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A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION
41-701, R.C.M. 1947, TO LIMIT TO A COUNTY THE AREA IN WHICH
A STANDARD PREVAILING RATE OF WAGES MAY BE DETERMINED."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 41-701, R.C.M. 1947, is amended to read as follows:

"41-701. Preference of Montana labor in public works

-- wage scale -- not to conflict with federal statutes. In
all contracts hereafter let for state, county, municipal,
school, heavy highway or municipal construction, services,
repair and maintenance work under any of the laws of this
state there shall be inserted in each of said contracts a
provision by which the contractor must give preference to
the employment of bona fide Montana residents in the
performance of said work, and that the said contractor must
further pay the standard prevailing rate of wages including
fringe benefits for health and welfare and pension
contributions, and travel allowance provisions in effect and
applicable to the county or-locality in which the work is
being performed. "Standard prevailing rate of wages
including fringe benefits for health and welfare and pension

contributions, and travel allowance provisions, applicable 2 to the county or--locality in which the work is being 3 performed, means those wages including fringe benefits for health and welfare and pension contributions, and travel allowance provisions which are paid in the county or tocatity by other local contractors for work of a similar 7 character performed in that county or--locality by each craft, classification or type of worker needed to complete a 9 contract under this act. When work of a similar character is 10 not being performed in the county or-locality, the standard 11 prevailing rate of wages including fringe benefits for 12 health and welfare and pension contributions, and travel 13 allowance provisions shall be those rates established by 14 collective bargaining agreements or other contracts of 15 employment in effect in the county or--locality for each 16 craft, classification or type of worker needed to complete 17 the contract. No contract shall be let to any person, firm, 18 association or corporation refusing to execute an agreement with the above-mentioned provisions in it; provided that, in 19 20 contracts involving the expenditure of federal aid funds 21 this act shall not be enforced in such a manner as to 22 conflict with or be contrary to the federal statutes prescribing a labor preference to honorably discharged 23 24 soldiers, sailors and marines, and prohibiting as unlawful 25 any other preference or discrimination among citizens of the

SB264

United States. All public works contracts under this act 1 2 shall be approved in writing by the legal adviser of the contracting state, county, municipal corporation, school 3 district. assessment district or special improvement 5 district body or officer prior to execution by the contracting public officer or officers. Whenever the 7 employer is not signatory party to a collective bargaining 8 agreement, those moneys designated as negotiated fringe 9 benefits shall be paid to the employee as wages.

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- (1) The Montana commissioner of labor may determine the standard prevailing rate of wages in the county or locality in which the contract is to be performed. The commissioner shall undertake to keep and maintain copies of collective bargaining agreements, other contracts of employment, and other information from which rates and jurisdictional—areas applicable to public works contracts under this act may be ascertained.
- performing work or providing services under public works contracts as provided in this act shall post in a prominent and accessible site on the project or work area, not later than the first day of work, a legible statement of all wages to be paid to the employees employed on such site or work area.
- 25 (3) Any contractor, subcontractor or employer who

shall pay workers or employees at less than the standard 1 prevailing wage as established under the public works contract shall forfeit to the contracting agency the sum of 3 twenty-five dollars (\$25) a day for each worker so 5 under paid. Whenever it shall appear to the contracting 5 agency or to the Montana commissioner of labor that there are insufficient monies due to the contractor or the 7 8 employer under the terms of the contract to cover such penalties, the Montana commissioner of labor may within 9 ninety (90) days after the filing of notice of completion of 10 11 the project and its acceptance by the contracting agency. maintain an action in district court to recover all such 12 13 penalties and forfeitures due. Nothing in this section shall prevent the individual worker who has been underpaid 14 from maintaining an action for recovery of the wages due 15 16 under the contract as provided in chapter 13 of this Title. (4) The provisions of this act do not apply in those 17

(5) In no instances where this act is applicable shall the standard prevailing rate of wage be determined to be greater than the applicable rate of wage in the area county for the particular work in question as negotiated under existing and current collective bargaining agreements <u>Ωr</u> other contracts of employment.\*

instances where the standard prevailing rate of wages is

determined pursuant to federal law.

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On motion, reconsider adverse committee report.

