THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 666 Session of 2013

INTRODUCED BY MARSICO, DUNBAR, CUTLER, METCALFE, AUMENT, PICKETT, GRELL, F. KELLER, HICKERNELL, STEVENSON, BLOOM, KAUFFMAN, M. K. KELLER, SAYLOR, LAWRENCE, TALLMAN, HESS, GINGRICH, MOUL, MILNE, EVERETT, ROCK AND DENLINGER, FEBRUARY 12, 2013

REFERRED TO COMMITEE ON LABOR AND INDUSTRY, FEBRUARY 12, 2013

AN ACT

1 2 3 4 5 6 7 8	Amending the act of August 15, 1961 (P.L.987, No.442), entitled "An act relating to public works contracts; providing for prevailing wages; imposing duties upon the Secretary of Labor and Industry; providing remedies, penalties and repealing existing laws," further providing for definitions; providing for referendum for prevailing wage rates, for subsequent public referenda and for election interference prohibited; and making related repeals.
9	The General Assembly of the Commonwealth of Pennsylvania
10	hereby enacts as follows:
11	Section 1. The definition of "public body" in section 2 of
12	the act of August 15, 1961 (P.L.987, No.442), known as the
13	Pennsylvania Prevailing Wage Act, is amended and the section is
14	amended by adding definitions to read:
15	Section 2. DefinitionsAs used in this act
16	* * *
17	(4) "Public body" means the Commonwealth of Pennsylvania,
18	any of its political subdivisions, <u>excluding a school district</u>
19	or an authority, agency or instrumentality established by one or

1	more school districts unless it satisfies section 13.1 or 13.2,
2	any authority created by the General Assembly of the
3	Commonwealth of Pennsylvania and any instrumentality or agency
4	of the Commonwealth of Pennsylvania.
5	* * *
6	(11) "County Board" means a county board of elections.
7	(12) "County" means a county-level municipality within this
8	Commonwealth, regardless of classification. The term includes a
9	county which has adopted a home rule charter or optional plan of
10	government under the provisions of 53 Pa.C.S. Pt. III Subpt. E
11	(relating to home rule and optional plan government).
12	(13) "School district" means a school district of the first
13	class, first class A, second class, third class or fourth class,
14	including an independent school district.
15	Section 2. The act is amended by adding sections to read:
16	Section 13.1. Referendum for Prevailing Wage Rates(a) To
	Section 13.1. Referendum for Prevailing Wage Rates(a) To opt back in to the payment of minimum prevailing wage rates for
16	
16 17	opt back in to the payment of minimum prevailing wage rates for
16 17 18	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority,
16 17 18 19	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school
16 17 18 19 20	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this
16 17 18 19 20 21	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum
16 17 18 19 20 21 22	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum question in subsection (b) to be submitted to the electorate in
16 17 18 19 20 21 22 23	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum question in subsection (b) to be submitted to the electorate in each county at the general election in 2015 to determine whether
16 17 18 19 20 21 22 23 24	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum guestion in subsection (b) to be submitted to the electorate in each county at the general election in 2015 to determine whether the voters in each county favor the payment of minimum
16 17 18 19 20 21 22 23 24 25	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum question in subsection (b) to be submitted to the electorate in each county at the general election in 2015 to determine whether the voters in each county favor the payment of minimum prevailing wage rates on public works projects situated in that
16 17 18 19 20 21 22 23 24 25 26	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum question in subsection (b) to be submitted to the electorate in each county at the general election in 2015 to determine whether the voters in each county favor the payment of minimum prevailing wage rates on public works projects situated in that county and undertaken by a school district or an authority,
16 17 18 19 20 21 22 23 24 25 26 27	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum question in subsection (b) to be submitted to the electorate in each county at the general election in 2015 to determine whether the voters in each county favor the payment of minimum prevailing wage rates on public works projects situated in that county and undertaken by a school district or an authority, agency or instrumentality established by one or more school
16 17 18 19 20 21 22 23 24 25 26 27 28	opt back in to the payment of minimum prevailing wage rates for public works projects by a school district or an authority, agency or instrumentality established by one or more school districts that is otherwise exempt from the requirements of this act, the county election officials shall cause the referendum question in subsection (b) to be submitted to the electorate in each county at the general election in 2015 to determine whether the voters in each county favor the payment of minimum prevailing wage rates on public works projects situated in that county and undertaken by a school district or an authority, agency or instrumentality established by one or more school districts in that county as provided for under this act.

