103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

SB1592

Introduced 2/8/2023, by Sen. Linda Holmes

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 regardless of location, all laborers, workers, and mechanics who produce aggregate material that is incorporated, directly or indirectly, into public works or who process aggregate material into concrete, cement, or asphalt that is incorporated, directly or indirectly, into public works shall be deemed to be employed upon public works. Defines "aggregate materials" as rock, gravel, sand, pebbles, dirt, soil, clay, bitumen, cultured polymer, cement, concrete, asphalt, and like materials or any other material over which the State or its agencies or political subdivisions exercise engineering specification authority.

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SBIDAS

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.

As used in this Act, unless the context indicates 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

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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 4 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 works" also includes (i) all projects financed in whole or in 13 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 19 Public-Private Agreements for the South Suburban Airport Act; 20 (iii) all projects undertaken under a public-private agreement under the Public-Private Partnerships for Transportation Act; 21 22 and (iv) all transportation facilities undertaken under a 23 design-build contract or a Construction Manager/General 24 Contractor contract under the Innovations for Transportation 25 Infrastructure Act. "Public works" also includes all projects 26 at leased facility property used for airport purposes under

Section 35 of the Local Government Facility Lease Act. "Public 1 2 works" also includes the construction of a new wind power 3 facility by a business designated as a High Impact Business under Section 5.5(a)(3)(E) and the construction of a new 4 5 utility-scale solar power facility by a business designated as a High Impact Business under Section 5.5(a)(3)(E-5) of the 6 7 Illinois Enterprise Zone Act. "Public works" also includes 8 electric vehicle charging station projects financed pursuant 9 to the Electric Vehicle Act and renewable energy projects 10 required to pay the prevailing wage pursuant to the Illinois Power Agency Act. "Public works" does not include work done 11 12 directly by any public utility company, whether or not done under public supervision or direction, or paid for wholly or 13 in part out of public funds. "Public works" also includes 14 15 construction projects performed by a third party contracted by 16 any public utility, as described in subsection (a) of Section 17 2.1, in public rights-of-way, as defined in Section 21-201 of the Public Utilities Act, whether or not done under public 18 supervision or direction, or paid for wholly or in part out of 19 20 public funds. "Public works" also includes construction projects that exceed 15 aggregate miles of new fiber optic 21 22 cable, performed by a third party contracted by any public 23 utility, as described in subsection (b) of Section 2.1, in public rights-of-way, as defined in Section 21-201 of the 24 25 Public Utilities Act, whether or not done under public 26 supervision or direction, or paid for wholly or in part out of

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public funds. "Public works" also includes any corrective 1 2 action performed pursuant to Title XVI of the Environmental Protection Act for which payment from the Underground Storage 3 Tank Fund is requested. "Public works" does not include 4 5 projects undertaken by the owner at an owner-occupied single-family residence or at an owner-occupied unit of a 6 7 multi-family residence. "Public works" does not include work 8 performed for soil and water conservation purposes on 9 agricultural lands, whether or not done under public 10 supervision or paid for wholly or in part out of public funds, 11 done directly by an owner or person who has legal control of 12 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.

17 "Locality" means the county where the physical work upon public works is performed, except (1) that if there is not 18 19 available in the county a sufficient number of competent 20 skilled laborers, workers and mechanics to construct the public works efficiently and properly, "locality" includes any 21 22 other county nearest the one in which the work or construction 23 is to be performed and from which such persons may be obtained in sufficient numbers to perform the work and (2) that, with 24 25 respect to contracts for highway work with the Department of Transportation of this State, "locality" may at the discretion 26

1 of the Secretary of the Department of Transportation be 2 construed to include two or more adjacent counties from which 3 workers may be accessible for work on such construction.

"Public body" means the State or any officer, board or 4 5 commission of the State or any political subdivision or department thereof, or any institution supported in whole or 6 in part by public funds, and includes every county, city, 7 8 town, village, township, school district, irrigation, utility, 9 reclamation improvement or other district and every other 10 political subdivision, district or municipality of the state 11 whether such political subdivision, municipality or district 12 operates under a special charter or not.

13 "Labor organization" means an organization that is the 14 exclusive representative of an employer's employees recognized 15 or certified pursuant to the National Labor Relations Act.

16 <u>"Aggregate material" means rock, gravel, sand, pebbles,</u> 17 <u>dirt, soil, clay, bitumen, cultured polymer, cement, concrete,</u> 18 <u>asphalt, and like materials or any other material over which</u> 19 <u>the State or its agencies or political subdivisions exercise</u> 20 <u>engineering specification authority.</u>

The terms "general prevailing rate of hourly wages", "general prevailing rate of wages" or "prevailing rate of wages" when used in this Act mean the hourly cash wages plus annualized fringe benefits for training and apprenticeship programs approved 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.

4 (Source: P.A. 102-9, eff. 1-1-22; 102-444, eff. 8-20-21;
5 102-673, eff. 11-30-21; 102-813, eff. 5-13-22; 102-1094, eff.
6 6-15-22.)

7 (820 ILCS 130/3) (from Ch. 48, par. 39s-3)

8 Sec. 3. Not less than the general prevailing rate of 9 hourly wages for work of a similar character on public works in 10 the locality in which the work is performed, and not less than 11 the general prevailing rate of hourly wages for legal holiday and overtime work, shall be paid to all laborers, workers, and 12 mechanics employed by or on behalf of any public body engaged 13 in the construction or demolition of public works. This 14 15 includes any maintenance, repair, assembly, or disassembly 16 work performed on equipment whether owned, leased, or rented. Only such laborers, workers, and mechanics as are directly 17 18 employed by contractors or subcontractors in actual 19 construction work on the site of the building or construction 20 job, and, regardless of location, all laborers, workers, and 21 mechanics who produce aggregate material that is incorporated, 22 directly or indirectly, into public works or who process 23 aggregate material into concrete, cement, or asphalt that is 24 incorporated, directly or indirectly, into public works, and 25 laborers, workers, and mechanics engaged in the transportation

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1 of materials and equipment to or from the site, but not 2 including the transportation by the sellers and suppliers or 3 the manufacture or processing of materials, excluding 4 aggregate materials, or equipment, in the execution of any 5 contract or contracts for public works with any public body 6 shall be deemed to be employed upon public works. The wage for 7 a tradesman performing maintenance is equivalent to that of a tradesman engaged in construction or demolition. 8

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