### SENATE BILL No. 93

#### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 4-13.5-1.5-13; IC 4-13.6; IC 5-1-17-18; IC 5-16; IC 5-23; IC 5-30; IC 8-1.5-2-27; IC 8-15.5-6-2; IC 8-15.7-6-2; IC 16-22; IC 22-1-1-16; IC 22-2-2-10.5; IC 35-44.2-3; IC 35-52-5-8.1; IC 36-1; IC 36-7; IC 36-7.5; IC 36-7.6; IC 36-9-23-2.

Synopsis: Common construction wage. Requires any firm, individual, partnership, limited liability company, or corporation that is awarded a contract, after June 30, 2025, by the state, a political subdivision, or a municipal corporation for the construction of a public work, and any subcontractor of the construction, to pay a scale of wages that is not less than the common construction wage. Establishes a process for determining the common construction wage. Provides that a contractor or subcontractor who knowingly fails to pay the common construction wage commits a Class B misdemeanor. Provides that a public work project may not be artificially divided into two or more projects to avoid the application of the common construction wage requirements. Provides that a person who unlawfully divides a public work project commits a Class A infraction. Repeals a chapter regarding the effect of the repeal of the common construction wage statute by legislation enacted in 2015 and a chapter regarding wage scales for public works projects. Makes corresponding changes.

Effective: July 1, 2025.

### Dernulc, Niemeyer

January 8, 2025, read first time and referred to Committee on Pensions and Labor.



First Regular Session of the 124th General Assembly (2025)

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 2024 Regular Session of the General Assembly.

#### SENATE BILL No. 93

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:

chapter is subject to IC 5-16-7.3.
JULY 1, 2025]: Sec. 13. (a) An agreement or a contract under this
SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
SECTION 1. IC 4-13.5-1.5-13, AS AMENDED BY P.L.252-2015,

- (a) (b) The contractor and each subcontractor engaged in installing energy conservation measures under a guaranteed energy cost savings contract shall keep full and accurate records indicating the names, classifications, and work performed by each worker employed by the respective contractor and subcontractor in connection with the work together with an accurate record of the number of hours worked by each worker and the actual wages paid.
- (b) (c) The payroll records required to be kept under this section must be open to inspection by an authorized representative of the commission and the department of labor.
- SECTION 2. IC 4-13.6-2-4, AS AMENDED BY P.L.252-2015, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 4. The division shall comply with this article and



6

7

8

9

10

11

12

13

14

15

16

1	the following statutes in the administration of public works contracts:
2	(1) IC 5-16-3.
3	(2) IC 5-16-6.
4	(3) IC 5-16-7.3.
5	(3) (4) IC 5-16-8.
6	<del>(4)</del> <b>(5)</b> IC 5-16-9.
7	<del>(5)</del> <b>(6)</b> IC 5-16-13.
8	<del>(6)</del> (7) IC 5-16-14.
9	SECTION 3. IC 4-13.6-8-8, AS AMENDED BY P.L.252-2015,
10	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
11	JULY 1, 2025]: Sec. 8. (a) An agreement or a contract under this
12	chapter is subject to IC 5-16-7.3.
13	(a) (b) The contractor and each subcontractor engaged in installing
14	energy conservation measures under a guaranteed energy savings
15	contract shall keep full and accurate records indicating the names,
16	classifications, and work performed by each worker employed by the
17	respective contractor and subcontractor in connection with the work
18	and an accurate record of the number of hours worked by each worker
19	and the actual wages paid.
20	(b) (c) The payroll records required to be kept under this section
21	must be open to inspection by an authorized representative of the
22	department and the department of labor.
23	SECTION 4. IC 5-1-17-18, AS AMENDED BY P.L.157-2024,
24	SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25	JULY 1, 2025]: Sec. 18. (a) Subject to subsection (h), the authority
26	may issue bonds for the purpose of obtaining money to pay the cost of:
27	(1) acquiring real or personal property, including existing capital
28	improvements;
29	(2) constructing, improving, reconstructing, or renovating one (1)
30	or more capital improvements; or
31	(3) funding or refunding bonds issued under IC 36-10-8 or
32	IC 36-10-9 or prior law.
33	(b) The bonds are payable from the lease rentals from the lease of
34	the capital improvements for which the bonds were issued, insurance
35	proceeds, and any other funds pledged or available.
36	(c) The bonds shall be authorized by a resolution of the board.
37	(d) The terms and form of the bonds shall either be set out in the
38	resolution or in a form of trust indenture approved by the resolution.
39	(e) The bonds shall mature within forty (40) years.
40	(f) The board shall sell the bonds at public or private sale upon the
41	terms determined by the board.
42	(g) All money received from any bonds issued under this chapter
	(C)