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1 the following:

2	Do you favor any and all public works projects undertaken in
3	(insert county name) County by any school district and any
4	authority, agency or instrumentality established by one or
5	more school districts be constructed in accordance with the
6	prevailing minimum wage rates for workmen employed on those
7	projects as set forth in Pennsylvania's Prevailing Wage Act?
8	(c) No later than thirty days after the effective date of
9	this section, the Department of State shall notify the election
10	officials of each county that a referendum question shall be
11	scheduled for the general election in 2015. The Secretary of the
12	Commonwealth shall certify the referendum question required
13	under this section to the county boards of elections no later
14	than ninety days prior to the November 2015 election. The
15	referendum shall be conducted in accordance with the act of June
16	3, 1937 (P.L.1333, No.320), known as the "Pennsylvania Election
17	<u>Code."</u>
18	(d) The Department of State shall draft a nonlegal
19	interpretative statement which shall accompany the referendum
20	question in each county in accordance with section 201.1 of the
21	"Pennsylvania Election Code." The nonlegal interpretative
22	statement shall be posted at each election site in the county
23	and inform the voters of:
24	(1) The reason for the referendum.
25	(2) The consequence of the referendum being disapproved by
26	
	the electorate.
27	the electorate. (3) The consequence of the referendum being approved by the
27 28	
	(3) The consequence of the referendum being approved by the
28	(3) The consequence of the referendum being approved by the electorate.

1	(5) The definition of prevailing minimum wage rates and an
2	explanation of how, when and by whom the rates are established
3	for the relevant county.
4	(6) The definition of public works.
5	(e) County election officials shall certify the results of
6	the county's referendum required under this section to the
7	Secretary of the Commonwealth in accordance with Article XIV of
8	the "Pennsylvania Election Code." The Department of State shall
9	notify the school district and the department of the results of
10	the required referendum as soon as is practicable.
11	(f) Approval of the county referendum required under this
12	section shall be by majority vote of the electors voting on the
13	question in the county. Where the referendum question under this
14	subsection is approved, then beginning January 1 immediately
15	following the date of the approval of the referendum required
16	under subsection (a) and until the time that a subsequent
17	referendum is disapproved by the county electorate in accordance
18	with section 13.2, a public works project situated in that
19	county commenced by a school district or an authority, agency or
20	instrumentality established by one or more school districts
21	after the approval of the referendum shall be constructed in
22	compliance with the provisions of this act including paying
23	minimum prevailing wage rates. Public works projects by a school
24	district or an authority, agency or instrumentality established
25	by one or more school districts in which a design or
26	construction contract has been executed before January 1
27	following the approval of the referendum shall continue to be
28	exempt from the requirements of this act.
29	(g) If the referendum question is not approved by a majority
30	vote of the electors voting on the question in a county, then a

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1	school district or authority, agency or instrumentality
2	established by one or more school districts shall not be
3	required to comply with a provision of this act including the
4	payment of minimum prevailing wage rates for public works
5	projects commenced after the effective date of this section, and
6	a school district or authority, agency or instrumentality
7	established by one or more school districts in the county shall
8	remain exempt from this section's requirements until the time
9	that a subsequent referendum is approved and effective under
10	section 13.2. Nothing in this subsection shall be construed to
11	prohibit a school district from initiating new construction
12	projects.
13	(h) In instances where a school district is located in more
14	than one county, the referendum result shall apply solely to the
15	public works projects constructed by a school district in the
16	geographic territory of the county where the public works
17	project is located. The referendum results in one county shall
18	not apply to public works projects constructed in a different
19	county by a school district whose geographic territory is split
20	by county boundaries.
21	<u>Section 13.2. Subsequent Public Referenda(a) In a</u>
22	county, a subsequent public referendum may be held at the
23	general election in November of odd-numbered years, but not more
24	than once every ten years, to determine the will of the county
25	electors with respect to the payment of minimum prevailing wage
26	rates on public works projects constructed by a school district
27	or an authority, agency or instrumentality established by one or
28	more school districts within the geographic limits of the county
29	under the provisions of this act. The first subsequent public
30	referendum may be conducted no earlier than the November 2025

