WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1961

ENROLLED

HOUSE BILL No. 2.5.5...

(By Mr. Singleton & Sechert)

PASSED March 113 1961

In Effect Ninety Days from Passage

Filed in Office of the Secretary of State of West Virginia <u>MAR 17 1951</u> JOE F. EURDETT SECRETARY OF STATE

ENROLLED House Bill No. 255

(By MR. SPEAKER, MR. SINGLETON, and MR. SEIBERT)

[Passed March 11, 1961; in effect ninety days from passage.]

AN ACT to repeal article five-a, chapter twenty-one of the code of West Virginia, one thousand nine hundred thirty-one, as amended, and to enact in lieu thereof a new article, designated article five-a, relating to wages for construction of public improvements.

Be it enacted by the Legislature of West Virginia:

That article five-a, chapter twenty-one of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be repealed, and a new article, designated article five-a, be enacted in lieu thereof, to read as follows:

Article 5-a. Wages for Construction of Public Improvements.

Section 1. Definitions.—(1) The term "Public Au-2 thority," as used in this article, shall mean any officer, 3 board or commission or other agency of the state of West 4 Virginia, or any political subdivision thereof, authorized

5 by law to enter into a contract for the construction of a
6 public improvement, including any institution supported
7 in whole or in part by public funds of the state of West
8 Virginia or its political subdivisions, and this article shall
9 apply to expenditures of such institutions made in whole
10 or in part from such public funds.

(2) The term "Construction," as used in this article,
shall mean any construction, reconstruction, improvement, enlargement, painting, decorating, or repair of any
public improvement let to contract. The term construction shall not be construed to include temporary or emergency repairs.

(3) The term "Locality" means the county where the 17 18 construction is to be performed, except that if there is not available in the county a sufficient number of competent 19 20 skilled laborers, workmen and mechanics to perform such 21 construction efficiently and properly, and may include one or more counties in this state adjacent to the one in 22 23 which the construction is to be performed and from which such skilled laborers, workmen and mechanics may be 24 25 obtained in sufficient numbers to perform the construc-

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tion. With respect to construction of public improvements with the state road commission, "locality" may be construed to include one or more counties in this state adjacent to the one in which the construction or public improvement is to be performed and from which skilled laborers, workmen and mechanics may be accessible for work on such construction on public improvements.

(4) The term "Public Improvement," as used in this
article, shall include all buildings, roads, highways,
bridges, streets, alleys, sewers, ditches, sewage disposal
plants, waterworks, airports, and all other structures upon
which construction may be let to contract by the state of
West Virginia or any political subdivision thereof.

(5) The term "Construction Industry," as used in this 39 40 article, shall mean that industry which is composed of employees and employers engaged in construction of 41 42 buildings, roads, highways, bridges, streets, alleys, sew-43 ers, ditches, sewage disposal plants, waterworks, airports, and all other structures or works whether private or pub-44 lic on which construction work as defined in subsection 45 46 (two) of this section is performed.

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47 (6) The term "Board" shall mean the minimum wage48 board as constituted in this article.

49 (7) The term "Employee", for the purposes of this
50 article shall not be construed to include such persons as
51 are employed or hired by the public authority on a regular
52 or temporary basis or engaged in making temporary or
53 emergency repairs.

Sec. 2. Policy Declared.—It is hereby declared to be the policy of the state of West Virginia that a wage of no less than the prevailing hourly rate of wages for work of a similar character in the locality in this state in which the construction is performed, shall be paid to all workmen employed by or on behalf of any public authority engaged in the construction of public improvements.

Sec. 3. Fair Minimum Rate of Wages; Determination.— 2 Any public authority authorized to let to contract the 3 construction of a public improvement, shall, before ad-4 vertising for bids for the construction thereof, ascertain 5 from the state commissioner of labor, the fair minimum 6 rate of wages, including fair minimum overtime and holi-7 day pay, to be paid by the successful bidder to the laborers,

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8 workmen or mechanics in the various branches or classes of the construction to be performed; and such schedule of 9 10 wages shall be attached to and made a part of the specifications for the construction and shall be printed on the 11 12 bidding blanks when approved by the commissioner of labor where the construction is to be performed by con-13 tract. The "fair minimum rate of wages," for the intents 14 15 and purposes of this article, shall be the rate of wages paid 16 in the locality in this state as hereinbefore defined to the majority of workmen, laborers or mechanics in the same 17 18 trade or occupation in the construction industry. The 19 commissioner of labor or a member of his department designated by him shall assemble the data as to fair mini-20 21 mum wage rates and shall file wage rates. Rates shall be 22 established and filed as hereinafter provided on January 23 one of each year. These rates shall prevail as the mini-24 mum wage rate on all public improvements on which bids 25 are asked during the year beginning with the date when such new rates are filed and until the new rates are filed, 26 27 the rates for the preceding year shall remain in effect: Provided, however, That such rates shall not remain in 28

29 effect for a period longer than fifteen months from the30 date they are published, but, this provision shall not affect

31 construction of a public improvement then underway.

