 would be permitted under 29 CFR 3.5 or 3.6 from an individual who is working on 4 a project that is subject to 40 USC 276c. 5 5. Any person employed on a project that is subject to this section who 6 knowingly permits any part of the wages to which he or she is entitled under the 7 contract governing such project to be deducted from his or her pay is guilty of an 8 offense under s. 946.15 (4), unless the deduction would be permitted under 29 CFR 9 3.5 or 3.6 from a person who is working on a project that is subject to 40 USC 276c. 10 Subdivision 1. does not apply to any person who fails to provide any 6. 11 information to the department to assist the department in determining prevailing wage rates or prevailing hours of labor under sub. (3) (am) or (ar). 1213**SECTION 29.** 101.02 (13) (a) of the statutes is amended to read: 14 101.02 (13) (a) If any employer, employe, owner, or other person violates ss. 15101.01 to 101.25, or fails or refuses to perform any duty lawfully enjoined, within the 16 time prescribed by the department, for which no penalty has been specifically 17provided, or fails, neglects or refuses to obey any lawful order given or made by the 18 department, or any judgment or decree made by any court in connection with ss. 19 101.01 to 101.25, for each such violation, failure or refusal, such employer, employe, 20owner or other person shall forfeit and pay into the state treasury a sum not less than 21\$10 nor more than \$100 for each such offense. This paragraph does not apply to any 22person who fails to provide any information to the department to assist the 23department in determining prevailing wage rates or prevailing hours of labor under  $\mathbf{24}$ s. 103.49 (3) (a) or (am) or 103.50 (3) or (4).

- 18 -

1 **SECTION 30.** 101.02 (13) (a) of the statutes, as affected by 1995 Wisconsin Acts 2 27 and .... (this act), is repealed and recreated to read:

- 3 101.02 (13) (a) If any employer, employe, owner, or other person violates this 4 subchapter, or fails or refuses to perform any duty specified under this subchapter, 5 within the time prescribed by the department, for which no penalty has been 6 specifically provided, or fails, neglects or refuses to obey any lawful order given or 7 made by the department, or any judgment or decree made by any court in connection 8 with this subchapter, for each such violation, failure or refusal, such employer, 9 employe, owner or other person shall forfeit and pay into the state treasury a sum 10 not less than \$10 nor more than \$100 for each such offense.
- 11

**SECTION 31.** 103.005 (12) (a) of the statutes, as created by 1995 Wisconsin Act 1227, is amended to read:

13 103.005 (12) (a) If any employer, employe, owner, or other person violates chs. 14 103 to 106, or fails or refuses to perform any duty required under chs. 103 to 106, 15within the time prescribed by the department, for which no penalty has been 16 specifically provided, or fails, neglects or refuses to obey any lawful order given or 17made by the department or any judgment or decree made by any court in connection with chs. 103 to 106, for each such violation, failure or refusal, the employer, employe, 18 19 owner or other person shall forfeit not less than \$10 nor more than \$100 for each 20 offense. This paragraph does not apply to any person who fails to provide any 21information to the department to assist the department in determining prevailing 22wage rates or prevailing hours of labor under s. 103.49 (3) (a) or (am) or 103.50 (3) 23or (4).

24**SECTION 32.** 103.49 (1) (title) of the statutes is created to read:

25103.49 (1) (title) DEFINITIONS.

1	<b>SECTION 33.</b> 103.49 (1) (a) of the statutes is amended to read:
2	103.49 (1) (a) "Area" means the county or other locality from which labor for
3	any project would normally be secured in which a proposed project that is subject to
4	this section is located and, if considered necessary by the department, those counties
5	that are contiguous to that county or, if the department is requested to review a
6	determination under sub. (3) (c), "area" means the city, village or town in which a
7	proposed project that is subject to this section is located.
8	<b>SECTION 34.</b> 103.49 (1) (b) of the statutes is amended to read:
9	103.49 (1) (b) "Hourly basic rate of pay" means the hourly wage paid to any
10	employe, excluding any contributions or payments for health and welfare insurance
11	benefits, vacation benefits, pension benefits and any other bona fide economic
12	benefits, whether paid directly or indirectly.
13	<b>SECTION 35.</b> 103.49 (1) (bm) of the statutes is created to read:
14	103.49 (1) (bm) "Multiple-trade public works project" means a public works
15	project in which no single trade accounts for 85% or more of the total labor cost of the
16	project.
17	<b>SECTION 36.</b> 103.49 (1) (c) of the statutes is renumbered 103.49 (1) (c) (intro.)
18	and amended to read:
19	103.49 (1) (c) (intro.) "Prevailing hours of labor" in for any trade or occupation
20	in any area means the hours of labor per day and per week worked within the area
21	by a larger number of workers than are employed in the trade or occupation for any
22	other number of hours per day or week. In no event shall the prevailing hours of labor
23	be <del>deemed</del> <u>considered</u> to be more than -8- <u>10</u> hours per day nor more than 40 hours
24	per week. or to include any hours worked on a Saturday or Sunday or on any of the
25	<u>following holidays:</u>

- 20 -

1	<b>SECTION 37.</b> 103.49 (1) (c) 1. to 8. of the statutes are created to read:
2	103.49 (1) (c) 1. January 1.
-3	<ol> <li>The last Monday in May.</li> </ol>
4	3. July 4.
5	<ol> <li>5. Sury 4.</li> <li>4. The first Monday in September.</li> </ol>
6	5. The 4th Thursday in November.
7	6. December 25.
8	7. The day before if January 1, July 4 or December 25 falls on a Saturday.
9	8. The day following if January 1, July 4 or December 25 falls on a Sunday.
10	SECTION 38. 103.49 (1) (d) of the statutes is amended to read:
11	103.49 (1) (d) "Prevailing wage rate" in for any trade or occupation engaged in
12	the erection, construction, remodeling, repairing or demolition of any project of
13	<u>public works</u> in any area means the hourly basic rate <del>paid</del> <u>of pay</u> , plus the hourly
14	contribution for health and welfare insurance benefits, vacation benefits, pension
15	benefits and any other <u>bona fide</u> economic benefit, <del>whether</del> paid directly or indirectly,
16	to for a majority of <del>all persons employed</del> the hours worked in the trade or occupation
17	in the area <u>on projects in the area</u> , or if there is no rate at which a majority <del>are</del>
18	employed of the hours worked in the trade or occupation on projects in the area is
19	paid, then the prevailing wage rate for any trade or occupation engaged in the
20	erection, construction, remodeling, repairing or demolition of any project of public
21	works in any area shall be the rate which is paid to a larger number of employes than
22	any other rate paid in the area for work in the trade or occupation average hourly
23	basic rate of pay, weighted by the number of hours worked, plus the average hourly
24	contribution, weighted by the number of hours worked, for health insurance benefits,
25	vacation benefits, pension benefits and any other bona fide economic benefit, paid