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1 <u>election.</u>

2	(b) The county board of elections shall cause a subsequent
3	referendum question on paying minimum prevailing wage rates for
4	public works projects constructed by a school district or an
5	authority, agency or instrumentality established by one or more
6	school districts to be placed on the ballot whenever a majority
7	of the governing bodies of the school districts in that county
8	adopts, by a majority vote, a resolution urging the county board
9	of elections to place the subsequent referendum question on the
10	ballot. A governing board of a school district adopting a
11	resolution shall cause a certified copy of the resolution to be
12	promptly submitted to the county board of elections in which a
13	school district is situated no earlier than twelve months, but
14	no later than one hundred eighty days prior to the November
15	election in which it seeks the referendum question to be
16	authorized. If a school district is located in more than one
17	county, the governing body shall deliver a certified copy to the
18	county board of elections for each county where the school
19	district is located.
20	(c) The form of the referendum question to be submitted to
21	the electors of the county at a subsequent referendum shall be
22	the following:
23	Do you favor any and all public works projects undertaken in
24	(insert county name) County by any school districts and any
25	authority, agency or instrumentality established by one or
26	more school districts be constructed in accordance with the
27	prevailing minimum wage rates for workmen employed on those
28	projects as set forth in Pennsylvania's Prevailing Wage Act?
29	(d) The election officials of each county shall, in
30	consultation with the school districts adopting the resolution,

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1	draft a nonlegal interpretative statement which shall accompany
2	the referendum question in accordance with the act of June 3,
3	1937 (P.L.1333, No.320), known as the "Pennsylvania Election
4	Code." The nonlegal interpretative statement shall inform the
5	voters of:
6	(1) The reason for the referendum.
7	(2) The consequence of the referendum being disapproved by
8	the electorate.
9	(3) The consequence of the referendum being approved by the
10	<u>electorate.</u>
11	(4) The type of public work projects impacted by the
12	referendum.
13	(5) The definition of prevailing minimum wage rates and an
14	explanation of how, when and by whom the rates are established
15	for the relevant county.
16	(6) The definition of public works.
17	(e) The election officials of a county shall certify the
18	results of a subsequent referendum required under this section
19	to the Department of State in accordance with Article XIV of the
20	"Pennsylvania Election Code." The Department of State shall
21	notify the school district and the department of the results of
22	the subsequent public referendum as soon as practicable.
23	(f) Approval of a subsequent county referendum shall be by
24	majority vote of the electors voting on the question in the
25	county. If the referendum question is approved, then beginning
26	January 1 immediately following the date of the approval of a
27	subsequent county referendum permitted under subsection (a) and
28	until the time that a subsequent referendum is disapproved by
29	the county electorate, a public works project situated in that
30	county commenced by a school district or an authority, agency or
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1	instrumentality established by one or more school districts
2	shall be constructed in compliance with the provisions of this
3	act including paying minimum prevailing wage rates. Public works
4	projects by a school district or an authority, agency or
5	instrumentality established by one or more school districts in
6	which a design or construction contract has been executed before
7	January 1 following the subsequent referendum approval shall
8	continue to be exempt from the requirements of this act.
9	(g) If a subsequent referendum question is not approved by a
10	majority vote of the electors voting on the question in a
11	county, then beginning January 1 immediately following the date
12	of the disapproval of the subsequent referendum permitted under
13	subsection (a), a school district or authority, agency or
14	instrumentality established by one or more school districts
15	shall not be required to comply with a provision of this act
16	including the payment of minimum prevailing wage rates for a
17	public works project commenced in the county and until the time
18	that a subsequent referendum is approved and effective under
19	this section. Nothing in this subsection shall be construed to
20	prohibit a school district from commencing new public works
21	projects constructed in a different county by a school district
22	whose territory is split by county boundaries.
23	Section 13.3. Election Interference Prohibited(a) Public
24	funds shall not be used to urge an elector to vote for or
25	<u>against a referendum or a subsequent referendum or be</u>
26	appropriated for political or campaign purposes.
27	(b) Nothing in this section shall be construed to prohibit
28	the use of public funds for dissemination of factual information
29	relative to a referendum or a subsequent referendum on an
30	election ballot.

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1	(c) As used in this subsection, the term "public funds"
2	means funds appropriated by the General Assembly or by a
3	political subdivision.
4	Section 3. Repeals are as follows:
5	(1) The General Assembly declares that the repeal under
6	paragraph (2) is necessary to effectuate this act.
7	(2) Section 752 of the act of March 10, 1949 (P.L.30,
8	No.14), known as the Public School Code of 1949, is repealed.
9	Section 4. This act shall take effect in 60 days.