

102ND GENERAL ASSEMBLY State of Illinois 2021 and 2022 HB5550

Introduced 1/31/2022, by Rep. Justin Slaughter

SYNOPSIS AS INTRODUCED:

820 ILCS 130/2 from Ch. 48, par. 39s-2 820 ILCS 130/3 from Ch. 48, par. 39s-3

Amends the Prevailing Wage Act. Provides that the transportation of ready-mixed concrete and the transportation of aggregate or excavated materials shall be deemed to be employment upon public works. Provides that all laborers, workers, and mechanics performing transportation of ready-mixed concrete and transportation of aggregate or excavated materials shall be deemed to be employed in actual construction work upon public works. Defines terms.

LRB102 26074 SPS 35539 b

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 2 and 3 as follows:
- 6 (820 ILCS 130/2) (from Ch. 48, par. 39s-2)
- Sec. 2. This Act applies to the wages of laborers, mechanics and other workers employed in any public works, as hereinafter defined, by any public body and to anyone under contracts for public works. This includes any maintenance, repair, assembly, or disassembly work performed on equipment whether owned, leased, or rented.
- 13 As used in this Act, unless the context indicates
 14 otherwise:
- "Public works" means all fixed works constructed or 15 16 demolished by any public body, or paid for wholly or in part out of public funds. "Public works" as defined herein includes 17 all projects financed in whole or in part with bonds, grants, 18 19 loans, or other funds made available by or through the State or any of its political subdivisions, including but not limited 20 21 to: bonds issued under the Industrial Project Revenue Bond Act 22 (Article 11, Division 74 of the Illinois Municipal Code), the Industrial Building Revenue Bond Act, the Illinois Finance 23

Authority Act, the Illinois Sports Facilities Authority Act, 1 2 or the Build Illinois Bond Act; loans or other funds made available pursuant to the Build Illinois Act; loans or other 3 funds made available pursuant to the Riverfront Development 5 Fund under Section 10-15 of the River Edge Redevelopment Zone Act; or funds from the Fund for Illinois' Future under Section 6 7 6z-47 of the State Finance Act, funds for school construction 8 under Section 5 of the General Obligation Bond Act, funds authorized under Section 3 of the School Construction Bond 9 10 Act, funds for school infrastructure under Section 6z-45 of 11 the State Finance Act, and funds for transportation purposes 12 under Section 4 of the General Obligation Bond Act. "Public 13 works" also includes (i) all projects financed in whole or in 14 part with funds from the Environmental Protection Agency under 15 the Illinois Renewable Fuels Development Program Act for which 16 there is no project labor agreement; (ii) all work performed 17 pursuant to a public private agreement under the Public Private Agreements for the Illiana Expressway Act or the 18 Public-Private Agreements for the South Suburban Airport Act; 19 20 and (iii) all projects undertaken under a public-private 21 agreement under the Public-Private Partnerships for 22 Transportation Act. "Public works" also includes all projects 23 at leased facility property used for airport purposes under Section 35 of the Local Government Facility Lease Act. "Public 24 25 works" also includes the construction of a new wind power 26 facility by a business designated as a High Impact Business

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under Section 5.5(a)(3)(E) and the construction of a new utility-scale solar power facility by a business designated as a High Impact Business under Section 5.5(a)(3)(E-5) of the Illinois Enterprise Zone Act. "Public works" also includes electric vehicle charging station projects financed pursuant to the Electric Vehicle Act and renewable energy projects required to pay the prevailing wage pursuant to the Illinois Power Agency Act. "Public works" does not include work done directly by any public utility company, whether or not done under public supervision or direction, or paid for wholly or in part out of public funds. "Public works" also includes construction projects performed by a third party contracted by any public utility, as described in subsection (a) of Section 2.1, in public rights-of-way, as defined in Section 21-201 of the Public Utilities Act, whether or not done under public supervision or direction, or paid for wholly or in part out of public funds. "Public works" also includes construction projects that exceed 15 aggregate miles of new fiber optic cable, performed by a third party contracted by any public utility, as described in subsection (b) of Section 2.1, in public rights-of-way, as defined in Section 21-201 of the Public Utilities Act, whether or not done under public supervision or direction, or paid for wholly or in part out of public funds. "Public works" also includes any corrective action performed pursuant to Title XVI of the Environmental Protection Act for which payment from the Underground Storage

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1 Tank Fund is requested. "Public works" does not include 2 projects undertaken by the owner at an owner-occupied single-family residence or at an owner-occupied unit of a 3 4 multi-family residence. "Public works" does not include work performed for soil and water conservation purposes on 5 6 agricultural lands, whether or not done under public supervision or paid for wholly or in part out of public funds, 7 8 done directly by an owner or person who has legal control of 9 those lands.

"Construction" means all work on public works involving laborers, workers or mechanics. This includes any maintenance, repair, assembly, or disassembly work performed on equipment whether owned, leased, or rented.

