



PREVAILING WAGE/ LABOR COMPLIANCE SEMINAR

HANDOUT MATERIALS

Thursday - September 11, 2025 8:30 a.m. - 4:00 p.m.

STATE LABOR COMMISSIONER'S OFFICE • FOUNDATION FOR FAIR CONTRACTING PRESENT

PREVAILING WAGE/LABOR COMPLIANCE WEBINAR

Thursday • September 11, 2025 • 8:30 a.m. – 4:00 p.m.

Time	Item	Speaker(s)
0.20.414 0.25.414	FOUNDATION FOR FAIR CONTRACTING	/2 1:0:55
8:30 AM – 8:35 AM	Welcome and Opening Remarks	Jesse Jimenez/Darbi Griffin
	DEPARTMENT OF INDUSTRIAL RELATIONS	
8:35 AM – 9:15 AM	State Labor Commissioner's Office	Leticia Altamirano/Catalina
	Awarding Body Responsibilities/Pre- Qualification of Contractors	Arceo
	DEPARTMENT OF INDUSTRIAL RELATIONS	Patricia Rangel/Linda
9:15 AM – 10:05 AM	State Labor Commissioner's Office	Dinh/Antonio Almanza
40.05 ANA 40.20 ANA	Contractor Responsibilities	
10:05 AM – 10:20 AM	Break	
	DEPARTMENT OF INDUSTRIAL RELATIONS	
10:20 AM – 10:45 AM	State Labor Commissioner's Office	Jeyde Cardenas
	Skilled and Trained Workforce Enforcement	
	DEPARTMENT OF INDUSTRIAL RELATIONS	
10:45 AM – 11:00 AM	Labor Enforcement Task Force	Megan Cole
	PW Strategic Enforcement Presentation	Wegan cole
11:00 AM – 12:00 PM	Q & A	Panel
12:00 PM – 1:00 PM	Lunch	
1:00 PM – 1:30 PM	OFFICE OF THE DIRECTOR - LEGAL	Isaac Nicholson
1.00 FIVI — 1.30 FIVI	Upcoming Bills/Legislation	isaac iviciioisoii
	US DEPARTMENT OF LABOR	
1:30 PM – 2:30 PM	Federal Requirements	Staff
	Davis-Bacon Compliance Principles	
2:30 PM – 2:45 PM	Break	
2:45 PM – 3:45 PM	Q & A	Panel
3:45 PM – 4:00 PM	Closing Remarks – Evaluations	Jesse Jimenez

8:35 AM - 9:05 AM

Awarding Body Responsibilities

Leticia Altamirano



DEPARTMENT OF INDUSTRIAL RELATIONS

State Labor Commissioner's Office



Disclaimer

California Labor Commissioner's Office

The following presentation is intended to summarize relevant portions of existing law in the Labor Code and California Code of Regulations, but those code sections, as interpreted by the courts, will govern actual enforcement. The information contained in this presentation is a general overview of existing law or regulation. Any opinions expressed are solely those of the author/speaker and are not necessarily the official position of the Department of Industrial Relations (DIR), its Director, or any related public entity. The information in this presentation is not intended as legal advice, and does not guarantee any outcome in specific enforcement or coverage proceedings within the jurisdiction of DIR.





Who qualifies as an Awarding Body?

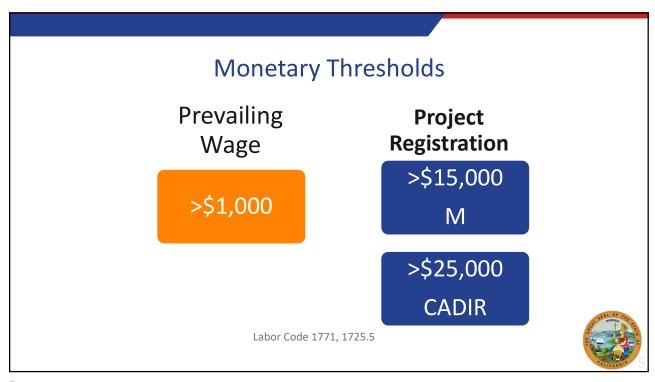
An awarding body is the entity that awards a contract for public works and is sometimes known as the **project owner**.