Sec. 4. Minimum Wage Rate Board; Appointment; 2 Duties; Secretary.—A minimum wage rate board shall consist of five members to be appointed by the governor 3 4 with the advice and consent of the state senate to serve 5 at the will and pleasure of the governor. The governor, 6 in making his appointments, shall name one representa-7 tive from the state road commission, one from organized 8 labor in the building and construction trades, one from 9 the highway and heavy contractors, one from the build-10 ing contractors and one from a municipality in this state. The term of each member shall be for a period of four · 11 12 years.

13 The members of the board shall serve without compen-14 sation.

15 The wage rate board shall annually elect a chairman 16 from its membership, and shall sit at the call of the chair-17 man to hear and decide appeals from determinations of 18 the commissioner of labor of fair minimum wages; the

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19 wage rate board shall be empowered to establish rules20 for the conduct of its proceedings.

The commissioner of labor shall designate an employee of the department of labor to be the permanent secretary to the minimum wage rate board who shall maintain a record of all proceedings of the board. The commissioner is empowered to employ any clerical or other employees necessary to carry out the functions of the board.

Sec. 5. Prevailing Wages Established at Regular Inter-2 vals—How Determined—Hearings on Objections—Judicial 3 Review. (1) The department of labor, from time to time, 4 shall investigate and determine the prevailing hourly 5 rate of wages in the localities in this state. Determinations thereof shall be made annually on January one of each 6 year and shall remain in effect during the successive year: 7 8 Provided, however, That such rates shall not remain in effect for a period longer than fifteen months from the 9 10 date they are published.

In determining such prevailing rates, the department
of labor may ascertain and consider the applicable wage
rates established by collective bargaining agreements, if

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14 any, and such rates as are paid generally within the15 locality in this state where the construction of the public16 improvement is to be performed.

17 (2) A copy of the determination so made, certified by
18 the secretary of the board shall be filed immediately
19 with the secretary of state and with the department of
20 labor. Copies shall be supplied to all persons requesting
21 same within ten days after such filing.

(3) At any time within fifteen days after the certified copies of the determination have been filed with the secretary of state and the department of labor, any person who may be affected thereby may object in writing to the determination or such part thereof as he deems objectionable by filing a written notice with the department of labor stating the specific grounds of the objection.

(4) Within ten days of the receipt of the objection, the
department of labor shall set a date for a hearing on the
objection. The date for the hearing shall be within thirty
days after the receipt of the objection. Written notice of
the time and place of the hearing shall be given to the
objectors at least ten days prior to the date set for the

35 hearing and at a time so as to enable the objectors to be36 present.

37 (5) The department of labor at its discretion may hear 38 such written objection separately or consolidate for hear-39 ing any two or more written objections. At the hearing 40 the department of labor shall introduce into evidence 41 the results of the investigation it instituted and such other 42 facts which were considered at the time of the original 43 determination of the fair minimum prevailing hourly 44 rate including the sources which formed the basis for its 45 determination. The department of labor or any objectors thereafter may introduce such further evidence as may be 46 47 material to the issues.

(6) Within ten days of the conclusion of the hearing,
the department must rule on the written objections and
make such final determination as shall be established by
a preponderance of the evidence. Immediately upon such
final determination, the department of labor shall file a
certified copy of its final determination with the secretary
of state and with the department of labor and shall serve

55 a copy of the final determination on all parties to the 56 proceedings by personal service or by registered mail.

57 (7) Any person affected by the final determination of the department of labor, whether or not such person par-58 59 ticipated in the proceedings resulting in such final determination, may appeal to the board from the final de-60 61 termination of the department of labor within ten days from the filing of the copy of the final determination 62 63 with the secretary of state. The board shall hear the ap-64 peal within twenty days from the receipt of notice of appeal. The hearing by the board shall be held in Charles-65 ton. The hearing by the board shall be upon the record 66 67 compiled in the hearing before the department of labor 68 and the board shall have the authority to affirm, reverse, 69 amend, or remand for further evidence, the final determination of the department of labor. The board shall 70 render its decision within ten days after the conclusion of 71 72 its hearing.

