## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

## No. 2192 Session of 2015

INTRODUCED BY D. COSTA, MILLARD, READSHAW, KOTIK, HELM, HEFFLEY, PASHINSKI, CONKLIN, RAVENSTAHL, DEASY, DUNBAR, GIBBONS, BURNS, GOODMAN, A. HARRIS, MCNEILL AND PETRARCA, JUNE 21, 2016

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, JUNE 21, 2016

## AN ACT

- 1 Providing for private construction employee verification; and imposing a civil penalty.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. Short title.
- 6 This act shall be known and may be cited as the Private
- 7 Construction Employee Verification Act.
- 8 Section 2. Definitions.
- 9 The following words and phrases when used in this act shall
- 10 have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise.
- "Building permit." A permit issued by a municipality under
- 13 section 502 of the act of November 10, 1999 (P.L.491, No.45),
- 14 known as the Pennsylvania Construction Code Act.
- 15 "Contract." An agreement between a contractor or
- 16 subcontractor and owner for the performance of new construction,
- 17 remodeling or renovation, including all agreements for labor,

- 1 services and materials to be furnished under the agreement.
- 2 "Contractor." A person who is licensed to own or operate a
- 3 new construction, remodeling or renovation business or
- 4 undertakes, offers to undertake or agrees to perform any
- 5 alteration.
- 6 "Employee." An individual who is employed by a contractor or
- 7 subcontractor.
- 8 "EVP." The E-Verify Program operated by the Department of
- 9 Homeland Security that electronically verifies the employment
- 10 eligibility of employees.
- "Municipality." A city, borough, incorporated town, township
- 12 or home rule municipality.
- "Owner." An owner of a private residence or business.
- "Private residence." A single family dwelling or a
- 15 multifamily dwelling consisting of no more than two units or a
- 16 single unit, including a condominium and a townhome.
- "Subcontractor." A person who has contracted with a new
- 18 construction, remodeling or renovation business to provide
- 19 services to a customer of the new construction, remodeling or
- 20 renovation business.
- 21 Section 3. Private construction employee verification.
- 22 (a) Duties. -- A contractor or subcontractor who performs new
- 23 construction, remodeling or renovation under a contract, the
- 24 value of which is in excess of \$25,000, shall:
- 25 (1) Provide a municipality with evidence that the
- 26 contractor's or subcontractor's employees have been subject
- 27 to the EVP. EVP evidence shall be a precondition of being
- granted a building permit.
- 29 (2) Participate in the EVP and, subject to the
- 30 requirements of Federal law governing the use of the EVP, use

- 1 the EVP to verify the employment eligibility of each new
- 2 employee.
- 3 (3) Provide the municipality with the EVP evidence of an
- 4 employee who is hired after the issuance of a building
- 5 permit.
- 6 (b) Revocation of permit. -- Failure to provide the
- 7 municipality with the EVP evidence of employees hired after the
- 8 issuance of a building permit shall result in the revocation of
- 9 the permit.
- 10 Section 4. Violations.
- 11 A contractor or subcontractor who violates section 3(a) shall
- 12 be subject to a civil penalty not greater than \$350 for each
- 13 violation levied by the municipality.
- 14 Section 5. Protection from retaliation.
- 15 It shall be unlawful for a contractor or subcontractor to
- 16 discharge, threaten or otherwise retaliate or discriminate
- 17 against an employee regarding compensation or other terms of
- 18 employment because the employee:
- 19 (1) participates in an investigation held by a
- 20 municipality to determine compliance with this act; or
- 21 (2) reports or makes a complaint regarding the violation
- of this act to a Federal, State or local agency.
- 23 Section 6. Nonapplicability.
- This act shall not apply to work performed without
- 25 compensation and without a contract on an owner's private
- 26 residence by the owner or other uncompensated party.
- 27 Section 7. Effective date.
- This act shall take effect in 60 days.