1	shall be applied to the payment of the cost of the acquisition or
2	construction, or both, of capital improvements, or the cost of refunding
3	or refinancing outstanding bonds, for which the bonds are issued. The
4	cost may include:
5	(1) planning and development of the facility and all buildings,
6	facilities, structures, and improvements related to it;
7	(2) acquisition of a site and clearing and preparing the site for
8	construction;
9	(3) equipment, facilities, structures, and improvements that are
10	necessary or desirable to make the capital improvement suitable
11	for use and operations;
12	(4) architectural, engineering, consultant, and attorney's fees;
13	(5) incidental expenses in connection with the issuance and sale
14	of bonds;
15	(6) reserves for principal and interest;
16	(7) interest during construction;
17	(8) financial advisory fees;
18	(9) insurance during construction;
19	(10) municipal bond insurance, debt service reserve insurance,
20	letters of credit, or other credit enhancement; and
21	(11) in the case of refunding or refinancing, payment of the
22	principal of, redemption premiums (if any) for, and interest on,
23	the bonds being refunded or refinanced.
24	(h) The authority may not issue bonds under this chapter unless the
25	authority first finds that the following conditions are met:
26	(1) The capital improvement board and the authority have entered
27	into a written agreement concerning the terms of the financing of
28	the facility. This agreement must include the following
29	provisions:
30	(A) Notwithstanding any other law, if the capital improvement
31	board selected a construction manager and an architect for a
32	facility before May 15, 2005, the authority will contract with
33	that construction manager and architect and use plans as
34	developed by that construction manager and architect. In
35	addition, any other agreements entered into by the capital
36	improvement board or a political subdivision served by the
37	capital improvement board with respect to the design and
38	construction of the facility will be reviewed by a selection
39	committee formed under this section (as in effect on May 15,
40	2005). The selection committee is not bound by any prior
41	commitments of the capital improvement board or the political



2025

subdivision, other than the general project design, and will

1	approve all contracts necessary for the design and construction
2	of the facility.
3	(B) If before May 15, 2005, the capital improvement board
4	acquired any land, plans, or other information necessary for
5	the facility and the board had budgeted for these items, the
6	capital improvement board will transfer the land, plans, or
7	other information useful to the authority for a price not to
8	exceed the lesser of:
9	(i) the actual cost to the capital improvement board; or
10	(ii) three million five hundred thousand dollars
11	(\$3,500,000).
12	(C) The capital improvement board agrees to take any legal
13	action that the authority considers necessary to facilitate the
14	financing of the facility, including entering into agreements
15	during the design and construction of the facility or a sublease
16	of a capital improvement to any state agency that is then leased
17	by the authority to any state agency under section 26 of this
18	chapter.
19	(D) The capital improvement board is prohibited from taking
20	any other action with respect to the financing of the facility
21	without the prior approval of the authority. The authority is not
22	bound by the terms of any agreement entered into by the
23	capital improvement board with respect to the financing of the
24	facility without the prior approval of the authority.
25	(E) As the project financier, the Indiana finance authority (or
26	its successor agency) and the public finance director will be
27	responsible for selecting all investment bankers, bond counsel,
28	trustees, and financial advisors.
29	(F) The capital improvement board agrees to deliver to the
30	authority the one hundred million dollars (\$100,000,000) that
31	is owed to the capital improvement board, the consolidated
32	city, or Marion County, pursuant to an agreement between the
33	National Football League franchised professional football
34	team and the capital improvement board, the consolidated city,
35	or Marion County. This amount shall be applied to the cost of
36	construction for the stadium part of the facility. This amount
37	does not have to be delivered until a lease is entered into for
38	the stadium between the authority and the capital improvement
39	board.
40	(G) The authority agrees to consult with the staff of the capital
41	improvement board on an as needed basis during the design



2025

and construction of the facility, and the capital improvement

1	board agrees to make its staff available for this purpose.
2	(H) The authority, Marion County, the consolidated city, the
3	capital improvement board and the National Football League
4	franchised professional football team must commit to using
5	their best efforts to assist and cooperate with one another to
6	design and construct the facility on time and on budget.
7	(2) The capital improvement board and the National Football
8	League franchised professional football team have entered into a
9	lease for the stadium part of the facility that has been approved by
10	the authority and has a term of at least thirty (30) years.
11	(3) After June 30, 2025, each contract or subcontract for the
12	construction of a facility and all buildings, facilities,
13	structures, and improvements related to that facility to be
14	financed in whole or in part through the issuance of the bonds
15	requires payment of the common construction wage required
16	by IC 5-16-7.3.
17	SECTION 5. IC 5-16-7.1 IS REPEALED [EFFECTIVE JULY 1,
18	2025]. (Effect of Repeal of Common Construction Wage Statute (IC
19	5-16-7)).
20	SECTION 6. IC 5-16-7.2 IS REPEALED [EFFECTIVE JULY 1,
21	2025]. (Wage Scales for Public Works Projects).
22	SECTION 7. IC 5-16-7.3 IS ADDED TO THE INDIANA CODE
23 24	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
24	JULY 1, 2025]:
25	Chapter 7.3. Wage Scale of Contractors' and Subcontractors'
26	Employees
27	Sec. 1. This chapter applies to a public works contract awarded
28	by a public agency after June 30, 2025.
29	Sec. 2. The following definitions apply throughout this chapter:
30	(1) "Common construction wage" means a scale of wages for
31	each class of work described in section 3(c)(1) of this chapter
32	that is not less than the common construction wage of all
33	construction wages being paid in the county where a project
34	is located, as determined by the committee described in
35	section 3(b) of this chapter after having considered the
36	following:
37	(A) Any reports with respect to wage scales submitted by
38	the Indiana State Building and Construction Trades
39	Council.
10	(B) Any reports with respect to wage scales submitted by
11	the Associated Builders and Contractors of Indiana.
12	(C) Any other information submitted by any person to the