"Aggregate" or "excavated materials" includes, rock, gravel, sand, pebbles, dirt, soil, clay, bitumen, cultured and polymer materials, cement, concrete, asphalt, slag, grindings, and any material used as a substitute for these materials.

"Independent truck owner-operator" means an individual, partnership, or principal stockholder of a corporation, that owns or holds a vehicle under lease and that contracts that vehicle and the owner's services to an entity that provides construction services to a public works project.

"Ready-mixed concrete" means concrete that is manufactured according to a set recipe.

"Stockpile" means aggregate or excavated materials that are placed in a location for temporary storage when all or

substantially all of the aggregate or excavated material is relocated by loading and hauling it to another location for final placement.

"Transportation of aggregate or excavated materials" includes any required hauling activities, empty or loaded, on the site of or to or from a public works project or a stockpile for a public works project regardless of whether the activity is performed by the prime contractor, subcontractor, trucking broker, trucking firm, independent truck owner-operator, supplier, or employee or agent of any of these entities, and regardless of which entity or person hires or contracts with another.

"Transportation of ready-mixed concrete" means receiving the concrete at the factory or batching plant, hauling and delivery to a public works project, and the return trip to the factory or batching plant, whether or not the factory or batching plant is mobile or in a fixed location, regardless of whether the activity is performed by the prime contractor, subcontractor, trucking broker, trucking firm, independent truck owner-operator, supplier, or employee or agent of any of these entities, and regardless of which entity or person hires or contracts with another.

"Locality" means the county where the physical work upon public works is performed, except (1) that if there is not available in the county a sufficient number of competent skilled laborers, workers and mechanics to construct the

public works efficiently and properly, "locality" includes any other county nearest the one in which the work or construction is to be performed and from which such persons may be obtained in sufficient numbers to perform the work and (2) that, with respect to contracts for highway work with the Department of Transportation of this State, "locality" may at the discretion of the Secretary of the Department of Transportation be construed to include two or more adjacent counties from which workers may be accessible for work on such construction.

"Public body" means the State or any officer, board or commission of the State or any political subdivision or department thereof, or any institution supported in whole or in part by public funds, and includes every county, city, town, village, township, school district, irrigation, utility, reclamation improvement or other district and every other political subdivision, district or municipality of the state whether such political subdivision, municipality or district operates under a special charter or not.

"Labor organization" means an organization that is the exclusive representative of an employer's employees recognized or certified pursuant to the National Labor Relations Act.

The terms "general prevailing rate of hourly wages", "general prevailing rate of wages" or "prevailing rate of wages" when used in this Act mean:

(1) the hourly cash wages plus annualized fringe benefits for training and apprenticeship programs approved

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by the U.S. Department of Labor, Bureau of Apprenticeship and Training, health and welfare, insurance, vacations and pensions paid generally, in the locality in which the work is being performed, to employees engaged in work of a similar character on public works; and

(2) for those, such as an independent truck owner-operator, who own and operate a truck and are engaged in the transportation of ready-mixed concrete or transportation of aggregate or excavated materials, the general prevailing rate of wages shall, in addition, include the equipment rate established by the Department of Transportation associated with the nature of the equipment operated and the rental rate paid for truck hire by those who own or operate a truck, whichever is applicable.

16 (Source: P.A. 102-9, eff. 1-1-22; 102-444, eff. 8-20-21; 102-673, eff. 11-30-21; revised 12-9-21.)

(820 ILCS 130/3) (from Ch. 48, par. 39s-3)

Sec. 3. Not less than the general prevailing rate of hourly wages for work of a similar character on public works in the locality in which the work is performed, and not less than the general prevailing rate of hourly wages for legal holiday and overtime work, shall be paid to all laborers, workers and mechanics employed by or on behalf of any public body engaged in the construction or demolition of public works. This

includes any maintenance, repair, assembly, or disassembly 1 2 work performed on equipment whether owned, leased, or rented. All Only such laborers, workers, and mechanics as are directly 3 employed by contractors or subcontractors in 4 5 construction work on the site of the building or construction 6 job shall be deemed to be employed upon public works. All 7 laborers, workers, and mechanics performing transportation of 8 ready-mixed concrete and transportation of aggregate or 9 excavated materials shall be deemed to be employed in actual 10 construction work upon public works. Laborers, and laborers, 11 workers, and mechanics otherwise engaged in the transportation 12 of materials and equipment to or from the site, but not including the transportation by the sellers and suppliers or 13 the manufacture or processing of materials or equipment, in 14 15 the execution of any contract or contracts for public works 16 with any public body shall not be deemed to be employed upon 17 public works. The wage for a tradesman performing maintenance is equivalent to that of a tradesman engaged in construction 18 19 or demolition.

20 (Source: P.A. 95-341, eff. 8-21-07; 96-186, eff. 1-1-10.)