APPRENTICESHIP ON PUBLIC WORKS REQUIREMENTS 1 2 **2023 GENERAL SESSION** 3 STATE OF UTAH **Chief Sponsor: Jennifer Dailey-Provost** 4 5 Senate Sponsor: David P. Hinkins 6 7 LONG TITLE 8 **General Description:** 9 This bill enacts provisions relating to labor provided by an apprentice for a public 10 works project. 11 **Highlighted Provisions:** This bill: 12 13 ► defines terms: 14 makes technical and conforming changes; and ► 15 for certain public works projects: requires that a specified amount of labor be performed by an apprentice; 16 • 17 • establishes other requirements for a contract between a government entity and a 18 contractor relating to labor provided by an apprentice; and 19 • provides exceptions to the apprentice labor requirement under certain 20 circumstances. 21 Money Appropriated in this Bill: 22 None 23 **Other Special Clauses:** 24 None 25 **Utah Code Sections Affected:**

Representative Jennifer Dailey-Provost proposes the following substitute bill:

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26	ENACTS:
27	34-30-201 , Utah Code Annotated 1953
28	34-30-202 , Utah Code Annotated 1953
29	RENUMBERS AND AMENDS:
30	34-30-101, (Renumbered from 34-30-1, as enacted by Laws of Utah 1969, Chapter 85)
31	34-30-102, (Renumbered from 34-30-8, as enacted by Laws of Utah 1969, Chapter 85)
32	34-30-103, (Renumbered from 34-30-9, as last amended by Laws of Utah 2018,
33	Chapter 148)
34	34-30-104, (Renumbered from 34-30-13, as last amended by Laws of Utah 2016,
35	Chapter 348)
36	34-30-105, (Renumbered from 34-30-14, as last amended by Laws of Utah 2007,
37	Chapter 329)
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39	Be it enacted by the Legislature of the state of Utah:
40	Section 1. Section 34-30-101 , which is renumbered from Section 34-30-1 is
41	renumbered and amended to read:
42	Part 1. Employment on Public Works Projects
42 43	Part 1. Employment on Public Works Projects [34-30-1]. <u>34-30-101.</u> Citizens to be given preference Provision to be
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43 44	[34-30-1]. <u>34-30-101.</u> Citizens to be given preference Provision to be included in contracts.
43 44 45	[34-30-1]. <u>34-30-101</u> . Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any
43 44 45 46	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality,
43 44 45 46 47	[34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention
43 44 45 46 47 48	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens.
43 44 45 46 47 48 49	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens. (2) In each contract for the construction of public works a provision shall be inserted to
 43 44 45 46 47 48 49 50 	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens. (2) In each contract for the construction of public works a provision shall be inserted to the effect that, if the provisions of this section are not complied with, the contract shall be void.
 43 44 45 46 47 48 49 50 51 	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens. (2) In each contract for the construction of public works a provision shall be inserted to the effect that, if the provisions of this section are not complied with, the contract shall be void. Section 2. Section 34-30-102, which is renumbered from Section 34-30-8 is
 43 44 45 46 47 48 49 50 51 52 	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens. (2) In each contract for the construction of public works a provision shall be inserted to the effect that, if the provisions of this section are not complied with, the contract shall be void. Section 2. Section 34-30-102, which is renumbered from Section 34-30-8 is renumbered and amended to read:
 43 44 45 46 47 48 49 50 51 52 53 	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens. (2) In each contract for the construction of public works a provision shall be inserted to the effect that, if the provisions of this section are not complied with, the contract shall be void. Section 2. Section 34-30-102, which is renumbered from Section 34-30-8 is renumbered and amended to read: [34-30-8]. 34-30-102. Forty-hour work week Overtime at one and one-half
 43 44 45 46 47 48 49 50 51 52 53 54 	 [34-30-1]. 34-30-101. Citizens to be given preference Provision to be included in contracts. (1) In employing workmen in the construction of public works by the state or any county or municipality, or by persons contracting with the state or any county or municipality, preference shall be given citizens of the United States, or those having declared their intention of becoming citizens. (2) In each contract for the construction of public works a provision shall be inserted to the effect that, if the provisions of this section are not complied with, the contract shall be void. Section 2. Section 34-30-102, which is renumbered from Section 34-30-8 is renumbered and amended to read: [34-30-8]. 34-30-102. Forty-hour work week Overtime at one and one-half regular rate.

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57 county or municipal government.

- 58 (2) Any persons, corporation, firm, contractor, agent, manager, or foreman, who shall 59 require or contract with any person to work upon such works or undertakings longer than 40 60 hours in one week shall pay such employees at a rate not less than one and one-half times the 61 regular rate at which he is employed.
- 62 Section 3. Section **34-30-103**, which is renumbered from Section 34-30-9 is 63 renumbered and amended to read:

64 [34-30-9]. <u>34-30-103.</u> Violation of chapter -- Failure to keep or produce 65 records -- Misdemeanor.

Any officer, agent or representative of the state, or of any political subdivision, district 66 67 or municipality of it who shall violate, or omit to comply with any of the provisions of this chapter, and any contractor or subcontractor, or agent or representative thereof, doing such 68 69 public work, who shall neglect to keep, or cause to be kept, an accurate record of the names, 70 occupation and actual wages paid to each laborer, workman and mechanic employed by him or 71 her, in connection with this public work or who shall refuse to allow access to same at any 72 reasonable hour to any person authorized to inspect same under this chapter is guilty of a class 73 B misdemeanor.