1	committee established under section 3(b) of this chapter.
2	(2) "State" includes any officer, board, commission, or other
3	agency authorized by law to award contracts for the
4	performance of public work on behalf of the state, except as
5	otherwise provided in this chapter.
6	(3) "Municipal corporation" includes any county, city, town,
7	school corporation, or any officer, board, commission, or
8	other agency authorized by law to award contracts for the
9	performance of public work on behalf of a municipal
0	corporation. The term also includes a redevelopment
1	commission established under IC 36-7-14-3.
2	(4) "Public work" includes any public building, highway,
3	street, alley, bridge, sewer, drain, improvement, or any other
4	work of any nature or character that is paid for out of public
5	funds, except as otherwise provided in this chapter.
6	Sec. 3. (a) Any firm, individual, partnership, limited liability
7	company, or corporation that is awarded a contract by the state,
8	a political subdivision, or a municipal corporation for the
9	construction of a public work, and any subcontractor of the
0.0	construction, shall pay for each class of work described in
21	subsection (c)(1) on the project a scale of wages that is not less than
.2	the common construction wage.
23 24 25	(b) For the purpose of ascertaining what the common
.4	construction wage is in the county, the awarding governmental
25	agency, before advertising for the contract, shall set up a
26	committee of five (5) persons as follows:
27	(1) One (1) person representing labor, to be named by the
28	president of the Indiana State Building and Construction
29	Trades Council.
0	(2) One (1) person representing industry, to be named by the
1	awarding agency.
2	(3) A third member to be named by the state president of the
3	Associated Builders and Contractors.
4	(4) One (1) taxpayer who pays the tax that will be the funding
5	source for the project and resides in the county where the
6	project is located. The owner of the project shall make the
7	appointment under this subdivision.
8	(5) One (1) taxpayer who pays the tax that will be the funding
9	source for the project and resides in the county where the
0	project is located. The legislative body (as defined in
-1	IC 36-1-2-9) for the county where the project is located shall

make the appointment under this subdivision.



42

- (c) As soon as appointed, the committee shall meet in the county 1 2 where the project is located and determine in writing the following: 3 (1) A classification of the labor to be employed in the 4 performance of the contract for the project, divided into the 5 following three (3) classes: 6 (A) Skilled labor. 7
  - (B) Semiskilled labor.
  - (C) Unskilled labor.

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

38

39

40

41

- (2) The wage per hour to be paid each of the classes. The committee is not required to consider information not presented to the committee at the meeting. IC 5-14-1.5 (open door law) applies to a meeting of the committee.
- (d) The rate of wages determined by the committee under subsection (c) applies to any contract for which the awarding government agency lets not later than three (3) months after the date the committee determines the rate of wages. The committee shall establish wages for all classifications of work that may be employed on projects subject to contracts let by the awarding agency for three (3) months after the date the committee determines the rate of wages. If an awarding agency advertises for a contract that includes classifications that are not listed on the existing wage scale, the awarding agency shall form a new committee under subsection (b) to determine the classifications and wages on the contract.
- (e) If the awarding government agency lets for a contract later than three (3) months after the committee determines the rate of wages, the awarding government agency shall form a new committee under subsection (b) to determine a rate of wages for the contract. The rate of wages determined under this subsection applies to any contract for which the awarding government agency lets not later than three (3) months after the rate of wages is determined under this subsection.
- (f) The rate of wages determined under subsection (c) shall not be less than the common construction wage for each of the three (3) classes of wages described in subsection (c) that are currently being paid in the county where the project is located.
- (g) This chapter does not apply to contracts let by the Indiana department of transportation for the construction of highways, streets, and bridges. IC 8-23-9 applies to state highway projects.
- (h) A determination under subsection (c) shall be made and filed with the awarding agency at least two (2) weeks prior to the date fixed for the letting, and a copy of the determination shall be



- furnished upon request to any person desiring to bid on the contract. The schedule is open to the inspection of the public.
- (i) If the committee appointed under subsection (b) fails to act and to file a determination under subsection (c) at or before the time required under subsection (h), the awarding agency shall make the determination, and its finding shall be final.
- (j) It shall be a condition of a contract awarded under this chapter that the successful bidder and all subcontractors shall comply strictly with the determination made under this section.
- (k) This chapter does not apply to public projects in Indiana that would otherwise be subject to this chapter that are to be paid for in whole or in part with funds granted by the federal government, unless the department of the federal government making the grant consents in writing that this chapter is applicable to the project.
- (l) Notwithstanding any other law, this chapter applies to projects that will be:
  - (1) owned entirely; or

- (2) leased with an option to purchase;
- by the state or a political subdivision (as defined in IC 36-1-2-13).
- (m) Notwithstanding any other law, this chapter does not apply to projects in which the actual construction costs are less than three hundred fifty thousand dollars (\$350,000).
- Sec. 4. (a) The state or any municipal corporation of the state letting a contract for a public work shall require any contractor or subcontractor performing the public work to file a schedule of the wages to be paid to the laborers, workmen, or mechanics thereon with the state or municipal corporation. The schedule shall be filed before any work is performed on the contract or subcontract.
- (b) The scale included in a schedule of wages filed under this section shall not be less than the scale determined under section 3 of this chapter.
- (c) Nothing in this chapter shall be construed to prevent a contractor or subcontractor from paying a higher rate of wages than those set out in the schedule of wages filed by the contractor or subcontractor under this section.
- Sec. 5. A contractor or subcontractor who knowingly fails to pay the rate of wages determined under this chapter commits a Class B misdemeanor. If the contractor or subcontractor has committed a prior offense under this section, the contract on which the instant offense occurred shall be forfeited and the contractor or subcontractor may not receive any further payment on the



contract nor may the state or the municipal corporation making the contract make any further payments on the contract from any of the funds under its charge or control.