- 21 -

1	directly or indirectly for all hours worked at the hourly basic rate of pay of the
2	highest-paid 51% of hours worked in that trade or occupation.
3	<b>SECTION 39.</b> 103.49 (1) (e) of the statutes is created to read:
4	103.49 (1) (e) "Single-trade public works project" means a public works project
5	in which a single trade accounts for $85\%$ or more of the total labor cost of the project.
6	<b>SECTION 40.</b> 103.49 (1) (f) of the statutes is created to read:
7	103.49 (1) (f) "State agency" means any office, department, independent
8	agency, institution of higher education, association, society or other body in state
9	government created or authorized to be created by the constitution or any law,
10	including the legislature and the courts.
11	<b>SECTION 41.</b> 103.49 (1) (g) of the statutes is created to read:
12	103.49 (1) (g) "Truck driver" includes an owner-operator of a truck.
13	<b>SECTION 42.</b> 103.49 (2) of the statutes, as affected by 1995 Wisconsin Act 27,
14	is amended to read:
15	103.49 (2) (title) <u>Prevailing wage rates and hours of labor</u> . Any contract
16	hereafter made for the erection, construction, remodeling <del>or</del> , repairing <u>or demolition</u>
17	of any <del>public building or for any other</del> project of public works, except contracts for
18	the construction or maintenance of public highways <u>, streets</u> and bridges, to which
19	the state, any <del>department thereof or any public building corporation <u>state agency</u> or</del>
20	the University of Wisconsin Hospitals and Clinics Authority is a party shall contain
21	a stipulation that no <del>laborer, workman or mechanic employed directly upon the site</del>
22	of the work by the contractor or by any subcontractor, agent or other person, doing
23	or contracting to do all or a part of the work, shall person described in sub. (2m) may
24	be permitted to work a greater number of hours per day or per calendar week than
25	the prevailing hours of labor determined <del>pursuant to this section <u>under sub.</u> (3)</del> ,

1 except that any such laborer, workman or mechanic person may be permitted or 2 required to work more than such prevailing number of hours of labor per day and per 3 calendar week if he or she is paid for all hours worked in excess of the prevailing 4 hours of labor at a rate of at least 1-1/2 1.5 times his or her hourly basic rate of pay; 5 nor shall he may he or she be paid less than the prevailing wage rate in the same or 6 most similar trade or occupation in the area wherein such public building or project 7 of public works is situated; nor shall this section apply to wage rates and hours of 8 employment of laborers, workmen or mechanics engaged in the processing or 9 manufacture of materials or products or to the delivery thereof by or for commercial 10 establishments which have a fixed place of business from which they regularly 11 supply such processed or manufactured materials or products; except that this 12section shall apply to laborers, workmen or mechanics who deliver mineral 13 aggregate such as sand, gravel or stone which is incorporated into the work under 14 the contract by depositing the material substantially in place, directly or through 15spreaders, from the transporting vehicle. The determined under sub. (3). A reference to the prevailing wage rates and prevailing hours of labor determined 16 17under sub. (3) shall be published in the notice issued for the purpose of securing bids 18 for the project. If any contract or subcontract for a project that is subject to this section is entered into, the prevailing wage rates, and prevailing hours of labor, and 19 20 hourly basic rates of pay determined pursuant to this section under sub. (3) shall be 21set forth specifically in physically incorporated into and made a part of the contract 22 or subcontract, except that for a minor subcontract, as determined by the 23department, the department shall prescribe by rule the method of notifying the 24minor subcontractor of the prevailing wage rates and prevailing hours of labor applicable to the minor subcontract. The prevailing wage rates and prevailing hours 25

1995 – 1996 Legislature – 24 –

## of labor applicable to a contract or subcontract may not be changed during the time that the contract or subcontract is in force.

3

**SECTION 43.** 103.49 (2m) of the statutes is created to read:

103.49 (2m) COVERED EMPLOYES. (a) All of the following employes shall be paid
the prevailing wage rate determined under sub. (3) and may not be permitted to work
a greater number of hours per day or per calendar week than the prevailing hours
of labor determined under sub. (3), unless they are paid for all hours worked in excess
of the prevailing hours of labor at a rate of at least 1.5 times their hourly basic rate
of pay:

10 1. All laborers, workers, mechanics and truck drivers employed on the site of 11 a project that is subject to this section, or employed to deliver mineral aggregate such 12 as sand, gravel or stone that is immediately incorporated into the work, and not 13 stockpiled or further transported by truck, to or from the site of a project that is 14 subject to this section by depositing the material substantially in place, directly or 15 through spreaders from the transporting vehicle, or employed to transport excavated 16 material or spoil from and return to the site of a project that is subject to this section.

All laborers, workers, mechanics and truck drivers employed in the
 manufacturing or furnishing of materials, articles, supplies or equipment on the site
 of a project that is subject to this section or from a facility dedicated exclusively, or
 nearly so, to a project that is subject to this section by a contractor, subcontractor,
 agent or other person performing any work on the site of the project.

(b) Notwithstanding par. (a), a laborer, worker, mechanic or truck driver who
is regularly employed in the processing, manufacturing or delivery of materials or
products by or for a commercial establishment that has a fixed place of business from
which the establishment regularly supplies processed or manufactured materials or

products is not entitled to receive the prevailing wage rate determined under sub. 1 2 (3) or to receive at least 1.5 times his or her hourly basic rate of pay for all hours 3 worked in excess of the prevailing hours of labor determined under sub. (3). 4 (c) A truck driver who is an owner-operator of a truck shall be paid separately 5 for his or her work and for the use of his or her truck. 6 **SECTION 44.** 103.49 (3) (title) of the statutes is created to read: 7 103.49 (3) (title) INVESTIGATION; DETERMINATION. 8 **SECTION 45.** 103.49 (3) of the statutes is renumbered 103.49 (3) (a) and 9 amended to read: 10 103.49 (3) (a) Before bids are asked for any work to which this section applies, 11 the department or officer state agency having the authority to prescribe the 12specifications shall request apply to the department to ascertain determine the 13 prevailing wage rates, rate and prevailing hours of labor and hourly basic rates of 14pay for all trades and occupations for each trade or occupation required in the work 15under contemplation in the area in which the work is to be done. The department 16 shall make such investigations and hold such public hearings as may be necessary 17to enable it to ascertain define the trades or occupations that are commonly employed 18 on projects that are subject to this section and to inform itself as to the prevailing wage rates and prevailing hours of labor in all areas of the state for those trades or 19 20 occupations with a view to ascertaining the prevailing wage rate, and prevailing 21hours of labor and hourly basic rate of pay for each such trade or occupation. It The 22department shall make issue its determination within 30 days after receipt of 23receiving the request and shall file the same with the department or officer state 24agency applying therefor. The For the information of the employes working on the 25project, the prevailing hours of labor, the prevailing wage rates, the hourly basic

rates of pay and trades or occupations for all labor involved in each project to which this section is applicable shall, together with and prevailing hours of labor determined by the department and the provisions of subs. (2) and (4), (6m) shall be kept posted on the project by the employer state agency in at least one conspicuous and easily accessible place for the information of the employes working on the on the site of the project.