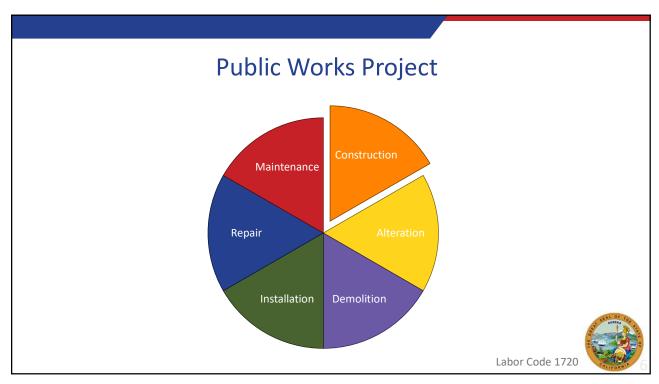
The awarding body can be any kind of public agency or official (state, county, city, school board, water district, etc.) **OR** a private entity using public funds.

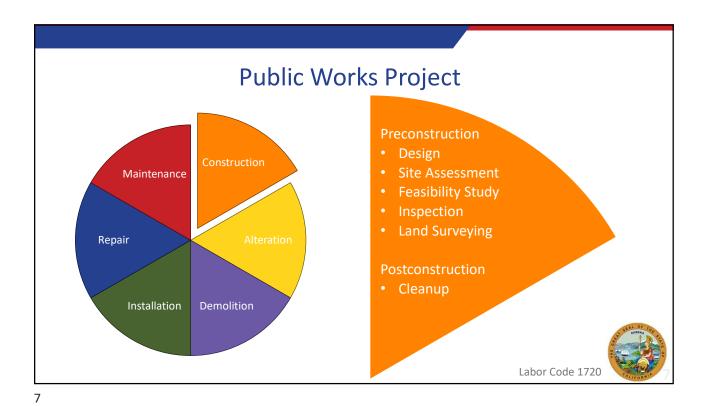


Labor Code(s) 1720(1) and 1722.1







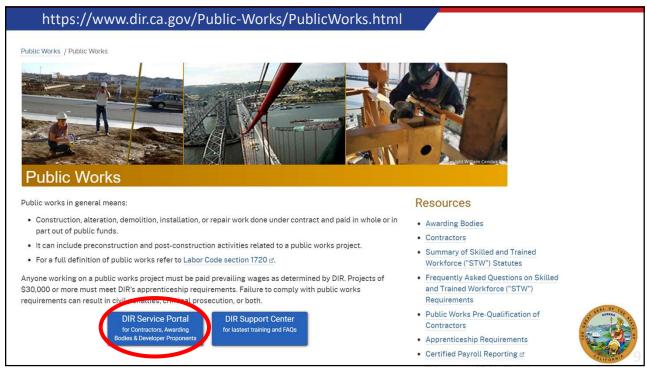


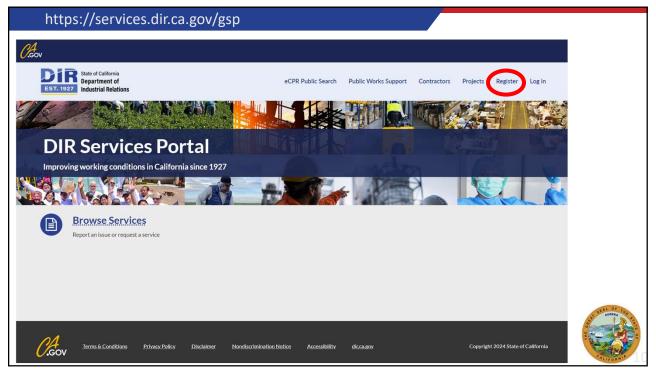
Project registration

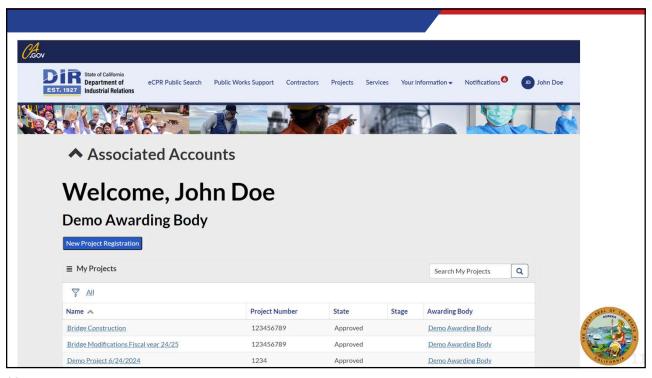
Provide electronic notice to DIR of all public works contracts within 30 days of the award, but in no event later than the first day in which a contractor has workers employed upon the public work. (LC §1773.3) *