- Sec. 6. (a) This chapter does not apply to contractors or subcontractors performing public work for Purdue University on agricultural or forestry land owned or occupied by the university and used by it for educational or research purposes if the cost of the work is estimated to be less than fifty thousand dollars (\$50,000).
- (b) Except as provided in IC 5-23, this chapter does not apply to a person that has entered into an operating agreement with the state, a municipal corporation, or another political subdivision for the management or operation of a public facility under IC 5-23.
- Sec. 7. (a) A public work project may not be artificially divided into two (2) or more projects to avoid the application of this chapter.
- (b) A bidder, quoter, or other person who is a party to a public work contract who knowingly violates this section commits a Class A infraction and may not be a party to, or benefit from, a public work contract for two (2) years after the date of the adjudication.
- (c) An officer or employee of the state or a municipal corporation who knowingly violates this section commits a Class A infraction.

SECTION 8. IC 5-23-3-3.1 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 3.1. If a governmental body enters into a BOT agreement after June 30, 2025, that involves the construction of a public facility with public funds under this chapter, the operator or any contractor or subcontractor engaged in the construction of that public facility shall pay the common construction wage as determined under IC 5-16-7.3.

SECTION 9. IC 5-23-4-2.1 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 2.1. If a governmental body enters into an operating agreement after June 30, 2025, that involves the construction of a public facility with public funds under this chapter, the operator or any contractor or subcontractor engaged in the construction of that public facility shall pay the common construction wage as determined under IC 5-16-7.3.

SECTION 10. IC 5-30-6-4, AS AMENDED BY P.L.252-2015, SECTION 16, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 4. In addition to the design criteria package, a



1	request for proposals must include the following:
2	(1) Instructions.
3	(2) Proposal forms and schedules.
4	(3) General and special conditions.
5	(4) The basis for evaluation of proposals, including a description
6	of the selection criteria with the weight assigned to each criteria
7	(5) A determination of the common construction wage made
8	under IC 5-16-7.3.
9	(5) (6) Any other instructions, documents, or information relevant
10	to the public project that the public agency considers relevant.
11	SECTION 11. IC 5-30-8-6.1 IS ADDED TO THE INDIANA CODE
12	AS A <b>NEW</b> SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
13	1, 2025]: Sec. 6.1. (a) A determination under IC 5-16-7.3-3(c) for a
14	public project to be constructed under a design-build contract shall
15	be made and filed with the public agency at least two (2) weeks
16	before the date fixed for submission of the qualitative proposal and
17	the price proposal under IC 5-30-6-5.
18	(b) If the committee appointed under IC 5-16-7.3-3(b) fails to
19	act and to file a determination under IC 5-16-7.3-3(c) within the
20	time required by this section, the public agency shall make the
21	determination, and its finding shall be final.
22	(c) The time periods set forth in this section apply to any
23	construction services provided for a public project to be
24	constructed under a design-build contract, instead of the time
25	periods set forth in IC 5-16-7.3-3(h) and IC 5-16-7.3-3(i).
26	SECTION 12. IC 8-1.5-2-27, AS AMENDED BY P.L.252-2015
27	SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
28	JULY 1, 2025]: Sec. 27. (a) A municipality may lease waterworks
29	facilities from a not-for-profit corporation, a public utility, a county, or
30	a municipality. The term of the lease may not exceed fifty (50) years
31	The lease must provide that the municipality has an option to:
32	(1) renew the lease for a further term on like conditions; and
33	(2) purchase the waterworks facilities covered by the lease
34	contract with the terms and conditions of the purchase specified
35	in the lease.
36	(b) If the option to purchase the waterworks facilities covered by the
37	lease is exercised, the municipality, for the purpose of procuring money
38	to pay the purchase price, may issue and sell revenue bonds under other
39	laws governing the issuance and sale of waterworks revenue bonds for
40	additions and extensions to municipal waterworks.

(c) If the municipality has not exercised an option to purchase the property covered by the lease at the expiration of the lease, and upon



the full discharge and performance by the municipality of its obligations under the lease contract, the property covered by the lease thereupon becomes the absolute property of the municipality, and the lessor shall execute proper instruments conveying to the municipality good and merchantable title thereto.

## (d) A waterworks facility leased under this section is subject to IC 5-16-7.3.

SECTION 13. IC 8-15.5-6-2, AS AMENDED BY P.L.252-2015, SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 2. (a) Unless otherwise provided by federal law or this section, the operator or any contractor or subcontractor of the operator engaged in the construction of a project is not required to comply with IC 4-13.6 or IC 5-16 concerning state public works, IC 5-17 concerning purchases of materials and supplies, or other statutes concerning procedures for procurement of public works or personal property as a condition of being awarded and performing work on the project.

