P.L. 2021, CHAPTER 301, approved November 8, 2021 Assembly, No. 4869 (Second Reprint)

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) ¹a. ¹ 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 ²[provide proof to the satisfaction of] certify to ² the public body that the prevailing wage rates required by that act shall be paid. If the bidder does not provide the ²[proof] certification prior to award of the contract², the ²[bid shall be rejected] public body shall award the contract to the next lowest responsible and responsive bidder. This certification shall be required only when a public body is engaging in competitive bidding for public work².

²[¹b. Proof in accordance with subsection a. of this section may include, but shall not be limited to, employment contracts or agreements with workers stating the rate of wages that the person contracts or agrees to pay the employees or workers for the contract, documentation of the costs of supplies required to complete the contract, documentation as to the number of employees or workers whose services will be engaged for the contract, the estimated number of hours or days to complete the project, and any additional documentation as may be permitted by the Commissioner of Labor and Workforce Development.¹]

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b. The Commissioner of Labor and Workforce Development, in consultation with the Division of Local Government Services in the Department of Community Affairs, shall promulgate rules and regulations concerning the standardization of the certification necessary to effectuate the provisions of this section.²

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- 2. Section 3 of P.L.1963, c.150 (C.34:11-56.27) is amended to 35 read as follows: 36
- 3. a. Every contract in excess of the prevailing wage contract 37 38 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 39

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

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹Assembly ALA committee amendments adopted December 14, 2020.

²Assembly floor amendments adopted June 21, 2021.

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1 a public body or leased or to be leased by a public body shall contain a [provision] ²[certification] provision² stating the prevailing wage 2 3 rate which can be paid (as shall be designated by the commissioner) to 4 the workers employed in the performance of the contract and [the 5 contract shall contain a stipulation that **1** ²the contract shall contain a stipulation that² such workers shall be paid not less than such 6 prevailing wage rate. Such [contract] ²[certification] contract² shall 7 also contain a provision that in the event it is found that any worker, 8 9 employed by the contractor or any subcontractor covered by said 10 contract, has been paid a rate of wages less than the prevailing wage 11 required to be paid by such contract, the public body, the lessee to 12 whom the public body is leasing a property or premises or the lessor 13 from whom the public body is leasing or will be leasing a property or 14 premises may terminate the contractor's or subcontractor's right to 15 proceed with the work, or such part of the work as to which there has 16 been a failure to pay required wages and to prosecute the work to 17 completion or otherwise. The contractor and his sureties shall be liable 18 for any excess costs occasioned thereby to the public body, any lessee 19 to whom the public body is leasing a property or premises or any 20 lessor from whom the public body is leasing or will be leasing a 21 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 ²[certification] contractual language² necessary to effectuate the provisions of ²[P.L., c. (C.) (pending before the Legislature as this bill)] this section².

28 (cf: P.L.2007, c.68, s.2) 29

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3. This act shall take effect ²[immediately] 180 days from the date of enactment, except that the Commissioner of Labor and Workforce Development make take any anticipatory action in advance thereof as may be necessary for the implementation of this act².

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