- 26 -

7

**SECTION 46.** 103.49 (3) (am) of the statutes is created to read:

8 103.49 (3) (am) The department shall, by January 1 of each year, compile the 9 prevailing wage rates and the prevailing hours of labor for each trade or occupation 10 in each area. The compilation shall, in addition to the current prevailing wage rates 11 and prevailing hours of labor, include future prevailing wage rates and prevailing 12hours of labor when those prevailing wage rates and prevailing hours of labor can 13be determined for any trade or occupation in any area and shall specify the effective 14 date of those future prevailing wage rates and prevailing hours of labor. If a 15construction project extends into more than one area there shall be but one standard 16 of prevailing wage rates and prevailing hours of labor for the entire project.

17

**SECTION 47.** 103.49 (3) (ar) of the statutes is created to read:

18 103.49 (3) (ar) In determining prevailing wage rates under par. (a) or (am) for 19 building, residential or agricultural projects, the department may not use data from 20 projects that are subject to this section, s. 66.293 or 103.50 or 40 USC 276a. In 21 determining prevailing wage rates for projects involving the use of heavy equipment, 22 the department may use data from projects that are subject to this section, s. 66.293 23 or 103.50 or 40 USC 276a.

24 **SECTION 48.** 103.49 (3) (b) of the statutes is created to read:

1 103.49 (3) (b) Any person may request a recalculation of any portion of a 2 determination within 30 days after the initial determination date if the person 3 submits evidence with the request showing that the prevailing wage rate or 4 prevailing hours of labor for any given trade or occupation included in the initial 5 determination does not represent the prevailing wage rate or prevailing hours of 6 labor for that trade or occupation in the area. Such evidence shall include wage rate 7 and hours of labor information for work performed in the contested trade or 8 occupation in the area within the previous 12 months. The department shall affirm 9 or modify the initial determination within 15 days after the date on which the 10 department receives the request for recalculation.

11

**SECTION 49.** 103.49 (3) (c) of the statutes is created to read:

12103.49 (3) (c) In addition to the recalculation under par. (b), the state agency 13 that requested the determination under this subsection may request a review of any 14 portion of a determination within 30 days after the date of issuance of the 15determination if the state agency submits evidence with the request showing that 16 the prevailing wage rate or prevailing hours of labor for any given trade or occupation 17included in the determination does not represent the prevailing wage rate or 18 prevailing hours of labor for that trade or occupation in the city, village or town in 19 which the proposed project is located. That evidence shall include wage rate and 20 hours of labor information for the contested trade or occupation on at least 3 similar 21projects located in the city, village or town where the proposed project is located on 22 which some work has been performed within the previous 12 months and which were 23considered by the department in issuing its most recent compilation under par. (am). 24The department shall affirm or modify the determination within 15 days after the 25date on which the department receives the request for review.

SECTION 50. 103.49 (4) of the statutes, as affected by 1995 Wisconsin Act 27,
 is repealed.

- 28 -

3 **SECTION 51.** 103.49 (4r) of the statutes is created to read: 4 103.49 (4r) COMPLIANCE. (a) When the department finds that a state agency 5 has not requested a determination under sub. (3) (a) or that a state agency, contractor 6 or subcontractor has not physically incorporated a determination into a contract or 7 subcontract as required under sub. (2) or has not notified a minor subcontractor of 8 a determination in the manner prescribed by the department by rule promulgated 9 under sub. (2), the department shall notify the state agency, contractor or 10 subcontractor of such noncompliance and shall file the determination with the state 11 agency, contractor or subcontractor within 30 days after such notice.

(b) Upon completion of a project and before receiving final payment for his or
her work on the project, each agent or subcontractor shall furnish the contractor with
an affidavit stating that the agent or subcontractor has complied fully with the
requirements of this section. A contractor may not authorize final payment until
such an affidavit is filed in proper form and order.

17(c) Upon completion of a project and before receiving final payment for his or her work on the project, each contractor shall file with the state agency authorizing 18 19 the work an affidavit stating that the contractor has complied fully with the 20 requirements of this section and that the contractor has received an affidavit under 21par. (b) from each of the contractor's agents and subcontractors. A state agency may 22not authorize a final payment until such an affidavit is filed in proper form and order. 23If a state agency authorizes a final payment before such an affidavit is filed in proper  $\mathbf{24}$ form and order or if the department determines, based on the greater weight of the 25credible evidence, that any person specified in sub. (2m) has been or may have been

1	paid less than the prevailing wage rate or less than 1.5 times the hourly basic rate
2	of pay for all hours worked in excess of the prevailing hours of labor and requests that
3	the state agency withhold all or part of the final payment, but the state agency fails
4	to do so, the state agency is liable for all back wages payable up to the amount of the
5	final payment.
6	<b>SECTION 52.</b> 103.49 (5) (title) of the statutes is created to read:
7	103.49 (5) (title) Records; inspection; enforcement.
8	<b>SECTION 53.</b> 103.49 (5) of the statutes is renumbered 103.49 (5) (b) and
9	amended to read:
10	103.49 (5) (b) It shall be the duty of the department to enforce this section. To
11	this end it may demand <u>and examine</u> , and it shall be the duty of every contractor <del>and,</del>
12	subcontractor <u>and agent thereof</u> to <u>keep and</u> furnish to the department, copies of <del>any</del>
13	or all payrolls and may examine all other records and information relating to the
14	wages paid <del>laborers, workers, or mechanics on</del> <u>to persons described in sub. (2m) for</u>
15	work to which this section is applicable applies. The department may inspect records
16	in the manner provided in ch. 101. Every contractor, subcontractor or agent
17	performing work on a project that is subject to this section is subject to the
18	requirements of ch. 101 relating to the examination of records. Section 111.322 (2m)
19	applies to discharge and other discriminatory acts arising in connection with any
20	proceeding under this section.
21	<b>SECTION 54.</b> 103.49 (5) (a) of the statutes is created to read:

- 29 -

103.49 (5) (a) Each contractor, subcontractor or agent thereof performing work
on a project that is subject to this section shall keep full and accurate records clearly
indicating the name and trade or occupation of every person described in sub. (2m)

and an accurate record of the number of hours worked by each of those persons and 1 2 the actual wages paid therefor.

- 30 -

3 SECTION 55. 103.49 (5) (b) of the statutes, as affected by 1995 Wisconsin Act .... 4 (this act), is repealed and recreated to read:

 $\mathbf{5}$ 103.49 (5) (b) It shall be the duty of the department to enforce this section. To 6 this end it may demand and examine, and it shall be the duty of every contractor. 7 subcontractor and agent thereof to keep and furnish to the department, copies of 8 payrolls and other records and information relating to the wages paid to persons 9 described in sub. (2m) for work to which this section applies. The department may 10 inspect records in the manner provided in this chapter and chs. 104 to 106. Every 11 contractor, subcontractor or agent performing work on a project that is subject to this 12section is subject to the requirements of ch. 101 relating to the examination of 13 records. Section 111.322 (2m) applies to discharge and other discriminatory acts 14arising in connection with any proceeding under this section.