(b) IC 5-16-7.3 concerning the common construction wage applies to the operator or any contractor or subcontractor of the operator engaged in the construction of a project that is the subject of a public-private agreement entered into after June 30, 2025.

SECTION 14. IC 8-15.7-6-2, AS AMENDED BY P.L.252-2015, SECTION 22, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 2. (a) Unless otherwise provided by federal law or this section, the operator or any contractor or subcontractor of the operator engaged in the construction of a project is not required to comply with IC 4-13.6 or IC 5-16 concerning state public works, IC 5-17 concerning purchases of materials and supplies, or other statutes concerning procedures for procurement of public works or personal property as a condition of being awarded and performing work on the project.

(b) IC 5-16-7.3 concerning the common construction wage applies to the operator or any contractor or subcontractor of the operator engaged in the construction of a project that is the subject of a public-private agreement entered into after June 30, 2025.

SECTION 15. IC 16-22-6-37, AS AMENDED BY P.L.252-2015, SECTION 24, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 37. (a) A county or the governing board of the hospital may remodel or construct an addition to a hospital building leased under this chapter.

(b) To provide funds for that purpose, the county may issue general obligation bonds or appropriate money from the county's general fund



or other funds available for that purpose if the hospital building is owned by the county. The governing board of a hospital may use funds available to the board if the hospital building is owned by the county.

# (c) A contract entered into under this chapter for a public work (as defined in IC 5-16-7.3-2) is subject to IC 5-16-7.3.

SECTION 16. IC 16-22-7-42, AS AMENDED BY P.L.252-2015, SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 42. (a) The governing board of the hospital may remodel or construct an addition to a hospital building leased by the hospital under this chapter.

(b) To provide funds for that purpose, the county may issue general obligation aid bonds or the city hospital or city may appropriate money from the city hospital's or city's general fund or other funds available for that purpose if the hospital building is owned by the city hospital or city. The governing board of the hospital may use any funds available to the board if the hospital building is owned by the city.

# (c) A contract entered into under this chapter for a public work (as defined in IC 5-16-7.3-2) is subject to IC 5-16-7.3.

SECTION 17. IC 22-1-1-16, AS AMENDED BY P.L.252-2015, SECTION 26, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 16. The commissioner of labor and the commissioner's authorized representative shall have the power and the authority to enter any place of employment for the purpose of collecting facts and statistics relating to the employment of workers and of making inspections for the proper enforcement of all of the labor laws of Indiana, **including IC 5-16-7.3.** An employer or owner may not refuse to admit the commissioner of labor or the commissioner's authorized representatives to the employer's or owner's place of employment.

SECTION 18. IC 22-2-2-10.5, AS AMENDED BY P.L.144-2016, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 10.5. (a) As used in this section, "unit" has the meaning set forth in IC 36-1-2-23.

- (b) Unless federal or state law provides otherwise, a unit may not:
  - (1) establish;
  - (2) mandate; or
- (3) otherwise require;

a minimum wage that exceeds the minimum wage required by section 4 of this chapter or by the federal minimum hourly wage prescribed by 29 U.S.C. 206(a)(1).

(c) Except as provided in IC 5-16-7.2, This section does not limit the authority of a unit to establish wage rates in a contract to which the



unit is a party.

 SECTION 19. IC 35-44.2-3-4.1 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: **Sec. 4.1. A person who commits a wage scale violation in a state public works contract is subject to criminal prosecution under IC 5-16-7.3-5.** 

SECTION 20. IC 35-44.2-3-5.1 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: **Sec. 5.1.** A person who unlawfully divides a public works project is subject to a civil action for an infraction under IC 5-16-7.3-7.

SECTION 21. IC 35-52-5-8.1 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: **Sec. 8.1. IC 5-16-7.3-5 defines a crime concerning wage rate of contractors' and subcontractors' employees.** 

SECTION 22. IC 36-1-12-15, AS AMENDED BY P.L.252-2015, SECTION 43, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 15. (a) A contract by the board for public work must conform to:

- (1) the wage scale provisions of IC 5-16-7.3; and
- (2) IC 5-16-13.
- (b) A contract by the board for public work must conform with the antidiscrimination provisions of IC 5-16-6. The board may consider a violation of IC 5-16-6 a material breach of the contract, as provided in IC 22-9-1-10.