(8) Any party to the proceeding before the board or
any person affected thereby may within thirty days after
receipt of the notice of its decision, appeal the board's

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decision to the circuit court of the county wherever the 76 77 construction of a public improvement is to be performed which shall consider the case on the record made before 78 79 the commissioner of labor and before the board. The 80 decision of such circuit court may be appealed to the su-81 preme court of appeals of West Virginia by any party 82 to the proceedings or by any person affected thereby in 83 the manner provided by law for appeals in civil actions. 84 (9) Pending the decision on appeal, the rates for the preceding year shall remain in effect. 85

Sec. 6. Contract to Contain Provisions Relative to Rate 2 of Wages to Be Paid.-In all cases where any public authority has ascertained a fair minimum rate or rates of 3 wages as herein provided, and construction of a public 4 5 improvement is let to contract, the contract executed between the public authority and the successful bidder shall 6 contain a provision requiring the successful bidder and all 7 his subcontractors to pay a rate or rates of wages which 8 9 shall not be less than the fair minimum rate or rates of wages as provided by this article. 10

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Sec. 7. Wage Rates to Be Kept Posted.—A clearly legible 2 statement of all fair minimum wage rates to be paid the 3 several classes of skilled laborers, workmen and me-4 chanics employed on the construction on the public im-5 provement shall be kept posted in a prominent and easily 6 accessible place at the site thereof by each contractor and 7 subcontractor subject to the provisions of this article.

Sec. 8. Wage Record of Contractor.—The contractor and 2 each subcontractor or the officer of the public authority in charge of the construction of a public improvement 3 4 shall keep an accurate record showing the names and oc-5 cupation of all such skilled laborers, workmen and me-6 chanics employed by them, in connection with the construction on the public improvement and showing also the 7 8 actual wages paid to each of the skilled laborers, workmen 9 and mechanics, which record shall be open at all reasonable hours to the inspection of the department of labor 10 11 and the public authority which let the contract, its officers 12 and agents. It shall not be necessary to preserve such 13 record for a period longer than three years after the ter-14 mination of the contract.

Sec. 9. Penalties for Violation of Act.—(A) Any con-2 tractor or subcontractor who wilfully and knowingly 3 violates any provision of this article shall be fined not 4 less than fifty nor more than two hundred and fifty 5 dollars.

6 (B) Any skilled laborer, workman or mechanic who is en-7 gaged in construction on a public improvement let to contract, who is paid less than the posted fair minimum rate of 8 wages applicable thereto, may recover from such contrac-9 10 tor or subcontractor the difference between the same and 11 the posted fair minimum rate of wages, and in addition thereto, a penalty equal in amount to such difference, and 12 13 reasonable attorneys fees. The venue of said action shall be in the county where the work is performed: Provided, 14 15 however, That an honest mistake or error shall not be 16 construed as a basis for recovery under this subsection. 17 (C) Where skilled laborers, workmen and mechanics are employed in construction on a public improvement 18 and their posted rate of wages has been determined as 19 provided by this article, it shall be unlawful for any per-20 son, for himself or another, to request, demand or receive, 21

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22 either before or after such skilled laborers, workmen and mechanics are employed in construction on a public im-23 provement, that they or any one of them to pay over money 24 25 or other thing of value or pay back, return, donate, con-26 tribute or give any part or all of their said wages, or thing 27 of value, to any person, upon the statement, representa-28 tion or understanding that failure to comply with such 29 request or demand will prevent them or any one of them from procuring or retaining employment; and any person 30 31 who directly or indirectly aids, requests or authorizes any other person to violate any of the provisions of this 32 section shall be guilty of a misdemeanor and fined not less 33 than fifty dollars and not more than two hunhred fifty 34 35 dollars.

Sec. 10. Existing Contracts.—This article shall apply
only to contracts for construction on public improvements
let after the effective date of this article, and to construction on public improvements for which there has been
determined the fair minimum wage rates as provided in
this article, and such determination has not been appealed
from as may be provided by this atricle.

Sec. 11. Provisions of Act Severable.—Each section of
this article and every part thereof is hereby declared to
be an independent section or part of a section, and if any
section, subsection, sentence, clause or phrase of this article shall for any reason be held unconstitutional, the
validity of the remaining phrases, clauses, sentences, subsections, and sections of this article shall not be affected
thereby.

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The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originated in the House.

Takes effect nucly days fum passage.

Clerk of the Senate

Clerk of the House of Delegates

Howard WG. President of the Senate Speaker House of Delegates

The within approved this the 114

March , 1961. day of.....

Governor

1 Filed in Office of the Secretary of State MAR 17 1961 of West Virginia JOE F. BURDETT SECRETARY OF STATE