74 Section 4. Section **34-30-104**, which is renumbered from Section **34-30-13** is

75 renumbered and amended to read:

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[34-30-13]. <u>34-30-104.</u> Compliance with federal requirements.

Notwithstanding any other provision in this chapter to the contrary, the governor of the
state of Utah may, in the governor's discretion, elect to suspend the provisions of this chapter in
whole or in part if it becomes necessary to do so in order to comply with requirements imposed
by the government of the United States, in order for the state of Utah to remain eligible for
participation in programs which are financed in whole or in part by the United States
government.

83 Section 5. Section 34-30-105, which is renumbered from Section 34-30-14 is
84 renumbered and amended to read:

85 [34-30-14]. <u>34-30-105.</u> Public works -- Wages.

- 86 (1) For purposes of this section:
 - (a) "Political subdivision" means a county, city, town, school district, local district,

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special service district, public corporation, institution of higher education of the state, public
agency of any political subdivision, or other entity that expends public funds for construction,
maintenance, repair or improvement of public works.

91 (b) "Public works" or "public works project" means a building, road, street, sewer,
92 storm drain, water system, irrigation system, reclamation project, or other facility owned or to
93 be contracted for by the state or a political subdivision, and that is to be paid for in whole or in
94 part with tax revenue paid by residents of the state.

(2) (a) Except as provided in Subsection (2)(b) or as required by federal or state law,
the state or any political subdivision that contracts for the construction, maintenance, repair, or
improvement of public works may not require that a contractor, subcontractor, or material
supplier or carrier engaged in the construction, maintenance, repair, or improvement of public
works pay its employees:

100 (i) a predetermined amount of wages or wage rate; or

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(ii) a type, amount, or rate of employee benefits.

(b) Subsection (2)(a) does not apply when federal law requires the payment of
prevailing or minimum wages to persons working on projects funded in whole or in part by
federal funds.

105 (3) The state or any political subdivision that contracts for the construction,

106 maintenance, repair, or improvement of public works may not require that a contractor,

107 subcontractor, or material supplier or carrier engaged in the construction, maintenance, repair

108 or improvement of public works execute or otherwise become a party to any project labor

agreement, collective bargaining agreement, prehire agreement, or any other agreement with

110 employees, their representatives, or any labor organization as a condition of bidding,

111 negotiating, being awarded, or performing work on a public works project.

112 (4) This section applies to any contract executed after May 1, 1995.

- 113 Section 6. Section **34-30-201** is enacted to read:
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Part 2. Apprenticeships

- 115 <u>**34-30-201.**</u> Definitions.
- 116 <u>As used in this part:</u>
- 117 (1) "Apprentice" means the same as that term is defined in Section 35A-6-102.
- 118 (2) "Apprenticeship utilization requirement" means a requirement related to the amount

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119	of labor performed by an apprentice.
120	(3) "Governmental entity" means:
121	(a) a political subdivision; or
122	(b) the state.
123	(4) (a) "Labor hour" means an hour of construction work performed by an individual
124	receiving an hourly wage.
125	(b) "Labor hour" includes an hour of work performed by:
126	(i) an individual employed by the contractor; or
127	(ii) an individual employed by a subcontractor.
128	(c) "Labor hour" does not include an hour of work performed by:
129	(i) a foreman;
130	(ii) a superintendent; or
131	(iii) the company owner of a general contractor or subcontractor.
132	(5) "Political subdivision" means the same as that term is defined in Section 34-30-14.
133	(6) "Public works project" means the same as that term is defined in Section 34-30-14.
134	(7) "Short-term project" means a project that is scheduled to be completed within three
135	months after the day on which work begins on the project.
136	Section 7. Section 34-30-202 is enacted to read:
137	<u>34-30-202.</u> Labor provided by an apprentice.
138	(1) Subsection (2) applies to each public works project:
139	(a) for which a governmental entity enters into a contract on or after July 1, 2023; and
140	(b) that is estimated to cost \$500,000 or more.
141	(2) Except as provided in Subsection (3), a governmental entity shall include in a
142	contract for a public works project described in Subsection (1):
143	(a) an apprenticeship utilization requirement that requires apprentices complete at least
144	<u>10% of:</u>
145	(i) the total labor hours performed by workers from each trade; and
146	(ii) the total labor hours performed by each contractor and subcontractor; and
147	(b) that each contractor and subcontractor provide to the governmental entity quarterly
148	or, if a short-term project, at completion of the short-term project, a payroll report that certifies:
149	(i) for each worker performing one or more labor hours:

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150	(A) the worker's name and trade;
151	(B) the number of hours the worker worked; and
152	(C) whether the worker is a journey-level worker or an apprentice; and
153	(ii) for the quarter or the short-term project, the percentage of the total labor hours
154	completed by the contractor's or subcontractor's apprentices:
155	(A) from each trade; and
156	(B) from all trades.
157	(3) Subsection (2)(a) does not apply to a public works project if:
158	(a) the site of the public works project is in a geographic area in which there is a lack
159	of available apprentices;
160	(b) the public works project meets the cost threshold described in Subsection (1)(b) due
161	to high material costs, but requires limited labor hours;
162	(c) the governmental entity demonstrates a good faith effort to comply with the
163	requirements described in Subsection (2)(a); or
164	(d) the governmental entity is a county of the fifth or sixth class as defined in Section
165	<u>17-50-501</u>