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, 11, and 11a as follows:
- 6 (820 ILCS 130/5) (from Ch. 48, par. 39s-5)
- 7 Sec. 5. Certified payroll.

10

11

12

13

14

15

16

17

18

19

20

21

22

23

- 8 (a) Any contractor and each subcontractor who participates 9 in public works shall:
 - (1) make and keep, for a period of not less than 3 years from the date of the last payment made before the effective date of this amendatory Act of the 98th General Assembly and for a period of 10 years from the date of the last payment made on or after the effective date of this amendatory Act of the 98th General Assembly 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 each worker's name, address, telephone number when available, social security number, classification or classifications, the hourly wages paid in each pay period, the number of hours worked each day, and the starting and ending times of work each day; and

24

25

26

1

(2) no later than the tenth day of each calendar month file a certified payroll for the immediately preceding month with the public body in charge of the project. 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 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 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

17

18

19

20

21

22

23

24

25

26

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 quilty 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 the effective date of this amendatory Act of the 98th General Assembly 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 the effective date of this amendatory Act of the 98th General Assembly for a period of 10 years, from the date of the last payment for work on a contract or subcontract for public works. The records submitted in accordance with this paragraph (2) of subsection (a) shall be considered public records, except an employee's address, telephone number, social security number, and made available accordance with the Freedom of Information Act. The public body shall accept any reasonable submissions by the contractor that meet the requirements of this Section.

(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

- 1 Section to the public body in charge of the project, its
- officers and agents, the Director of Labor and his deputies and
- 3 agents, and to federal, State, or local law enforcement
- 4 agencies and prosecutors.
- 5 (Source: P.A. 97-571, eff. 1-1-12.)
- 6 (820 ILCS 130/11) (from Ch. 48, par. 39s-11)

7 Sec. 11. No public works project shall be instituted unless 8 the provisions of this Act have been complied with. The 9 provisions of this Act shall not be applicable to Federal 10 construction projects which require a prevailing 11 determination by the United States Secretary of Labor. The 12 Illinois Department of Labor represented by the Attorney General is empowered to sue for injunctive relief against the 1.3 14 awarding of any contract or the continuation of work under any 15 contract for public works at a time when the prevailing wage 16 prerequisites have not been met. Any contract for public works awarded at a time when the prevailing wage prerequisites had 17 not been met shall be void as against public policy and the 18 19 contractor is prohibited from recovering any damages for the 20 voiding of the contract or pursuant to the terms of the contract. The contractor is limited to a claim for amounts 21 22 actually paid for labor and materials supplied to the public body. Where objections to a determination of the prevailing 23 24 rate of wages or a court action relative thereto is pending, 25 the public body shall not continue work on the project unless correct.

1

2

3

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

sufficient funds are available to pay increased wages if such are finally determined or unless the Department of Labor certifies such determination of the prevailing rate of wages as

Any laborer, worker or mechanic employed by the contractor or by any sub-contractor under him who is paid for his services in a sum less than the stipulated rates for work done under such contract, shall have a right of action for whatever difference there may be between the amount so paid, and the rates provided by the contract together with costs and such reasonable attorney's fees as shall be allowed by the court. Such contractor or subcontractor shall also be liable to the Department of Labor for 20% of such underpayments and shall be additionally liable to the laborer, worker or mechanic for punitive damages in the amount of 2% of the amount of any such penalty to the State for underpayments for each month following the date of payment during which such underpayments remain Where a second or subsequent action to recover unpaid. underpayments is brought against a contractor or subcontractor and the contractor or subcontractor is found liable underpayments to any laborer, worker, or mechanic, the contractor or subcontractor shall also be liable to the Department of Labor for 50% of the underpayments payable as a result of the second or subsequent action, and shall be additionally liable for 5% of the amount of any such penalty to the State for underpayments for each month following the date

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

of payment during which the underpayments remain unpaid. The Department shall also have a right of action on behalf of any individual who has a right of action under this Section. An action brought to recover same shall be deemed to be a suit for wages, and any and all judgments entered therein shall have the same force and effect as other judgments for wages. The action shall be brought within 10 years from the date of the failure to pay the wages or compensation. At the request of any laborer, workman or mechanic employed by the contractor or by any subcontractor under him who is paid less than the prevailing wage rate required by this Act, the Department of Labor may take an assignment of such wage claim in trust for the assigning laborer, workman or mechanic and may bring any legal action necessary to collect such claim, contractor or subcontractor shall be required to pay the costs incurred in collecting such claim.

(820 ILCS 130/11a) (from Ch. 48, par. 39s-11a)

(Source: P.A. 94-488, eff. 1-1-06.)

Sec. 11a. The Director of the Department of Labor shall publish in the Illinois Register no less often than once each calendar quarter a list of contractors or subcontractors found to have disregarded their obligations to employees under this Act. The Department of Labor shall determine the contractors or subcontractors who, before the effective date of this amendatory Act of the 98th General Assembly on 2 separate

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

A contractor or subcontractor convicted or found guilty under Section 5 or 6 of this Act shall be subject to an

- automatic and immediate debarment, thereafter prohibited from 1
- 2 participating in any public works project for 4 years, with no
- right to a hearing. 3
- (Source: P.A. 97-571, eff. 1-1-12.) 4