1 AN ACT concerning employment.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

Section 5. The Prevailing Wage Act is amended by changing Sections 5 and 5.1 and by adding Sections 3.1 and 3.2 as follows:

7 (820 ILCS 130/3.1 new)

Sec. 3.1. Employment of local laborers; report. The Department of Labor shall report annually, no later than February 1, to the General Assembly and the Governor the number of people employed on public works in the State during the preceding calendar year. This report shall include the total number of people employed and the total number of hours worked on public works both statewide and by county. Additionally, the report shall include the total number of people employed and the hours worked on public works by the 5-digit zip code, as collected on certified payroll, of the individual's residence during employment on public works. The report to the General Assembly shall be filed with the Clerk of the House of Representatives and the Secretary of the Senate in electronic form only, in the manner that the Clerk and Secretary shall direct.

- (820 ILCS 130/3.2 new) 1
- 2 Sec. 3.2. Employment of females and minorities on public
- 3 works.
- 4 (a) The Department of Labor shall study and report on the
- 5 participation of females and minorities on public works in
- 6 Illinois. The Department of Labor shall use certified payrolls
- 7 collected under Section 5.1 to obtain this information. The
- Department of Labor shall use the same categories for gender, 8
- 9 race, and ethnicity as the U.S. Census Bureau for data
- 10 collected under Section 5.
- 11 (b) No later than December 31, 2020, the Department of
- 12 Labor shall create recommendations for female and minority
- 13 participation on public works projects by county.
- 14 Department of Labor shall use its own study, data from the U.S.
- Department of Labor's goals for Davis-Bacon Act covered 15
- 16 projects, and any available data from the State or federal
- 17 governments.
- (c) The Department of Labor shall adopt rules to implement 18
- 19 this Section.
- 20 (820 ILCS 130/5) (from Ch. 48, par. 39s-5)
- 21 Sec. 5. Certified payroll.
- 22 (a) Any contractor and each subcontractor who participates
- 23 in public works shall:
- 24 (1) make and keep, for a period of not less than 3
- 25 years from the date of the last payment made before January

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period of 5 years from the date of the last payment made on or after January 1, 2014 (the effective date of Public Act 98-328) on a contract or subcontract for public works, records of all laborers, mechanics, and other workers employed by them on the project; the records shall include (i) the worker's name, (ii) the worker's address, (iii) the worker's telephone number when available, (iv) the last 4 digits of the worker's social security number, (v) the worker's gender, (vi) the worker's race, (vii) the worker's ethnicity, (viii) veteran status, (ix) the worker's classification or classifications, (x) (x) $\frac{(vi)}{(vi)}$ the worker's gross and net wages paid in each pay period, (xi) (vii) the worker's number of hours worked each day, (xii) (viii) the worker's starting and ending times of work each day, (xiii) (ix) the worker's hourly wage rate, (xiv) (x) the worker's hourly overtime wage rate, (xv) (xi) the worker's hourly fringe benefit rates, (xvi) (xii) the name and address of each fringe benefit fund, (xvii) (xiii) the plan sponsor of each fringe benefit, if applicable, and (xviii) (xiv) the plan administrator of each fringe benefit, if applicable;

1, 2014 (the effective date of Public Act 98-328) and for a

(2) no later than the 15th day of each calendar month file a certified payroll for the immediately preceding month with the public body in charge of the project <u>until</u> the Department of Labor activates the database created