15

**SECTION 56.** 103.49 (5) (c) of the statutes is created to read:

16 103.49 (5) (c) If requested by any person, the department shall inspect the 17payroll records of any contractor, subcontractor or agent performing work on a 18 project that is subject to this section to ensure compliance with this section. If the 19 contractor, subcontractor or agent subject to the inspection is found to be in 20 compliance and if the person making the request is a person specified in sub. (2m). 21the department shall charge the person making the request the actual cost of the 22inspection. If the contractor, subcontractor or agent subject to the inspection is found 23to be in compliance and if the person making the request is not a person specified in  $\mathbf{24}$ sub. (2m), the department shall charge the person making the request \$250 or the 25actual cost of the inspection, whichever is greater.

1 SECTION 57. 103.49 (6) of the statutes is renumbered 103.49 (3g) and amended 2 to read:

- 31 -

3 103.49 (3g) (title) <u>NONAPPLICABILITY</u>. This section shall does not apply to a
4 contractor or to work under a contract, described or referred to in sub. (2) if any
5 single-trade project for which the estimated cost of completing the project
6 completion is less than the estimated cost of completion \$30,000 or an amount
7 determined under s. 66.293 (5) or to any multiple-trade project for which the
8 estimated cost of completion is less than \$150,000 or an amount determined by the
9 department under s. 66.293 (3) (c) as adjusted by the department (5).

10

**SECTION 58.** 103.49 (6m) of the statutes is created to read:

11 103.49 (6m) LIABILITY AND PENALTIES. (a) Except as provided in pars. (b), (d)
12 and (f), any contractor, subcontractor or agent thereof who violates this section may
13 be fined not more than \$200 or imprisoned for not more than 6 months or both. Each
14 day that any such violation continues shall be considered a separate offense.

15(b) Whoever induces any individual who seeks to be or is employed on any 16 project that is subject to this section to give up, waive or return any part of the wages 17to which the individual is entitled under the contract governing such project, or who 18 reduces the hourly basic rate of pay normally paid to an employe for work on a project 19 that is not subject to this section during a week in which the employe works both on 20 a project that is subject to this section and on a project that is not subject to this 21section, by threat not to employ, by threat of dismissal from such employment or by 22 any other means is guilty of an offense under s. 946.15 (1).

(c) Any person employed on a project that is subject to this section who
knowingly permits a contractor, subcontractor or agent thereof to pay him or her less
than the prevailing wage rate set forth in the contract governing such project, who

gives up, waives or returns any part of the compensation to which he or she is entitled
under the contract, or who gives up, waives or returns any part of the compensation
to which he or she is normally entitled for work on a project that is not subject to this
section during a week in which the person works both on a project that is subject to
this section and on a project that is not subject to this section, is guilty of an offense
under s. 946.15 (2).

(d) Whoever induces any individual who seeks to be or is employed on any
project that is subject to this section to permit any part of the wages to which the
individual is entitled under the contract governing such project to be deducted from
the individual's pay is guilty of an offense under s. 946.15 (3), unless the deduction
would be permitted under 29 CFR 3.5 or 3.6 from an individual who is working on
a project that is subject to 40 USC 276c.

(e) Any person employed on a project that is subject to this section who
knowingly permits any part of the wages to which he or she is entitled under the
contract governing such project to be deducted from his or her pay is guilty of an
offense under s. 946.15 (4), 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.
(f) Paragraph (a) does not apply to any person who fails to provide any

information to the department to assist the department in determining prevailing
wage rates and prevailing hours of labor under sub. (3) (a) or (am).

21 SECTION 59. 103.49 (7) (title) of the statutes is created to read:

22 103.49 (7) (title) DEBARMENT.

23 SECTION 60. 103.49 (7) (a) of the statutes, as affected by 1995 Wisconsin Act 27,
24 is amended to read:

## LRBs0475/3 GMM:skg&kaf:ks **SECTION 60**

1 103.49 (7) (a) Except as provided under pars. (b) and (c), the department shall  $\mathbf{2}$ distribute to all state agencies, as defined in s. 20.001 (1), and to the University of 3 Wisconsin Hospitals and Clinics Authority a list of all persons whom the department has found to have failed to pay the prevailing wage rate determined under sub. (1) 4  $\mathbf{5}$ (3) or has found to have paid less than 1.5 times the hourly basic rate of pay for all 6 hours worked on a project in excess of the prevailing hours of labor determined under 7 sub. (1) (3) at any time in the preceding 3 years. The department shall include with 8 any such name the address of such person and shall specify when and how such 9 person has failed to pay the prevailing wage rate determined under this subsection 10 and when and how such person has failed to pay less than 1.5 times the hourly basic 11 rate of pay for all hours worked on a project in excess of the prevailing hours of labor determined under this subsection. A state agency or the University of Wisconsin 1213Hospitals and Clinics Authority may not award any contract to such person unless 14 otherwise recommended by the department or unless 3 years have elapsed from the 15date the department issued its findings or date of final determination by a court of 16 competent jurisdiction, whichever is later.

17

**SECTION 61.** 103.49 (7) (b) of the statutes is amended to read:

18 103.49 (7) (b) The department may not include in a notification under par. (a) 19 the name of any person on the basis of having let work to a person whom the 20 department has found to have failed to pay the prevailing wage rate determined 21 under sub. (1) (3) or has found to have paid less than 1.5 times the hourly basic rate 22 of pay for <u>all</u> hours worked on a project in excess of the prevailing hours of labor 23 determined under sub. (1) (3).

24 **SECTION 62.** 103.49 (7) (d) of the statutes is amended to read:

1	103.49 (7) (d) Any person submitting a bid on a project <u>that is</u> subject to this
2	section shall be required, on the date the person submits the bid, to identify any
3	construction business in which the person, or a shareholder, member, officer or
4	partner of the person, if the person is a business, owns, or has owned at least a $25\%$
5	interest on the date the person submits the bid or at any other time within 3 years
6	preceding the date the person submits the bid, if the business has been found to have
7	failed to pay the prevailing wage rate determined under this section sub. (3) or to
8	have paid less than 1.5 times the hourly basic rate of pay for <u>all</u> hours worked <del>on a</del>
9	project in excess of the prevailing hours of labor determined under this section sub.
10	<u>(3)</u> .
11	<b>SECTION 63.</b> 103.50 (1) (a) of the statutes is amended to read:
12	103.50 (1) (a) "Area" means the locality from which labor for any project within
13	such area would normally be secured means the county in which a proposed project
14	that is subject to this section is located and, if considered necessary by the
15	department, those counties that are contiguous to that county.
16	<b>SECTION 64.</b> 103.50 (1) (b) of the statutes is amended to read:
17	103.50 (1) (b) "Hourly basic rate <u>of pay</u> " means the hourly wage paid to any
18	employe, excluding any contributions or payments for health and welfare benefits,
19	vacation benefits, pension benefits and any other economic benefits, whether paid
20	directly or indirectly <u>has the meaning given in s. 103.49 (1) (b)</u> .
21	<b>SECTION 65.</b> 103.50 (1) (c) of the statutes is amended to read:
22	103.50 (1) (c) "Prevailing hours of labor" means the hours of labor per day and
23	per week worked within the area by a larger number of workers of the same class
24	than are employed within the area for any other number of hours per day and per
25	week. In no event shall the prevailing hours of labor be deemed to be more than 8

- 34 -

hours per day nor more than 40 hours per week has the meaning given in s. 103.49
 (1) (c).