INTRODUCED BY

A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION 4 5 41-701. Receme 1947. TO LIMIT TO A COUNTY THE AREA IN WHICH A STANDARD PREVAILING RATE OF WAGES MAY BE DETERMINED.\*\*

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Section 1. Section 41-701, R.C.M. 1947, is amended to read as follows:

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contributions, and travel allowance provisions, applicable to the county or-locality in which the work is being performed, means those wages including fringe benefits for health and welfare and pension contributions, and travel allowance provisions which are paid in the county or locality by other local contractors for work of a similar 7 character performed in that county or--locality by each craft, classification or type of worker needed to complete a contract under this act. When work of a similar character is 10 not being performed in the county or-locality, the standard 11 prevailing rate of wages including fringe benefits for 12 health and welfare and pension contributions, and travel 13 allowance provisions shall be those rates established by 14 collective bargaining agreements or other contracts of 15 employment in effect in the county or -- locality for each 16 craft, classification or type of worker needed to complete 17 the contract. No contract shall be let to any person, firm, 18 association or corporation refusing to execute an agreement 19 with the above-mentioned provisions in it; provided that, in 20 contracts involving the expenditure of federal aid funds 21 this act shall not be enforced in such a manner as to 22 conflict with or be contrary to the federal statutes 23 prescribing a labor preference to honorably discharged soldiers, sailors and marines, and prohibiting as unlawful 24 25 any other preference or discrimination among citizens of the

United States. All public works contracts under this act shall be approved in writing by the legal adviser of the contracting state, county, municipal corporation, school district, assessment district or special improvement district body or officer prior to execution by the contracting public officer or officers. Whenever the employer is not signatory party to a collective bargaining agreement, those moneys designated as negotiated fringe benefits shall be paid to the employee as wages.

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- (1) The Montana commissioner of labor may determine the standard prevailing rate of wages in the county or locality in which the contract is to be performed. The commissioner shall undertake to keep and maintain copies of collective bargaining agreements, other contracts of employment, and other information from which rates and jurisdictional—areas applicable to public works contracts under this act may be ascertained.
- (2) Contractors, subcontractors, and employers who are performing work or providing services under public works contracts as provided in this act shall post in a prominent and accessible site on the project or work area, not later than the first day of work, a legible statement of all wages to be paid to the employees employed on such site or work area.
- (3) Any contractor, subcontractor or employer who

shall pay workers or employees at less than the standard prevailing wage as established under the public works contract shall forfeit to the contracting agency the sum of twenty-five dollars (\$25) a day for each worker so Whenever it shall appear to the contracting agency or to the Montana commissioner of labor that there are insufficient monies due to the contractor or the employer under the terms of the contract to cover such penalties, the Montana commissioner of labor may within ninety (90) days after the filing of notice of completion of the project and its acceptance by the contracting agency. maintain an action in district court to recover all such penalties and forfeitures due. Nothing in this section shall prevent the individual worker who has been underpaid from maintaining an action for recovery of the wages due under the contract as provided in chapter 13 of this Title. 

(4) The provisions of this act do not apply in those instances where the standard prevailing rate of wages is determined pursuant to federal law.
(5) In no instances where this act is applicable shall

(5) In no instances where this act is applicable shall the standard prevailing rate of wage be determined to be greater than the applicable rate of wage in the area county for the particular work in question as negotiated under existing and current collective bargaining agreements of other contracts of employment.\*

=End-

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Reconsider Committee of the Whole recommendation to Indefinitely Postpone.

1 SENATE BILL NO. 264

2 INTRODUCED BY DOVER, THIESSEN, STORY, GRAHAM, GALT

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A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION

- 41-701, R.C.M. 1947, TO LIMIT TO A COUNTY OR LOCALITY THE 5
- AREA IN WHICH A STANDARD PREVAILING RATE OF WAGES MAY BE
- 7 DETERMINED AND ENFORCED."

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- 13 -- wage scale -- not to conflict with federal statutes. In
- all contracts hereafter let for state, county, municipal, 14
- school, heavy highway or municipal construction, services, 15
- repair and maintenance work under any of the laws of this 16
- 18 provision by which the contractor must give preference to

state there shall be inserted in each of said contracts a

- the amployment of bona fide Montana residents in the 19
- performance of said work, and that the said contractor must
- 21 further pay the A standard prevailing rate of wages
- including fringe benefits for health and welfare and pension
- 23 contributions, and travel allowance provisions in effect and
- applicable to the county or-locality OR LOCALITY in which 24
- the work is being performed. "Standard prevailing rate of 25

