P2, F1 SB 667/13 – FIN

By: Senators Brinkley and Kittleman

Introduced and read first time: February 21, 2014 Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

Procurement – Prevailing Wage – School Construction

- FOR the purpose of increasing to a certain amount the percentage of State money that
 must be used in an elementary or a secondary school construction project before
 the Prevailing Wage Law applies; altering certain definitions; and generally
 relating to the application of the Prevailing Wage Law to elementary or
 secondary school construction.
- 8 BY repealing and reenacting, without amendments,
- 9 Article State Finance and Procurement
- 10 Section 17–201(a), 17–210(a) and (c), and 17–214
- 11 Annotated Code of Maryland
- 12 (2009 Replacement Volume and 2013 Supplement)
- 13 BY repealing and reenacting, with amendments,
- 14 Article State Finance and Procurement
- 15 Section 17–201(i) and (j)
- 16 Annotated Code of Maryland
- 17 (2009 Replacement Volume and 2013 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 19 MARYLAND, That the Laws of Maryland read as follows:
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Article – State Finance and Procurement

21 17–201.

(a) In this subtitle, unless the context indicates otherwise, the followingwords have the meanings indicated.

24 (i) (1) "Public body" means:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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1	(i) the State;
$\frac{2}{3}$	(ii) except as provided in paragraph (2)(i) of this subsection, a unit of the State government or instrumentality of the State;
4	(iii) any political subdivision, agency, person, or entity:
5 6 7	1. WITH RESPECT TO THE CONSTRUCTION OF AN ELEMENTARY OR A SECONDARY SCHOOL FOR WHICH 75% OR MORE OF THE MONEY USED FOR CONSTRUCTION IS STATE MONEY; OR
$8 \\ 9$	2. with respect to the construction of any OTHER public work for which 50% or more of the money used for construction is State money;
10 11	(iv) notwithstanding paragraph (2)(ii) of this subsection, a political subdivision if its governing body:
$\begin{array}{c} 12 \\ 13 \end{array}$	1. provides by ordinance or resolution that the political subdivision is covered by this subtitle; and
$\begin{array}{c} 14 \\ 15 \end{array}$	2. gives written notice of that ordinance or resolution to the Commissioner; and
16	(v) the Washington Suburban Sanitary Commission.
16 17	(v) the Washington Suburban Sanitary Commission.(2) "Public body" does not include:
17 18 19	 (2) "Public body" does not include: (i) except as provided in paragraph (1)(v) of this subsection, a unit of the State government or instrumentality of the State funded wholly from a
17 18 19 20	 (2) "Public body" does not include: (i) except as provided in paragraph (1)(v) of this subsection, a unit of the State government or instrumentality of the State funded wholly from a source other than the State; or
 17 18 19 20 21 22 23 	 (2) "Public body" does not include: (i) except as provided in paragraph (1)(v) of this subsection, a unit of the State government or instrumentality of the State funded wholly from a source other than the State; or (ii) any political subdivision, agency, person, or entity: 1. WITH RESPECT TO THE CONSTRUCTION OF AN ELEMENTARY OR A SECONDARY SCHOOL FOR WHICH LESS THAN 75% OF THE
 17 18 19 20 21 22 23 24 25 	 (2) "Public body" does not include: (i) except as provided in paragraph (1)(v) of this subsection, a unit of the State government or instrumentality of the State funded wholly from a source other than the State; or (ii) any political subdivision, agency, person, or entity: 1. WITH RESPECT TO THE CONSTRUCTION OF AN ELEMENTARY OR A SECONDARY SCHOOL FOR WHICH LESS THAN 75% OF THE MONEY USED FOR CONSTRUCTION IS STATE MONEY; OR 2. with respect to the construction of any OTHER public

1	(ii) is paid for wholly or partly by public money.
2	(2) "Public work" does not include[,]:
$3 \\ 4 \\ 5$	(I) unless let to contract, a structure or work whose construction is performed by a public service company under order of the Public Service Commission or other public authority regardless of:
6	[(i)] 1. public supervision or direction; or
7	[(ii)] 2. payment wholly or partly from public money; OR
8	(II) AN ELEMENTARY OR A SECONDARY SCHOOL IF:
9 10	1. THE SCHOOL IS NOT IN A POLITICAL SUBDIVISION COVERED UNDER SUBSECTION (I)(1)(IV) OF THIS SECTION; AND
$\begin{array}{c} 11 \\ 12 \end{array}$	2. THE STATE PROVIDES LESS THAN 75% OF THE MONEY FOR CONSTRUCTION.
13	17–210.
$\begin{array}{c} 14\\ 15\\ 16\end{array}$	(a) Before a public body advertises for bids or proposals for a public work contract, it shall request the Commissioner to determine the prevailing wage rate for each classification of worker required to perform the public work contract.
17 18	(c) After a determination has been made, the public body shall include each prevailing wage rate for straight time and overtime:
19	(1) in any call for bids or proposals;
20	(2) in the specifications for the public work contract; and
21	(3) in the public work contract.
22	17–214.
$23 \\ 24 \\ 25$	(a) Except as provided in subsection (b) of this section, each contractor and subcontractor under a public work contract shall pay not less than the prevailing wage rate of straight time to an employee for each hour that the employee works.
$\frac{26}{27}$	(b) A contractor and subcontractor shall pay an employee the prevailing wage rate of overtime for each hour that the employee works:

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(1) in excess of 10 hours in any single calendar day;

- 1 (2) in excess of 40 hours per each workweek; or
- 2 (3) on Sunday or a legal holiday.
- 3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 4 July 1, 2014.