3 **SECTION 66.** 103.50 (1) (d) of the statutes is amended to read: 103.50 (1) (d) "Prevailing wage rate" for any trade or occupation in any area 4 5 means the hourly basic rate of pay, plus the hourly contribution for health and 6 welfare insurance benefits, vacation benefits, pension benefits and any other bona 7 fide economic benefit, whether paid directly or indirectly, paid to the largest number 8 of workers engaged in the same class of labor within the area, including rental rates 9 for truck hire paid to those who own and operate the truck. In no event shall the 10 prevailing wage rate for any class of labor be deemed to be less than a reasonable and 11 living wage, nor shall truck rental rates established pursuant to this provision be subject to the provisions of sub. (2) relating to hours worked in excess of the 1213prevailing hours when operated in excess of 8 hours in any one day or 40 hours in any 14 one week for a majority of the hours worked in the trade or occupation in the area, 15or if there is no rate at which a majority of the hours worked in the trade or occupation 16 in the area is paid, then the prevailing wage rate shall be the average hourly basic 17rate of pay, weighted by the number of hours worked, plus the average hourly 18 contribution, weighted by the number of hours worked, for health insurance benefits, 19 vacation benefits, pension benefits and any other bona fide economic benefit, paid 20 directly or indirectly for all hours worked at the hourly basic rate of pay of the 21highest-paid 51% of hours worked in that trade or occupation in that area. 22**SECTION 67.** 103.50 (1) (e) of the statutes is created to read: 23103.50 (1) (e) "Truck driver" has the meaning given in s. 103.49 (1) (g). **SECTION 68.** 103.50 (2) of the statutes is amended to read: 24

103.50 (2) (title) Hours Prevailing wage rates and hours of labor. No laborer 1 2 or mechanic person described in sub. (2m) in the employ of the a contractor or of any, 3 subcontractor, agent or other person doing or contracting to do all or a part of the 4 work performing any work on a project under a contract based on bids as provided 5 in s. 84.06 (2) to which the state is a party for the construction or improvement of any 6 highway shall may be permitted to work a longer number of hours per day or per 7 calendar week than the prevailing hours of labor determined pursuant to this section; nor shall he <u>under sub. (3); nor may he or she</u> be paid a lesser rate of wages 8 9 than the prevailing wage rate of wages thus determined, for in the area in which the 10 work is to be done <u>determined under sub. (3)</u>; except that any such <del>laborer or</del> 11 mechanic person may be permitted or required to work more than such prevailing 12number of hours of labor per day and per calendar week if he or she is paid for all 13 hours worked in excess of the prevailing hours of labor at a rate of at least 1-1/2 1.5 14times his <u>or her</u> hourly basic rate of pay. This section shall not apply to wage rates 15and hours of employment of laborers or mechanics engaged in the processing or 16 manufacture of materials or products or to the delivery thereof by or for commercial 17establishments which have a fixed place of business from which they regularly 18 supply such processed or manufactured materials or products; except that this section shall apply to laborers or mechanics who deliver mineral aggregate such as 19 20 sand, gravel or stone which is incorporated into the work under the contract by 21depositing the material substantially in place, directly or through spreaders, from 22the transporting vehicle.

- 36 -

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**SECTION 69.** 103.50 (2m) of the statutes is created to read:

24 103.50 (2m) COVERED EMPLOYES. (a) All of the following employes shall be paid
25 the prevailing wage rate determined under sub. (3) and may not be permitted to work

a greater number of hours per day or per calendar week than the prevailing hours
of labor determined under sub. (3), unless they are paid for all hours worked in excess
of the prevailing hours of labor at a rate of at least 1.5 times their hourly basic rate
of pay:

5 1. All laborers, workers, mechanics and truck drivers employed on the site of 6 a project that is subject to this section, or employed to deliver mineral aggregate such 7 as sand, gravel or stone that is immediately incorporated into the work, and not 8 stockpiled or further transported by truck, to or from the site of a project that is 9 subject to this section by depositing the material substantially in place, directly or 10 through spreaders from the transporting vehicle, or employed to transport excavated 11 material or spoil from and return to the site of a project that is subject to this section.

All laborers, workers, mechanics and truck drivers employed in the
 manufacturing or furnishing of materials, articles, supplies or equipment on the site
 of a project that is subject to this section or from a facility dedicated exclusively, or
 nearly so, to a project that is subject to this section by a contractor, subcontractor,
 agent or other person performing any work on the site of the project.

(b) Notwithstanding par. (a), a laborer, worker, mechanic or truck driver who
is regularly employed in the processing, manufacturing or delivery of materials or
products by or for a commercial establishment that has a fixed place of business from
which the establishment regularly supplies processed or manufactured materials or
products is not entitled to receive the prevailing wage rate determined under sub.
(3) or to receive at least 1.5 times his or her hourly basic rate of pay for all hours
worked in excess of the prevailing hours of labor determined under sub. (3).

(c) A truck driver who is an owner-operator of a truck shall be paid separately
for his or her work and for the use of his or her truck.

1 SECTION 70. 103.50 (3) (a) of the statutes is renumbered 103.50 (3) and 2 amended to read:

3 103.50 (3) INVESTIGATIONS; DETERMINATIONS. The department shall conduct 4 investigations and hold public hearings necessary to define classes of laborers and 5 mechanics the trades or occupations that are commonly employed in the highway 6 construction industry and to inform itself as to the hours of labor and prevailing wage 7 rates and prevailing hours of labor in all areas of the state for all classes of labor and 8 mechanics commonly employed in highway construction work, with a view to 9 ascertaining and determining prevailing hours of labor, those trades or occupations, 10 in order to ascertain and determine the prevailing wage rates and hourly basic rates 11 of pay prevailing hours of labor accordingly.