1 wages including fringe benefits for health and welfare and 2 pension contributions, and travel allowance provisions. 3 applicable to the county or locality OR LOCALITY in which the work is being performed; means those wages including fringe benefits for health and welfare and pension contributions, and travel allowance provisions which are 6 paid in the county or-locality OR LOCALITY by other local 7 contractors for work of a similar character performed in that county or locality OR LOCALITY by each craft. 9 classification or type of worker needed to complete a 10 contract under this act. When work of a similar character is 11 12 not being performed in the county or-locality OR LDCALITY. 13 the standard prevailing rate of wages including fringe benefits for health and welfare and pension contributions. 14 15 and travel allowance provisions shall be those rates 16 established by collective bargaining agreements or other 17 contracts of employment in effect in the county or-locality 18 OR LOCALITY for each craft, classification or type of worker 19 needed to complete the contract. No contract shall be let to 20 any person, firm, association or corporation refusing to 21 execute an agreement with the above-mentioned provisions in 22 it; provided that, in contracts involving the expenditure of 23 federal aid funds this act shall not be enforced in such a 24 manner as to conflict with or be contrary to the federal 25 statutes prescribing a labor preference to honorably

discharged soldiers, sailors and marines, and prohibiting as unlawful any other preference or discrimination among citizens of the United States. All public works contracts under this act shall be approved in writing by the legal adviser of the contracting state, county, municipal corporation, school district, assessment district or special improvement district body or officer prior to execution by the contracting public officer or officers. Whenever the employer is not signatory party to a collective bargaining agreement, those moneys designated as negotiated fringe benefits shall be paid to the employee as wages.

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- (2) Contractors, subcontractors, and employers who are performing work or providing services under public works contracts as provided in this act shall post in a prominent and accessible site on the project or work area, not later than the first day of work, a legible statement of all wages to be paid to the employees employed on such site or work

1 area.

- 2 (3) Any contractor, subcontractor or employer who 3 shall pay workers or employees at less than the standard prevailing wage as established under the public works contract shall forfeit to the contracting agency the sum of twenty-five dollars (\$25) a day for each worker so underpaid. Whenever it shall appear to the contracting agency or to the Montana commissioner of labor that there 9 are insufficient monies due to the contractor or the 10 employer under the terms of the contract to cover such 11 penalties, the Montana commissioner of labor may within ninety (90) days after the filing of notice of completion of 12 13 the project and its acceptance by the contracting agency, 14 maintain an action in district court to recover all such 15 penalties and forfeitures due. Nothing in this section 16 shall prevent the individual worker who has been underpaid from maintaining an action for recovery of the wages due 17 under the contract as provided in chapter 13 of this Title. 18 19 (4) UPON RECEIPT OF WRITTEN COMPLAINT OF POSSIBLE 20 VIOLATION OF THIS ACT THE DEPARTMENT OF LABOR AND INDUSTRY 21 SHALL:
- 22 (A) INVESTIGATE THE COMPLAINT UNDER PROVISION OF
  23 CHAPTER 13. TITLE 41. R.C.N. 1947 DURING LIFE OF THE
  24 CONTRACT: AND
- 25 (6) SHALL ENDEAVOR TO BRING ABOUT COMPLIANCE PRIOR TO

| 1  | PURSUING LEGAL ACTION AS PROVIDED IN TITLE 41+ CHAPTER 13+  |
|----|---|
| 2  | ReCeme_1947:_AND  |
| 3  | (C) SUBMIT PAYROLL RECORDS TO CONTRACTING AGENCY UPON       |
| 4  | REQUEST OF THE DEPARTMENT OF LABOR AND INDUSTRY.            |
| 5  | (4)15) The provisions of this act do not apply in           |
| 6  | those instances where the standard prevailing rate of wages |
| 7  | is determined pursuant to federal law.                      |
| 8  | (5)(6) In no instances where this act is applicable         |
| 9  | shall the standard prevailing rate of wage be determined to |
| 10 | be greater than the applicable rate of wage in the area     |
| 11 | county OR LOCALITY for the particular work in question as   |
| 12 | negotiated under existing and current collective bargaining |
| 13 | agreements or other contracts of employment."               |

-End-

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45th Legislature S9 0264/02 SB 0264/02

1 SENATE BILL NO. 264

DETERMINED AND ENFORCED."

2 INTRODUCED BY DOVER. THIESSEN. STORY, GRAHAM. GALT

3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND SECTION 5 41-701, R.C.M. 1947, TO LIMIT TO A COUNTY OR LOCALITY THE 6 AREA IN WHICH A STANDARD PREVAILING RATE OF WAGES MAY BE

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SB 0264/02

| 1  | PURSUING LEGAL ACTION AS PROVIDED IN TITLE 41. CHAPTER 13.  |
|----|---|
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|    |   |

-End-