SENATE, No. 2414

STATE OF NEW JERSEY

219th LEGISLATURE

INTRODUCED MAY 7, 2020

Sponsored by:

Senator TROY SINGLETON

District 7 (Burlington)

Senator FRED H. MADDEN, JR.

District 4 (Camden and Gloucester)

Co-Sponsored by:

Senators Oroho and Pou

SYNOPSIS

Requires certain bidders for prevailing wage public work to provide proof that prevailing wage will be paid.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 6/3/2021)

1 **AN ACT** concerning certain contracts for public work and amending 2 and supplementing P.L.1963, c.150.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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1. (New section) If a person makes the lowest bid for a contract with a public body for public work subject to the provisions of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.) and that bid is ten percent or more lower than the next lowest bid for the contract, the person making the lowest bid shall provide proof to the satisfaction of the public body that the prevailing wage rates required by that act shall be paid. If the bidder does not provide the proof, the bid shall be rejected.

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- 2. Section 3 of P.L.1963, c.150 (C.34:11-56.27) is amended to read as follows:
- 3. <u>a.</u> Every contract in excess of the prevailing wage contract threshold amount for any public work to which any public body is a party or for public work to be done on property or premises owned by a public body or leased or to be leased by a public body shall contain a [provision] certification stating the prevailing wage rate which can be paid (as shall be designated by the commissioner) to the workers employed in the performance of the contract and [the contract shall contain a stipulation that I such workers shall be paid not less than such prevailing wage rate. Such [contract] certification shall also contain a provision that in the event it is found that any worker, employed by the contractor or any subcontractor covered by said contract, has been paid a rate of wages less than the prevailing wage required to be paid by such contract, the public body, the lessee to whom the public body is leasing a property or premises or the lessor from whom the public body is leasing or will be leasing a property or premises may terminate the contractor's or subcontractor's right to proceed with the work, or such part of the work as to which there has been a failure to pay required wages and to prosecute the work to completion or otherwise. The contractor and his sureties shall be liable for any excess costs occasioned thereby to the public body, any lessee to whom the public body is leasing a property or premises or any lessor from whom the public body is
- leasing or will be leasing a property or premises.

 b. The Commissioner of Labor and Workforce Development, in consultation with the Division of Local Government Services, shall promulgate rules and regulations concerning the standardization of the certification necessary to effectuate the provisions of P.L., c. (C.) (pending before the Legislature as this bill).
- 46 (cf: P.L.2007, c.68, s.2)

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

S2414 SINGLETON, MADDEN

1	3.	This act shall take effect immediately.
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4		STATEMENT
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This bill provides that if a person makes the lowest bid for a contract with a public body for public work subject to the provisions of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.) and that bid is ten percent or more lower than the next lowest bid for the contract, the person making the lowest bid shall provide proof to the satisfaction of the public body that the prevailing wage rates required by that act shall be paid. The bill requires the bid to be rejected if the bidder does not provide that proof.

The bill requires the Commissioner of Labor and Workforce Development, in consultation with the Division of Local Government Services, to adopt and promulgate rules and regulations concerning a prevailing wage certification to be included in certain contracts for public work.