12 SECTION 71. 103.50 (3) (b) of the statutes is repealed.

13 SECTION 72. 103.50 (4) of the statutes is amended to read:

14103.50 (4) (title) CERTIFICATION OF PREVAILING WAGE RATES AND HOURS AND WAGES 15OF LABOR. The department of industry, labor and human relations shall <del>prior to</del>, by May 1 of the current each calendar year. certify to the department of transportation 16 17the prevailing hours of labor, the prevailing wage rate rates and the hourly basic rate 18 of pay for all such classes of laborers and mechanics prevailing hours of labor in each area for all trades or occupations commonly employed in the highway construction 19 20 industry. The certification shall, in addition to the current <del>prevailing hours of labor,</del> 21the prevailing wage rates and the hourly basic rates of pay prevailing hours of labor, 22include future hours and prevailing wage rates and prevailing hours of labor when 23such hours and prevailing wage rates and prevailing hours of labor can be  $\mathbf{24}$ determined for any such classes of laborers and mechanics trade or occupation in any area and shall specifically set forth specify the effective dates thereof when date of 25

those future hours and rates are certified prevailing wage rates and prevailing hours 1  $\mathbf{2}$ of labor. If a construction project extends into more than one area there shall be but 3 one standard of hours of labor and prevailing wage rates and prevailing hours of 4 labor for the entire project.

- 39 -

## $\mathbf{5}$

SECTION 73. 103.50 (4) of the statutes, as affected by 1995 Wisconsin Act .... 6 (this act), is repealed and recreated to read:

7 103.50 (4) CERTIFICATION OF PREVAILING WAGE RATES AND HOURS OF LABOR. The 8 department of industry, labor and job development shall, by May 1 of each calendar 9 year, certify to the department of transportation the prevailing wage rates and the 10 prevailing hours of labor in each area for all trades or occupations commonly 11 employed in the highway construction industry. The certification shall, in addition to the current prevailing wage rates and prevailing hours of labor, include future 12 prevailing wage rates and prevailing hours of labor when such prevailing wage rates 1314 and prevailing hours of labor can be determined for any such trade or occupation in 15any area and shall specify the effective date of those future prevailing wage rates and prevailing hours of labor. If a construction project extends into more than one area 16 17there shall be but one standard of prevailing wage rates and prevailing hours of labor 18 for the entire project.

## 19

**SECTION 74.** 103.50 (4m) of the statutes is created to read:

20 103.50 (4m) WAGE RATE DATA. In determining prevailing wage rates for 21highway, street or bridge construction projects or other projects involving the use of 22heavy equipment, the department may use data from projects that are subject to this 23section, s. 66.293 or 103.49 or 40 USC 276a.

24**SECTION 75.** 103.50 (5) of the statutes is amended to read:

1	103.50 (5) Appeals to governor. If the department of transportation deems
2	considers any determination of the department of industry, labor and human
3	<u>relations</u> as to the <del>prevailing hours of labor,</del> prevailing wage rates and the <del>hourly</del>
4	basic rates of pay prevailing hours of labor in an area to have been incorrect, it may
5	appeal to the governor, whose determination shall be final.
6	SECTION 76. 103.50 (5) of the statutes, as affected by 1995 Wisconsin Act
7	(this act), is repealed and recreated to read:
8	103.50 (5) Appeals to governor. If the department of transportation considers
9	any determination of the department of industry, labor and job development as to the
10	prevailing wage rates and the prevailing hours of labor in an area to have been
11	incorrect, it may appeal to the governor, whose determination shall be final.
12	<b>SECTION 77.</b> 103.50 (6) of the statutes is amended to read:
13	103.50 (6) CONTENTS OF CONTRACTS. The prevailing hours of labor, the <u>A</u>
14	reference to the prevailing wage rates and the hourly basic rates of pay and
15	classifications for all labor as certified by the department shall be specifically set
16	forth in the proposals and contracts for each highway construction contract to which
17	the state is a party prevailing hours of labor determined under sub. (3) shall be
18	published in the notice issued for the purpose of securing bids for a project. If any
19	contract or subcontract for a project that is subject to this section is entered into, the
20	prevailing wage rates and prevailing hours of labor determined under sub. (3) shall
21	be physically incorporated into and made a part of the contract or subcontract, except
22	that for a minor subcontract, as determined by the department of industry, labor and
23	human relations, that department shall prescribe by rule the method of notifying the
24	minor subcontractor of the prevailing wage rates and prevailing hours of labor
25	applicable to the minor subcontract. The prevailing wage rates and prevailing hours

- 40 -

of labor applicable to a contract or subcontract may not be changed during the time
that the contract or subcontract is in force. For the information of the employes
working on the project, the prevailing wage rates and prevailing hours of labor
determined by the department and shall, together with the provisions of sub. subs.
(2) and (7), shall be kept posted on the project by the employer department of
transportation in at least one conspicuous and easily accessible place for the
information of employes working on the site of the project.

- 41 -

8 SECTION 78. 103.50 (6) of the statutes, as affected by 1995 Wisconsin Act ....
9 (this act), is repealed and recreated to read:

10 103.50 (6) CONTENTS OF CONTRACTS. A reference to the prevailing wage rates 11 and the prevailing hours of labor determined under sub. (3) shall be published in the 12notice issued for the purpose of securing bids for a project. If any contract or 13 subcontract for a project that is subject to this section is entered into, the prevailing 14wage rates and prevailing hours of labor determined under sub. (3) shall be 15physically incorporated into and made a part of the contract or subcontract, except 16 that for a minor subcontract, as determined by the department of industry, labor and 17job development, that department shall prescribe by rule the method of notifying the 18 minor subcontractor of the prevailing wage rates and prevailing hours of labor 19 applicable to the minor subcontract. The prevailing wage rates and prevailing hours 20 of labor applicable to a contract or subcontract may not be changed during the time 21that the contract or subcontract is in force. For the information of the employes 22working on the project, the prevailing wage rates and prevailing hours of labor 23determined by the department and the provisions of subs. (2) and (7) shall be kept 24posted by the department of transportation in at least one conspicuous and easily 25accessible place on the site of the project.

1 **SECTION 79.** 103.50 (7) (a) of the statutes is amended to read: 2 103.50 (7) (a) Except as provided in par. pars. (b), (d) and (f), any contractor, 3 subcontractor or agent thereof who violates this section may be fined not less than 4 \$50 nor more than \$200 or imprisoned for not more than 186 months or both. Each 5 day that any such violation continues shall be deemed considered a separate offense. 6 **SECTION 80.** 103.50 (7) (b) of the statutes is amended to read: 7 103.50 (7) (b) Whoever induces any individual who seeks to be or is employed 8 on any project <u>that is</u> subject to this section to give up or forego, waive or return any 9 part of the wages to which he or she the individual is entitled under the contract 10 governing such project, or who reduces the hourly basic rate of pay normally paid to 11 an employe for work on a project that is not subject to this section during a week in which the employe works both on a project that is subject to this section and on a 1213 project that is not subject to this section, by threat not to employ, by threat of 14dismissal from such employment or by any other means is guilty of an offense under 15s. 946.15 (1).