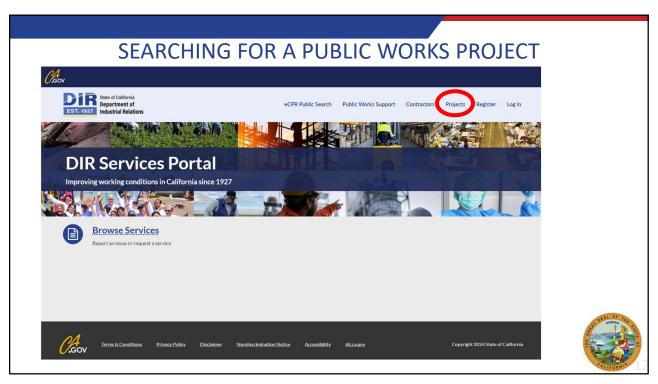
* Does not apply to projects of \$25,000 or less when the project is for construction, alteration, demolition, installation, or repair work or for projects of \$15,000 or less when the project is for maintenance work

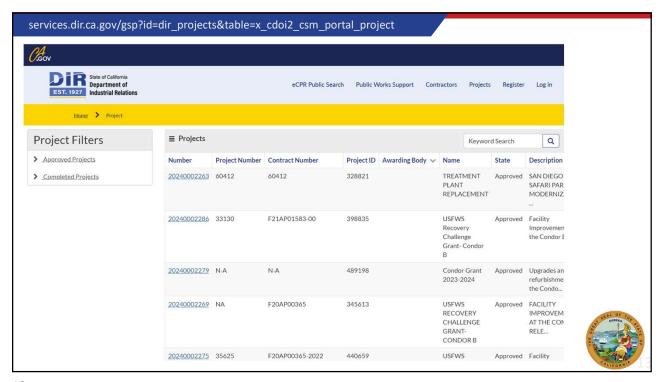












Compliance Requirement #2

Project registration

Ensure that public works projects are not split or separated into smaller work orders or projects for the purpose of evading the applicable provisions of LC §1771. (Title 8, CCR § 16100)



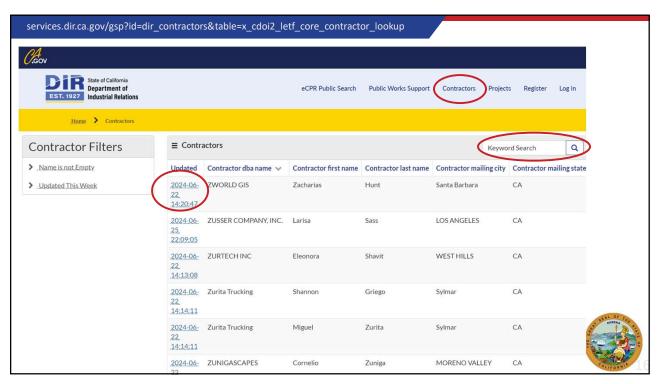
Ensure contractors are registered

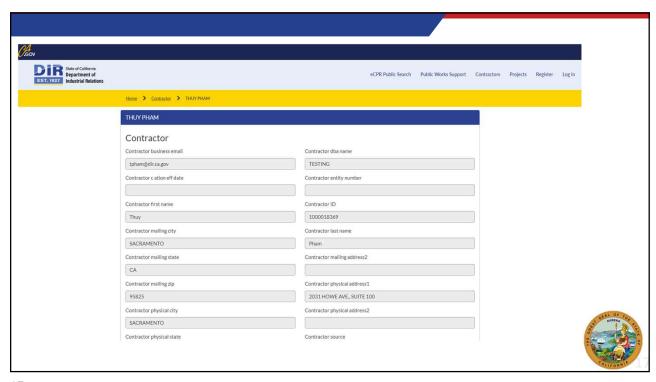
A contractor or subcontractor must be registered when bidding, listed in a bid proposal, or engaged in the performance of any contract for public work. (LC §§1725.5 &1771.1) *

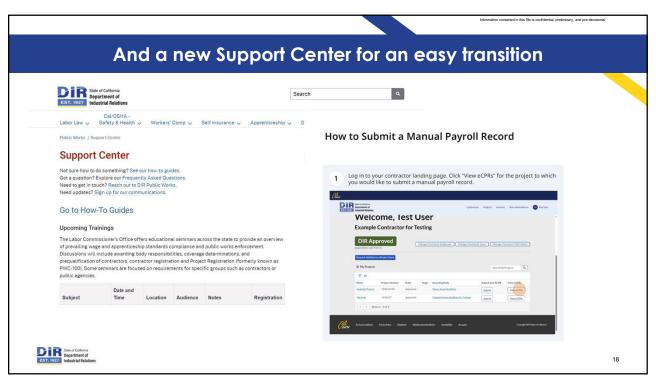
* Does not apply to projects of \$25,000 or less when the project is for construction, alteration, demolition, installation, or repair work or for projects of \$15,000 or less when the project is for maintenance work



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PARTICIPATION QUESTION #1

CONTRACTOR REGISTRATION

As an awarding body member, you know that contractors must be registered when bidding, being awarded, and working on public works projects.