SECTION 23. IC 36-1-12.5-5, AS AMENDED BY P.L.152-2021, SECTION 37, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 5. (a) The governing body may enter into an agreement with a public utility to participate in a utility efficiency program or enter into a guaranteed savings contract with a qualified provider to increase the political subdivision's billable revenues or reduce the school corporation's or the political subdivision's energy or water consumption, wastewater usage costs, or operating costs if, after review of the report described in section 6 of this chapter, the governing body finds:

(1) in the case of conservation measures other than those that are part of a project related to the alteration of a water or wastewater structure or system, that the amount the governing body would spend on the conservation measures under the contract and that are recommended in the report is not likely to exceed the amount to be saved in energy consumption costs and other operating costs



1	over twenty (20) years from the date of installation if the
2	recommendations in the report were followed;
3	(2) in the case of conservation measures that are part of a project
4	related to the alteration of a water or wastewater structure or
5	system, that the amount the governing body would spend on the
6	conservation measures under the contract and that are
7	recommended in the report is not likely to exceed the amount of
8	increased billable revenues or the amount to be saved in energy
9	and water consumption costs, wastewater usage costs, and other
10	operating costs over twenty (20) years from the date of
11	installation if the recommendations in the report were followed;
12	and
13	(3) in the case of a guaranteed savings contract, the qualified
14	provider provides a written guarantee as described in subsection
15	(d)(3).
16	(b) Before entering into an agreement to participate in a utility
17	efficiency program or a guaranteed savings contract under this section,
18	the governing body must publish notice under subsection (c)
19	indicating:
20	(1) that the governing body is requesting public utilities or
21	qualified providers to propose conservation measures through:
22	(A) a utility efficiency program; or
23	(B) a guaranteed savings contract; and
24	(2) the date, the time, and the place where proposals must be
25	received.
26	(c) The notice required by subsection (b) must be published two (2)
27	times with at least one (1) week between publications:
28	(1) with each publication of notice in accordance with IC 5-3-1-1
29	in two (2) newspapers of general circulation in the county where
30	the school corporation or the political subdivision is located; or
31	(2) with the first publication of notice in the newspapers
32	described in subdivision (1) and the second publication of notice:
33	(A) in accordance with IC 5-3-5; and
34	(B) on the official web site website of the school corporation
35	or the political subdivision.
36	The second publication must be made at least thirty (30) days before
37	the date by which proposals must be received.
38	(d) An agreement to participate in a utility efficiency program or
39	guaranteed savings contract under this section must provide that:
40	(1) in the case of conservation measures other than those that are
41	part of a project related to the alteration of a water or wastewater
42	structure or system, all payments, except obligations upon the



1	termination of the agreement or contract before the agreement or
2	contract expires, may be made to the public utility or qualified
3	provider (whichever applies) in installments, not to exceed the
4	lesser of twenty (20) years or the average life of the conservation
5	measures installed from the date of final installation;
6	(2) in the case of conservation measures that are part of a project
7	related to the alteration of a water or wastewater structure or
8	system, all payments, except obligations upon the termination of
9	the agreement or contract before the agreement or contract
10	expires, may be made to the public utility or qualified provider
11	(whichever applies) in installments, not to exceed the lesser of
12	twenty (20) years or the average life of the conservation measures
13	installed from the date of final installation;
14	(3) in the case of the guaranteed savings contract:
15	(A) the:
16	(i) savings in energy and water consumption costs,
17	wastewater usage costs, and other operating costs; and
18	(ii) increase in billable revenues;
19	due to the conservation measures are guaranteed to cover the
20	costs of the payments for the measures; and
21	(B) the qualified provider will reimburse the school
22	corporation or political subdivision for the difference between
23	the guaranteed savings and the actual savings; and
24	(4) payments are subject to annual appropriation by the fiscal
25	body of the school corporation or political subdivision and do not
26	constitute an indebtedness of the school corporation or political
27	subdivision within the meaning of a constitutional or statutory
28	debt limitation.
29	(e) An agreement or a contract under this chapter is subject to
30	IC 5-16-7.3.
31	SECTION 24. IC 36-7-12-20, AS AMENDED BY P.L.252-2015,
32	SECTION 46, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
33	JULY 1, 2025]: Sec. 20. (a) All tax revenues coming into possession
34	of the economic development commission shall be deposited, held, and
35	secured in accordance with the statutes relating to the handling and
36	investing of public funds. The handling and expenditure of this money
37	is subject to audit and supervision by the state board of accounts.
38	(b) Contracts for construction and equipment of economic
39	development or pollution control facilities need not be let in
40	accordance with IC 5-16, IC 5-17, or any other statute relating to public

contracts. However, the construction of waterworks facilities

financed for the public purpose of providing reliable water service



41

42

#### is subject to IC 5-16-7.3.

(c) Any employee of the economic development commission authorized to receive, disburse, or in any other way handle money or negotiable securities of the commission shall execute a bond payable to the state, with surety to consist of a surety or guaranty corporation qualified to do business in the state. The bond must be in an amount determined by the commission, and must be conditioned upon the employee's faithful performance of the employee's duties and the accounting for all monies and property that may come into the employee's hands or under the employee's control. The cost of these bonds shall be paid by the commission.

SECTION 25. IC 36-7-14-12.5 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: **Sec. 12.5. IC 5-16-7.3 applies to:** 

- (1) a person that enters into a contract with a redevelopment commission to perform construction work referred to in section 12.2(a)(4), 12.2(a)(7), 12.2(a)(21), or 12.2(a)(22) of this chapter; and
- (2) a subcontractor of a person described in subdivision (1); with respect to the construction work referred to in subdivision (1).