- 42 -

### 16

**SECTION 81.** 103.50 (7) (c) of the statutes is amended to read:

17103.50 (7) (c) Any person employed on a project under a contract that is subject to this section who knowingly permits the <u>a</u> contractor or, subcontractor <u>or agent</u> 18 19 thereof to pay him or her less than the prevailing wage rate set forth in the contract, 20or governing such project, who gives up, waives or returns any part of the 21compensation to which he or she is entitled under the contract, or who gives up, 22waives or returns any part of the compensation to which he or she is normally 23entitled for work on a project that is not subject to this section during a week in which  $\mathbf{24}$ the person works both on a project that is subject to this section and on a project that is not subject to this section, is guilty of an offense under s. 946.15 (2). 25

17

1 SECTION 82. 103.50 (7) (d), (e) and (f) of the statutes are created to read: 2 103.50 (7) (d) Whoever induces any individual who seeks to be or is employed 3 on any project that is subject to this section to permit any part of the wages to which 4 the individual is entitled under the contract governing such project to be deducted 5 from the individual's pay is guilty of an offense under s. 946.15 (3), unless the 6 deduction would be permitted under 29 CFR 3.5 or 3.6 from an individual who is 7 working on a project that is subject to 40 USC 276c.

8 (e) Any person employed on a project that is subject to this section who 9 knowingly permits any part of the wages to which he or she is entitled under the 10 contract governing such project to be deducted from his or her pay is guilty of an 11 offense under s. 946.15 (4), unless the deduction would be permitted under 29 CFR 12 3.5 or 3.6 from an individual who is working on a project that is subject to 40 USC 13 276c.

(f) Paragraph (a) does not apply to any person who fails to provide any
information to the department to assist the department in determining prevailing
wage rates or prevailing hours of labor under sub. (3) or (4).

**SECTION 83.** 103.50 (8) of the statutes is amended to read:

18 103.50 (8) ENFORCEMENT AND PROSECUTION. The department of transportation 19 shall require adherence to subs. (2) and (6). The department of transportation may 20 demand and examine, and it shall be the duty of every contractor and, subcontractor 21and agent thereof shall to keep and furnish to the department of transportation, 22copies of payrolls and it may examine all other records and information relating to 23hours of work and the wages paid laborers and mechanics on the to persons described 24in sub. (2m) for work to which this section is applicable applies. Upon request of the department of transportation or upon complaint of alleged violation, the district 25

attorney of the county in which the work is located shall make such investigation as 1  $\mathbf{2}$ necessary and prosecute violations in a court of competent jurisdiction. Section 3 111.322 (2m) applies to discharge and other discriminatory acts arising in connection with any proceeding under this section. 4 5 **SECTION 84.** 227.01 (13) (t) of the statutes is amended to read: 6 227.01 (13) (t) Ascertains and determines prevailing hours of labor, wage rates 7 and truck rental rates under s. 103.50 and prevailing wage rates and prevailing 8 hours of labor under s. ss. 66.293, 103.49 and 103.50, except that any action or 9 inaction which ascertains and determines prevailing hours of labor, wage rates and 10 truck rental rates prevailing hours of labor under ss. 66.293, 103.49 and 103.50 is 11 subject to judicial review under s. 227.40. 12**SECTION 85.** 946.15 (1) of the statutes is amended to read: 13946.15 (1) Any employer, or any agent or employe of an employer, who induces 14 any person who seeks to be or is employed pursuant to a public contract as defined 15in s. 66.29 (1) (c) or who seeks to be or is employed on a project on which a prevailing wage rate <u>determination</u> has been <u>established</u> <u>issued</u> by the department of industry, 16 17labor and human relations under s. 66.293 (3), 103.49 (3) or 103.50 (3) or by a local 18 governmental unit, as defined in s. 66.293 (1) (d), under s. 66.293 (6) to give up, waive 19 or return any part of the compensation to which that person is entitled under his or 20her contract of employment or under the prevailing wage <u>rate</u> determination made 21issued by the department or local governmental unit, or who reduces the hourly basic 22rate of pay normally paid to an employe for work on a project on which a prevailing 23wage rate determination has not been issued under s. 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  $\mathbf{24}$ 

- 44 -

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 86. 946.15 (1) of the statutes, as affected by 1995 Wisconsin Act ....
 (this act), is repealed and recreated to read:

- 45 -

5 946.15 (1) Any employer, or any agent or employe of an employer, who induces 6 any person who seeks to be or is employed pursuant to a public contract as defined 7 in s. 66.29 (1) (c) or who seeks to be or is employed on a project on which a prevailing 8 wage rate determination has been issued by the department of industry, labor and 9 job development under s. 66.293 (3), 103.49 (3) or 103.50 (3) or by a local 10 governmental unit, as defined in s. 66.293 (1) (d), under s. 66.293 (6) to give up, waive 11 or return any part of the compensation to which that person is entitled under his or 12her contract of employment or under the prevailing wage rate determination issued 13 by the department or local governmental unit, or who reduces the hourly basic rate 14 of pay normally paid to an employe for work on a project on which a prevailing wage 15rate determination has not been issued under s. 66.293 (3) or (6), 103.49 (3) or 103.50 16 (3) during a week in which the employe works both on a project on which a prevailing 17wage 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. 18

19

**SECTION 87.** 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 <u>rate determination</u>
has been <u>established issued</u> by the department of industry, labor and human
relations under s. 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

1	employe is entitled under his or her contract of employment or under the prevailing
2	wage determination made issued by the department or local governmental unit, or
3	who gives up any part of the compensation to which he or she is normally entitled
4	for work on a project on which a prevailing wage rate determination has not been
5	issued under s. 66.293 (3) or (6), 103.49 (3) or 103.50 (3) during a week in which the
6	person works part-time on a project on which a prevailing wage rate determination
7	has been issued and part-time on a project on which a prevailing wage rate
8	determination has not been issued, is guilty of a Class C misdemeanor.
9	<b>SECTION 88.</b> 946.15 (2) of the statutes, as affected by 1995 Wisconsin Act $\dots$
10	(this act), is repealed and recreated to read:
11	946.15 (2) Any person employed pursuant to a public contract as defined in s.
12	$66.29\ (1)\ (c)$ or employed on a project on which a prevailing wage rate determination
13	has been issued by the department of industry, labor and job development under s.
14	$66.293\ (3),103.49\ (3)$ or $103.50\ (3)$ or by a local governmental unit, as defined in s.
15	$66.293\ (1)\ (d),$ under s. $66.293\ (6)$ who gives up, waives or returns to the employer or
16	agent of the employer any part of the compensation to which the employe is entitled
17	under his or her contract of employment or under the prevailing wage determination
18	issued by the department or local governmental unit, or who gives up any part of the
19	compensation to which he or she is normally entitled for work on a project on which
20	a prevailing wage rate determination has not been issued under s. $66.293$ (3) or (6),
21	103.49 (3) or 103.50 (3) during a week in which the person works part-time on a
22	project on which a prevailing wage rate determination has been issued and
23	part-time on a project on which a prevailing wage rate determination has not been
24	issued, is guilty of a Class C misdemeanor.

