

## **HOUSE BILL No. 1269**

DIGEST OF HB 1269 (Updated January 20, 2022 10:02 am - DI 141)

Citations Affected: IC 5-30; IC 5-32.

Synopsis: Public works projects. Provides that a contractor that employs 10 or more employees on a design-build public works project must provide its employees access to a training program applicable to the tasks to be performed in the normal course of the employee's employment with the contractor on the public project. Provides that a tier 1 or tier 2 contractor that employs 50 or more journeymen must participate in an apprenticeship or training program that meets certain standards. Requires design-builders and any member of a team working on a design-build public works project to comply with certain statutes. Provides that a public agency awarding a contract for a construction manager as constructor project may not take certain actions based on a bidder's, offeror's, or contractor's entering into, refusing to enter into, adhering to, or refusing to adhere to an agreement with a labor organization.

Effective: July 1, 2022.

## Torr, Carbaugh

January 10, 2022, read first time and referred to Committee on Employment, Labor and Pensions.

January 20, 2022, amended, reported — Do Pass.



Second Regular Session of the 122nd General Assembly (2022)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2021 Regular Session of the General Assembly.

## **HOUSE BILL No. 1269**

A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 5-30-5-3, AS ADDED BY P.L.74-2005, SECTION
2	1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1,
3	2022]: Sec. 3. (a) A potential design-builder responding to the request
4	for qualifications under section 2 of this chapter must submit a verified
5	statement of qualifications setting forth the qualifications of the
6	potential design-builder and team members, if applicable, and provide
7	the other information required by the request for qualifications.
8	(b) The verified statement of qualifications required under this
9	section must include the following:
10	(1) A listing of all prime contractors and architectural and
11	engineering firms that participate financially as part of the team.
12	(2) A statement that:
13	(A) the design-builder or the team members have completed
14	or demonstrated the experience, competency, capability, and
15	capacity to complete projects of similar size, scope, or
16	complexity; and
17	(B) proposed key personnel have sufficient experience and



1	training to competently manage and complete the design and
2	construction of the project.
3	(3) A statement that the design-builder or team members have the
4	licenses, registrations, and credentials required to design and
5	construct the project, including information on the revocation or
6	suspension of a license, credential, or registration.
7	(4) A statement that the design-builder has the capacity to obtain
8	all required payment and performance bonding, liability
9	insurance, and errors and omissions insurance.
10	(5) The experience modifier rate, the United States Occupational
11	Safety and Health Administration total recordable case incident
12	rate (TCIR) and days away, restricted or transferred case incident
13	rate (DART) for the design-builder and each design build team,
14	and the average United States Occupational Safety and Health
15	Administration TCIR and DART rates for the industrial
16	classification of the design-builder and each design-build team.
17	(6) A statement that the design-builder or the employees of the
18	team performing construction services, including the employees
19	of all subcontractors, have completed or are enrolled in an
20	apprenticeship program certified by the United States Department
21	of Labor Bureau of Apprenticeship and Training. comply with
22	IC 5-30-8-9, if applicable.
23	(7) Information regarding any prior serious, repeat, willful, or
24	criminal violation of the federal Occupational Safety and Health
25	Act of 1970 and any equivalent violation under a state plan
26	authorized under Section 18 of the federal act that has become a
27	final order.
28	(8) Information concerning the debarment, disqualification, or
29	removal of the design-builder or a team member from a federal,
30	state, or local government public works project.
31	(9) Information concerning the bankruptcy or receivership of the
32	design-builder or a team member.
33	SECTION 2. IC 5-30-8-9 IS ADDED TO THE INDIANA CODE
34	AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
35	1, 2022]: Sec. 9. (a) The definitions set forth in IC 5-16-13-4 apply
36	throughout this section.
37	(b) This section applies after June 30, 2022, only to a contractor
38	that employs ten (10) or more employees.
39	(c) A contractor must provide access to a training program
40	applicable to the tasks to be performed in the normal course of the
41	employee's employment with the contractor.

(d) A contractor may comply with this section through any of



42

1	the following:
2	(1) An apprenticeship program.
3	(2) A program offered by Ivy Tech Community College of
4	Indiana.
5	(3) A program offered by Vincennes University.
6	(4) A program established by or for the contractor.
7	(5) A program offered by an entity sponsored by the United
8	States Department of Labor, Bureau of Apprenticeship and
9	Training.
10	(6) A program that results in the award of an industry
11	recognized portable certification.
12	(7) A program approved by the United States Department of
13	Transportation, Federal Highway Administration.
14	(8) A program approved by the Indiana department of
15	transportation.
16	(e) This subsection applies after June 30, 2022, to a tier 1 or tier
17	2 contractor that employs fifty (50) or more journeymen. The
18	contractor shall participate in an apprenticeship or training
19	program that meets the standards established by or has been
20	approved by any of the following:
21	(1) The United States Department of Labor, Bureau of
22	Apprenticeship and Training.
23	(2) The department of labor.
24	(3) The United States Department of Transportation, Federal
25	Highway Administration.
26	(4) The Indiana department of transportation.
27	SECTION 3. IC 5-30-8-10 IS ADDED TO THE INDIANA CODE
28	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
29	1, 2022]: Sec. 10. The following apply to a design-builder and any
30	member of a team on a public project:
31	(1) IC 22-5-1.7.
32	(2) A design-builder and any member of a team may not pay
33	cash to any individual employed for any work done by the
34	individual on a public project.
35	(3) A design-builder and any member of a team must be in
36	compliance with the federal Fair Labor Standards Act of
37	1938, as amended (29 U.S.C. 201-209) and IC 22-2-2-1
38	through IC 22-2-2-8.
39	(4) A design-builder and any member of a team must be in
40	compliance with IC 22-3-5-1 and IC 22-3-7-34.
41	(5) A design-builder and any member of a team must be in
42	compliance with IC 22-4-1 through IC 22-4-39.5.