  SECTION 26. IC 36-7.5-2-8, AS AMENDED BY P.L.10-2019, SECTION 136, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 8. (a) Except as provided in subsection (c), the development authority must comply with IC 5-16-7.3 (common construction wage), IC 5-22 (public purchasing), IC 36-1-12 (public work projects), and any applicable federal bidding statutes and regulations. An eligible political subdivision that receives a loan, a grant, or other financial assistance from the development authority or enters into a lease with the development authority must comply with applicable federal, state, and local public purchasing and bidding law and regulations. However, a purchasing agency (as defined in IC 5-22-2-25) of an eligible political subdivision may:
  - (1) assign or sell a lease for property to the development authority; or
- (2) enter into a lease for property with the development authority; at any price and under any other terms and conditions as may be determined by the eligible political subdivision and the development authority. However, before making an assignment or sale of a lease or entering into a lease under this section that would otherwise be subject to IC 5-22, the eligible political subdivision or its purchasing agent must obtain or cause to be obtained a purchase price for the property



1	to be subject to the lease from the lowest responsible and responsive
2	bidder in accordance with the requirements for the purchase of supplies
3	under IC 5-22.
4	(b) In addition to the provisions of subsection (a), with respect to
5	projects undertaken by the authority, the authority shall set a goal for
6	participation by minority business enterprises of fifteen percent (15%)
7	and women's business enterprises of five percent (5%), consistent with
8	the goals of delivering the project on time and within the budgeted
9	amount and, insofar as possible, using Indiana businesses for
10	employees, goods, and services. In fulfilling the goal, the authority
11	shall take into account historical precedents in the same market.
12	(c) As an alternative to IC 36-1-12, the development authority may
13	utilize and may comply with:
14	(1) IC 5-16;
15	(2) IC 5-23;
16	(3) IC 5-30;
17	(4) IC 5-32; or
18	(5) any combination of the articles listed in subdivisions (1)
19	through (4) as determined by the development authority as
20	appropriate;
21	when acquiring, financing, and constructing a public work that is a
22	development project (as defined in IC 36-7.5-4.5-5).
23	(d) The development authority may:
24	(1) contract with;
25	(2) assign to; or
26	(3) delegate to;
27	a commuter transportation district to perform any duties and exercise
28	any powers of the development authority under this chapter.
29	SECTION 27. IC 36-7.5-4-3, AS AMENDED BY P.L.189-2018,
30	SECTION 174, IS AMENDED TO READ AS FOLLOWS
31	[EFFECTIVE JULY 1, 2025]: Sec. 3. (a) Subject to subsection (h),
32	the development authority may issue bonds for the purpose of obtaining
33	money to pay the cost of:
34	(1) acquiring real or personal property, including existing capital
35	improvements;
36	(2) acquiring, constructing, improving, reconstructing, or
37	renovating one (1) or more projects; or
38	(3) funding or refunding bonds issued under this chapter or
39	IC 8-5-15, IC 8-22-3, or IC 36-9-3 or prior law.
40	(b) The bonds are payable solely from:
41	(1) the lease rentals from the lease of the projects for which the

bonds were issued, insurance proceeds, and any other funds



42

1	pledged or available; and
2	(2) except as otherwise provided by law, revenue received by the
3	development authority and amounts deposited in the development
4	authority revenue fund.
5	(c) The bonds shall be authorized by a resolution of the
6	development board.
7	(d) The terms and form of the bonds shall either be set out in the
8	resolution or in a form of trust indenture approved by the resolution.
9	(e) The bonds shall mature within forty (40) years.
10	(f) The board shall sell the bonds only to the Indiana finance
11	authority established by IC 5-1.2-3 upon the terms determined by the
12	development board and the Indiana finance authority.
13	(g) All money received from any bonds issued under this chapter
14	shall be applied solely to the payment of the cost of acquiring,
15	constructing, improving, reconstructing, or renovating one (1) or more
16	projects, or the cost of refunding or refinancing outstanding bonds, for
17	which the bonds are issued. The cost may include:
18	(1) planning and development of equipment or a facility and all
19	buildings, facilities, structures, equipment, and improvements
20	related to the facility;
21	(2) acquisition of a site and clearing and preparing the site for
22	construction;
23	(3) equipment, facilities, structures, and improvements that are
24	necessary or desirable to make the project suitable for use and
25	operations;
26	(4) architectural, engineering, consultant, and attorney's fees;
27	(5) incidental expenses in connection with the issuance and sale
28	of bonds;
29	(6) reserves for principal and interest;
30	(7) interest during construction;
31	(8) financial advisory fees;
32	(9) insurance during construction;
33	(10) municipal bond insurance, debt service reserve insurance,
34	letters of credit, or other credit enhancement; and
35	(11) in the case of refunding or refinancing, payment of the
36	principal of, redemption premiums (if any) for, and interest on,
37	the bonds being refunded or refinanced.
38	(h) After June 30, 2025, the development authority may not
39	issue bonds under this article unless the development authority
40	first finds that each contract for the construction of a facility and
41	all buildings, facilities, structures, and improvements related to

that facility to be financed in whole or in part through the issuance



42

of the bonds requires payment of the common construction wage required by IC 5-16-7.3.

