## **SENATE BILL 462**

P2 SB 27/06 – FIN

By: Senator Kittleman

Introduced and read first time: February 4, 2009

Assigned to: Finance

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## A BILL ENTITLED

1 AN ACT concerning

- FOR the purpose of increasing to a certain amount the percentage of State money that must be used in an elementary or 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
- 7 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 (2006 Replacement Volume and 2008 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 (2006 Replacement Volume and 2008 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 19 MARYLAND, That the Laws of Maryland read as follows:

## Article - State Finance and Procurement

21 17–201.

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- 22 (a) In this subtitle, unless the context indicates otherwise, the following 23 words have the meanings indicated.
- (i) (1) "Public body" means:

1	(i) the State;
2 3	$(ii)  \text{except as provided in paragraph } (2) \\ (i) \text{ of this subsection, a} \\ \text{unit of the State government or instrumentality of the State;}$
4	(iii) any political subdivision, agency, person, or entity:
5 6 7	1. WITH RESPECT TO THE CONSTRUCTION OF AN ELEMENTARY OR SECONDARY SCHOOL FOR WHICH 75% OR MORE OF THE MONEY USED FOR CONSTRUCTION IS STATE MONEY; OR
8 9	$ \textbf{2.} \qquad \text{with respect to the construction of any \textbf{OTHER}} \text{ public} \\ \text{work for which 50\% or more of the money used for construction is State money; and } $
l0 l1	$ (iv)  not with standing  paragraph  (2) \\ (ii)  of  this  subsection,  a \\ political  subdivision  if  its  governing  body: $
$rac{12}{13}$	1. provides by ordinance or resolution that the political subdivision is covered by this subtitle; and
l4 l5	2. gives written notice of that ordinance or resolution to the Commissioner.
<b>l</b> 6	(2) "Public body" does not include:
L7 L8	(i) a unit of the State government or instrumentality of the State funded wholly from a source other than the State; or
L9	(ii) any political subdivision, agency, person, or entity:
20 21 22	1. WITH RESPECT TO THE CONSTRUCTION OF AN ELEMENTARY OR SECONDARY SCHOOL FOR WHICH LESS THAN 75% OF THE MONEY USED FOR CONSTRUCTION IS STATE MONEY; OR
23 24	$ \textbf{2.} \qquad \text{with respect to the construction of any \textbf{OTHER} public work for which less than 50\% of the money used for construction is State money. } \\$
25 26 27	(j) (1) Subject to paragraph (2) of this subsection, "public work" means a structure or work, including a bridge, building, ditch, road, alley, waterwork, or sewage disposal plant, that:
28	(i) is constructed for public use or benefit; or
29	(ii) is paid for wholly or partly by public money.

1	(2) "Public work" does not include[,]:
2 3 4	(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:
5	[(i)] 1. public supervision or direction; or
6	[(ii)] 2. payment wholly or partly from public money; OR
7	(II) AN ELEMENTARY OR SECONDARY SCHOOL IF:
8 9	1. THE SCHOOL IS NOT IN A COUNTY COVERED UNDER SUBSECTION (I)(1)(IV) OF THIS SECTION; AND
10 11	2. THE STATE PROVIDES LESS THAN $75\%$ OF THE MONEY FOR CONSTRUCTION.
12	17–210.
13 14 15	(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.
16 17	(c) After a determination has been made, the public body shall include each prevailing wage rate for straight time and overtime:
18	(1) in any call for bids or proposals;
19	(2) in the specifications for the public work contract; and
20	(3) in the public work contract.
21	17–214.
22 23 24	(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.
25 26	(b) A contractor and subcontractor shall pay an employee the prevailing wage rate of overtime for each hour that the employee works:
27	(1) in excess of 10 hours in any single calendar day;
28	(2) in excess of 40 hours per each workweek; or
29	(3) on Sunday or a legal holiday.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 2  $\,$  July 1, 2009.