25

**SECTION 89.** 946.15 (3) of the statutes is created to read:

1 946.15 (3) Any employer or labor organization, or any agent or employe of an 2 employer or labor organization, who induces any person who seeks to be or is 3 employed on a project on which a prevailing wage rate determination has been issued 4 by the department of industry, labor and human relations under s. 66.293 (3), 103.49 5 (3) or 103.50 (3) or by a local governmental unit, as defined in s. 66.293 (1) (d), under 6 s. 66.293 (6) to permit any part of the wages to which that person is entitled under 7 the prevailing wage rate determination issued by the department or local 8 governmental unit to be deducted from the person's pay is guilty of a Class E felony, 9 unless the deduction would be permitted under 29 CFR 3.5 or 3.6 from a person who 10 is working on a project that is subject to 40 USC 276c.

11

12

**SECTION 90.** 946.15 (3) of the statutes, as created by 1995 Wisconsin Act .... (this act), is amended to read:

13 946.15 (3) Any employer or labor organization, or any agent or employe of an 14 employer or labor organization, who induces any person who seeks to be or is 15employed on a project on which a prevailing wage rate determination has been issued 16 by the department of industry, labor and human relations job development under s. 1766.293 (3), 103.49 (3) or 103.50 (3) or by a local governmental unit, as defined in s. 18 66.293 (1) (d), under s. 66.293 (6) to permit any part of the wages to which that person 19 is entitled under the prevailing wage rate determination issued by the department 20 or local governmental unit to be deducted from the person's pay is guilty of a Class 21E felony, unless the deduction would be permitted under 29 CFR 3.5 or 3.6 from a 22 person who is working on a project that is subject to 40 USC 276c.

23

**SECTION 91.** 946.15 (4) of the statutes is created 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 industry, labor and human

1	relations under s. 66.293 (3), 103.49 (3) or 103.50 (3) or by a local governmental unit,
2	as defined in s. $66.293(1)(d)$ , under s. $66.293(6)$ who permits any part of the wages
3	to which that person is entitled under the prevailing wage rate determination issued
4	by the department or local governmental unit to be deducted from his or her pay is
5	guilty of a Class C misdemeanor, unless the deduction would be permitted under 29
6	CFR 3.5 or 3.6 from a person who is working on a project that is subject to 40 USC
7	276c.
8	<b>SECTION 92.</b> 946.15 (4) of the statutes, as created by 1995 Wisconsin Act (this
9	act), is amended to read:
10	946.15 (4) Any person employed on a project on which a prevailing wage rate
11	determination has been issued by the department of industry, labor and human
12	relations job development under s. $66.293$ (3), $103.49$ (3) or $103.50$ (3) or by a local
13	governmental unit, as defined in s. $66.293(1)(d)$ , under s. $66.293(6)$ who permits any
14	part of the wages to which that person is entitled under the prevailing wage rate
15	determination issued by the department or local governmental unit to be deducted
16	from his or her pay is guilty of a Class C misdemeanor, unless the deduction would
17	be permitted under 29 CFR 3.5 or 3.6 from a person who is working on a project that
18	is subject to 40 USC 276c.
19	SECTION 9331. Initial applicability; industry, labor and human
20	relations.
21	(1) Except as provided in subsections (2) to (6), this act first applies to work
22	performed on the effective date of this subsection.
23	(2) Except as provided in subsection (5), the repeal and recreation of sections
24	66.293 (1) (b) and (h) and (10) (b) and (d), 101.02 (13) (a), 103.49 (5) (b), 103.50 (4),
25	(5) and (6) and 946.15 (1) and (2) of the statutes and the amendment of sections

- 48 -

103.005 (12) (a) and 946.15 (3) and (4) of the statutes first apply to work performed
 on the effective date of this subsection.

- 49 -

(3) Except as provided in subsection (6), the treatment of sections 66.293 (1)
(a), (f) and (g), (3) (intro.), (ar), (av), (br) and (d) and (11) (b) 6., 103.49 (1) (a), (c) and
(d) and (6m) (f) and 103.50 (1) (a), (c) and (d) and (4m) of the statutes, the
renumbering and amendment of section 103.49 (3) of the statutes and the creation
of section 103.49 (3) (am), (ar), (b) and (c) of the statutes first apply to work performed
on the effective date of this subsection.

9 (4) Except as provided in subsections (5) and (6), this act first applies to an 10 employe covered by a collective bargaining agreement that is in effect on the effective 11 date of this subsection that contains provisions that are inconsistent with this act on 12 the day after the collective bargaining agreement expires or on the day that the 13 collective bargaining agreement is modified, extended or renewed.

14(5) The repeal and recreation of sections 66.293 (1) (b) and (h) and (10) (b) and 15(d), 101.02 (13) (a), 103.49 (5) (b), 103.50 (4), (5) and (6) and 946.15 (1) and (2) of the 16 statutes and the amendment of sections 103.005 (12) (a) and 946.15 (3) and (4) of the 17statutes first apply to an employe covered by a collective bargaining agreement that is in effect on the effective date of this subsection that contains provisions that are 18 19 inconsistent with this act on the day after the collective bargaining agreement 20 expires or on the day that the collective bargaining agreement is modified, extended 21or renewed.

(6) The treatment of sections 66.293 (1) (a), (f) and (g), (3) (intro.), (ar), (av),
(br) and (d) and (11) (b) 6., 103.49 (1) (a), (c) and (d) and (6m) (f) and 103.50 (1) (a),
(c) and (d) and (4m) of the statutes, the renumbering and amendment of section
103.49 (3) of the statutes and the creation of section 103.49 (3) (am), (ar), (b) and (c)

of the statues first apply to an employe covered by a collective bargaining agreement
that is in effect on the effective date of this subsection that contains provisions that
are inconsistent with this act on the day after the collective bargaining agreement
expires or on the day that the collective bargaining agreement is modified, extended
or renewed.

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# **SECTION 9431.** Effective dates; industry, labor and human relations. This act takes effect on the day after publication, except as follows:

8 (1) The repeal and recreation of sections 66.293 (1) (b) and (h) and (10) (b) and 9 (d), 101.02 (13) (a), 103.49 (5) (b), 103.50 (4), (5) and (6) and 946.15 (1) and (2) of the 10 statutes and the amendment of sections 103.005 (12) (a), 946.15 (3) and (4) of the 11 statutes and SECTION 9331 (2) and (5) of this act take effect on July 1, 1996, or on the 12 day after publication, whichever is later.

(2) The treatment of sections 66.293 (1) (a), (f) and (g), (3) (intro.), (ar), (av), (br)
and (d) and (11) (b) 6., 103.49 (1) (a), (c) and (d) and (6m) (f) and 103.50 (1) (a), (c) and
(d) and (4m) of the statutes, the renumbering and amendment of section 103.49 (3)
of the statutes and the creation of section 103.49 (3) (am), (ar), (b) and (c) of the
statutes and SECTION 9331 (3) and (6) of this act take effect on January 1, 1997, or
on the day after publication, whichever is later.

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(END)