SECTION 28. IC 36-7.6-2-13, AS AMENDED BY P.L.252-2015, SECTION 50, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1,2025]: Sec. 13. (a) A development authority shall comply with IC 5-16-7.3 (common construction wage), IC 5-22 (public purchasing), IC 36-1-12 (public work projects), and any applicable federal bidding statutes and regulations. An eligible political subdivision that receives a loan, a grant, or other financial assistance from a development authority or enters into a lease with a development authority must comply with applicable federal, state, and local public purchasing and bidding laws and regulations. However, a purchasing agency (as defined in IC 5-22-2-25) of an eligible political subdivision may:

- (1) assign or sell a lease for property to a development authority; or
- (2) enter into a lease for property with a development authority; at any price and under any other terms and conditions as may be determined by the eligible political subdivision and the development authority. However, before making an assignment or a sale of a lease or entering into a lease under this section that would otherwise be subject to IC 5-22, the eligible political subdivision or its purchasing agent must obtain or cause to be obtained a purchase price for the property to be subject to the lease from the lowest responsible and responsive bidder in accordance with the requirements for the purchase of supplies under IC 5-22.
- (b) In addition to the provisions of subsection (a), with respect to projects undertaken by a development authority, the development authority shall set a goal for participation by minority business enterprises and women's business enterprises. The goals must be consistent with:
  - (1) the participation goals established by the counties and municipalities that are members of the development authority; and
  - (2) the goals of delivering the project on time and within the budgeted amount and, insofar as possible, using Indiana businesses for employees, goods, and services.

SECTION 29. IC 36-7.6-4-3, AS AMENDED BY P.L.178-2015, SECTION 23, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]: Sec. 3. (a) **Subject to subsection (i),** a development authority may issue bonds for the purpose of obtaining money to pay the cost of:



1	(1) acquiring real or personal property, including existing capital
2	improvements;
3	(2) acquiring, constructing, improving, reconstructing, or
4	renovating one (1) or more projects; or
5	(3) funding or refunding bonds issued under this chapter,
6	IC 8-5-15, IC 8-22-3, IC 36-9-3, or prior law.
7	(b) The bonds are payable solely from:
8	(1) the lease rentals from the lease of the projects for which the
9	bonds were issued, insurance proceeds, and any other funds
10	pledged or available; and
11	(2) except as otherwise provided by law, revenue received by the
12	development authority and amounts deposited in the development
13	authority fund.
14	(c) The bonds must be authorized by a resolution of the
15	development board of the development authority that issues the bonds.
16	(d) The terms and form of the bonds must either be set out in the
17	resolution or in a form of trust indenture approved by the resolution.
18	(e) The bonds must mature within forty (40) years.
19	(f) A development board shall sell the bonds only to the Indiana
20	bond bank established by IC 5-1.5-2-1 upon the terms determined by
21	the development board and the Indiana bond bank.
22	(g) All money received from any bonds issued under this chapter
23	shall be applied solely to the payment of the cost of acquiring,
24	constructing, improving, reconstructing, or renovating one (1) or more
25	projects, or the cost of refunding or refinancing outstanding bonds, for
26	which the bonds are issued. The cost may include:
27	(1) planning and development of equipment or a facility and all
28	buildings, facilities, structures, equipment, and improvements
29	related to the facility;
30	(2) acquisition of a site and clearing and preparing the site for
31	construction;
32	(3) equipment, facilities, structures, and improvements that are
33	necessary or desirable to make the project suitable for use and
34	operations;
35	(4) architectural, engineering, consultant, and attorney's fees;
36	(5) incidental expenses in connection with the issuance and sale
37	of bonds;
38	(6) reserves for principal and interest;
39	(7) interest during construction;
40	(8) financial advisory fees;
41	(9) insurance during construction;
42	(10) municipal bond insurance, debt service reserve insurance,



1	letters of credit, or other credit enhancement; and
2	(11) in the case of refunding or refinancing, payment of the
3	principal of, redemption premiums (if any) for, and interest on the
4	bonds being refunded or refinanced.
5	(h) A development authority may not issue bonds under this article
6	or otherwise finance debt unless:
7	(1) the development authority enters into an interlocal agreement
8	with each member that is committing funds to a project to be
9	supported by the bonds; and
10	(2) the fiscal body of each member that is committing funds to the
11	project to be supported by the bonds approves the agreement
12	described in subdivision (1) by ordinance.
13	(i) After June 30, 2025, a development authority may not issue
14	bonds under this article unless the development authority first
15	finds that each contract for the construction of a facility and all
16	buildings, facilities, structures, and improvements related to that
17	facility to be financed in whole or in part through the issuance of
18	the bonds requires payment of the common construction wage
19	required by IC 5-16-7.3.
20	SECTION 30. IC 36-9-23-2, AS AMENDED BY P.L.252-2015,
21	SECTION 52, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
22	JULY 1, 2025]: Sec. 2. A municipality may:
23	(1) acquire, construct, improve, operate, and maintain sewage
24	works under this chapter;
25	(2) acquire, by gift, grant, purchase, condemnation, or otherwise,
26	all lands, rights-of-way, and other property that are necessary for
27	the sewage works;
28	(3) issue revenue bonds to pay the cost of acquiring, constructing,
29	and improving the sewage works and property; and
30	(4) lease sewage works from a person, an entity, a corporation, a
31	public utility, or a unit for a term not to exceed fifty (50) years.
32	A sewage works leased under this section is subject to IC 5-16-7.3.