1	(6) A design-builder and any member of a team must be in
2	compliance with IC 4-13-18-1 through IC 4-13-18-7.
3	SECTION 4. IC 5-32-1-5 IS ADDED TO THE INDIANA CODE
4	AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
5	1, 2022]: Sec. 5. (a) A public agency awarding a CMc contract for
6	a project may not in the bid specifications, project agreements, or
7	other contract documents do any of the following:
8	(1) Require a bidder, offeror, or contractor in any contractor
9	tier to enter into or adhere to an agreement with a labor
10	organization relating to the project or any public works
11	project.
12	(2) Prohibit a bidder, offeror, or contractor in any contractor
13	tier from entering into or adhering to an agreement with a
14	labor organization relating to the project or any public works
15	project.
16	(3) Discriminate against a bidder, offeror, or contractor in
17	any contractor tier for any of the following:
18	(A) Becoming or remaining a signatory to an agreement
19	with a labor organization relating to the project or any
20	public works project.
21	(B) Refusing to become or remain a signatory to an
22	agreement with a labor organization relating to the project
23	or any public works project.
24	(C) Adhering or refusing to adhere to an agreement with
25	a labor organization relating to the project or any public
26	works project.
27	(b) A public agency may not award a grant, tax abatement, or
28	tax credit that is conditioned upon a requirement that the person
29	awarded the grant, tax abatement, or tax credit include a term
30	described in subsection (a) in a CMc contract for the project that
31	is the subject of the grant, tax abatement, or tax credit.
32	(c) This section does not do any of the following:
33	(1) Prohibit a public agency from awarding a CMc contract,
34	grant, tax abatement, or tax credit to a bidder, offeror, or
35	contractor in any contractor tier who enters into or who is a
36	party to an agreement with a labor organization, if both of the
37	following apply:
38	(A) Being or becoming a party or adhering to an
39	agreement with a labor organization is not a condition for
40	award of the CMc contract, grant, tax abatement, or tax
41	credit.

(B) The public agency does not discriminate against a



42

1	bidder, offeror, or contractor in the awarding of the CMc
2	contract, grant, tax abatement, or tax credit based upon
3	the bidder's, offeror's, or contractor's status as being or
4	becoming, or the willingness or refusal to become, a party
5	to an agreement with a labor organization.
6	(2) Prohibit a contractor in any contractor tier from
7	voluntarily entering into or complying with an agreement
8	entered into with a labor organization in regard to a CMc
9	contract with a public agency or funded in whole or in part
10	from a grant, tax abatement, or tax credit from a public
11	agency.
12	(3) Prohibit employers or other parties from entering into
13	agreements or engaging in any other activity protected by the
14	federal National Labor Relations Act (29 U.S.C. 151 et seq.).
15	(4) Interfere with the labor relations of parties that are not
16	regulated under the federal National Labor Relations Act (29
17	U.S.C. 151 et seq.).
18	(d) A public agency may exempt a particular project, CMc
19	contract, grant, tax abatement, or tax credit from the requirements
20	of any or all of the provisions of this section if the public agency
21	finds, after public notice and hearing, that special circumstances
22	require an exemption to avert an imminent threat to public health
23	or safety. A finding of special circumstances under this subsection
24	may not be based on the possibility or presence of a labor dispute
25	concerning:
26	(1) the use of contractors at any contractor tier who are not
27	signatories to, or otherwise do not adhere to, agreements with
28	one (1) or more labor organizations; or
29	(2) employees on the project who are not members of, or
30	affiliated with, a labor organization.



## COMMITTEE REPORT

Mr. Speaker: Your Committee on Employment, Labor and Pensions, to which was referred House Bill 1269, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 2, delete lines 33 through 36.

Page 3, between lines 30 and 31, begin a new paragraph and insert: "SECTION 3. IC 5-30-8-10 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2022]: Sec. 10. The following apply to a design-builder and any member of a team on a public project:

- (1) IC 22-5-1.7.
- (2) A design-builder and any member of a team may not pay cash to any individual employed for any work done by the individual on a public project.
- (3) A design-builder and any member of a team must be in compliance with the federal Fair Labor Standards Act of 1938, as amended (29 U.S.C. 201-209) and IC 22-2-2-1 through IC 22-2-2-8.
- (4) A design-builder and any member of a team must be in compliance with IC 22-3-5-1 and IC 22-3-7-34.
- (5) A design-builder and any member of a team must be in compliance with IC 22-4-1 through IC 22-4-39.5.
- (6) A design-builder and any member of a team must be in compliance with IC 4-13-18-1 through IC 4-13-18-7.".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1269 as introduced.)

**VANNATTER** 

Committee Vote: yeas 9, nays 4.