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under Section 5.1 at which time certified payroll shall only be submitted to that database, except for projects done by State agencies that opt to have contractors submit certified payrolls directly to that State agency. A State agency that opts to directly receive certified payrolls must submit the required information in a specified electronic format to the Department of Labor no later than 10 days after the certified payroll was filed with the State agency. A certified payroll must be filed for only those calendar months during which construction on a public works project has occurred. The certified payroll shall consist of a complete copy of the records identified in paragraph (1) of this subsection (a), but may exclude the starting and ending times of work each day. The certified payroll shall be accompanied by a statement signed by the contractor or subcontractor or an officer, employee, or agent of the contractor or subcontractor which avers that: (i) he or she has examined the certified payroll records required to be submitted by the Act and such records are true and accurate; (ii) the hourly rate paid to each worker is not less than the general prevailing rate of hourly wages required by this Act; and (iii) the contractor or subcontractor is aware that filing a certified payroll that he or she knows to be false is a Class A misdemeanor. A general contractor is not prohibited from relying on the certification of a lower tier subcontractor, provided the

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general contractor does not knowingly rely upon subcontractor's false certification. Any contractor or subcontractor subject to this Act and any officer, employee, or agent of such contractor or subcontractor whose duty as such officer, employee, or agent it is to file such certified payroll who willfully fails to file such a certified payroll on or before the date such certified payroll is required by this paragraph to be filed and any person who willfully files a false certified payroll that is false as to any material fact is in violation of this Act and guilty of a Class A misdemeanor. The public body in charge of the project shall keep the records submitted in accordance with this paragraph (2) of subsection (a) before January 1, 2014 (the effective date of Public Act 98-328) for a period of not less than 3 years, and the records submitted in accordance with this paragraph (2) of subsection (a) on or after January 1, 2014 (the effective date of Public Act 98-328) for a period of 5 years, from the date of the last payment for work on a contract or subcontract for public works or until the Department of Labor activates the database created under Section 5.1, whichever is less. After the activation of the database created under Section 5.1, the Department of Labor rather than the public body in charge of the project shall keep the records and maintain the database. The records submitted in accordance with this paragraph (2)

this Section.

subsection (a) shall be considered public records, except
an employee's address, telephone number, and social
security number, race, ethnicity, and gender, and made
available in accordance with the Freedom of Information
Act. The public body shall accept any reasonable
submissions by the contractor that meet the requirements of

A contractor, subcontractor, or public body may retain records required under this Section in paper or electronic format.

- (b) Upon 7 business days' notice, the contractor and each subcontractor shall make available for inspection and copying at a location within this State during reasonable hours, the records identified in paragraph (1) of subsection (a) of this Section to the public body in charge of the project, its officers and agents, the Director of Labor and his deputies and agents, and to federal, State, or local law enforcement agencies and prosecutors.
- (c) A contractor or subcontractor who remits contributions to fringe benefit funds that are jointly maintained and jointly governed by one or more employers and one or more labor organizations in accordance with the federal Labor Management Relations Act shall make and keep certified payroll records that include the information required under items (i) through (viii) of paragraph (1) of subsection (a) only. However, the information required under items (ix) through (xiv) of

- 1 paragraph (1) of subsection (a) shall be required for any
- 2 contractor or subcontractor who remits contributions to a
- 3 fringe benefit fund that is not jointly maintained and jointly
- 4 governed by one or more employers and one or more labor
- 5 organizations in accordance with the federal Labor Management
- 6 Relations Act.
- 7 (d) The Department of Labor shall adopt rules to implement
- 8 this Section.
- 9 (Source: P.A. 97-571, eff. 1-1-12; 98-328, eff. 1-1-14; 98-482,
- 10 eff. 1-1-14; 98-756, eff. 7-16-14.)
- 11 (820 ILCS 130/5.1)
- 12 Sec. 5.1. Electronic database. The Subject to
- 13 appropriation, the Department shall develop and maintain an
- 14 electronic database capable of accepting and retaining
- 15 certified payrolls submitted under this Act no later than April
- 16 1, 2019. The database shall accept certified payroll forms
- 17 provided by the Department that are fillable and designed to
- 18 accept electronic signatures. The Department of Labor shall
- 19 adopt rules to implement this Section.
- 20 (Source: P.A. 98-482, eff. 1-1-14.)
- 21 Section 99. Effective date. This Act takes effect upon
- 22 becoming law.