Using the contractor registration histories and provided dates on the next slide, which contractor was correctly registered through the entire process?



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PARTICIPATION QUESTION #1

Registration History – Contractor A		Registration History – Contractor B		Registration History – Contractor C	
Effective Date	Expiration Date	Effective Date	Expiration Date	Effective Date	Expiration Date
8/10/2021	6/30/2022	7/1/2021	6/30/2022	7/15/2021	6/30/2022
7/1/2020	6/30/2021	9/1/2020	6/30/2021	6/25/2021	6/30/2021
1/1/2020	6/30/2020	10/15/2019	6/30/2020	6/1/2020	6/30/2020

• Bid Date: 6/20/2021 • Award Date: 7/10/2021 • Project Dates: 8/1/2021 - 4/30/2022



PARTICIPATION QUESTION - ANSWER

Registration History – Contractor A		Registration History – Contractor B		Registration History –	
Effective Date	Expiration Date	Effective Date	Expiration Date	Effect	
8/10/2021	6/30/2022	7/1/2021	6/30/2022	7/15/2021 4022	
7/1/2020	6/30/2021	9/1/2020	6/30/2021	6/25/7	
1/1/2020	6/30/2020	10/15/2019	6/30/2020	6/1/202 6/3 20	

• Bid Date: 6/20/2021 • Award Date: 7/10/2021 • Project Dates: 8/1/2021 - 4/30/2022



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PARTICIPATION QUESTION - ANSWER

Registration History – ontracte		Registration History – Contractor B		Registration History –	
Effec	Date	Effective Date	Expiration Date	Effect. Date	
8/10/202	2022	7/1/2021	6/30/2022	7/15/2021 4022	
7/1/2	1	9/1/2020	6/30/2021	6/25/7	
1/1/20 6/	20	10/15/2019	6/30/2020	6/1/202 6/3 20	

• Bid Date: 6/20/2021 • Award Date: 7/10/2021 • Project Dates: 8/1/2021 - 4/30/2022



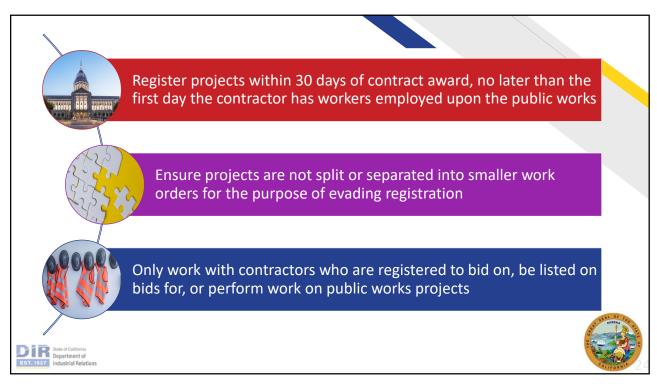
PARTICIPATION QUESTION - ANSWER

Retristration History – ontracte	Registration History – Contractor B		Red stration History –	
Effec	Effective Date	Expiration Date	Effect. Date	
8/10/202	7/1/2021	6/30/2022	7/15/2021 4022	
7/1/2	9/1/2020	6/30/2021	6/25/2	
1/1/20 6/. 20	10/15/2019	6/30/2020	6/1/202 6/3 20	

• Bid Date: 6/20/2021 • Award Date: 7/10/2021 • Project Dates: 8/1/2021 - 4/30/2022



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Notice Requirements

Include the notice of the requirements described in LC §1771.1(a) & LC §1771.4(a)(1) in all bid invitations and public works contracts.

• A bid shall not be accepted, nor any contract or subcontract entered into without proof of the contractor or subcontractor's current registration to perform public work. (LC §1771.1(b))



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Compliance Requirement #5

Notice Requirements

Include the notice of the requirements described in LC §1771.1(a) & LC §1771.4(a)(1) in all bid invitations and public works contracts.

 The call for bids and contract documents shall specify that the project is subject to compliance monitoring and enforcement by the Department of Industrial Relations. (LC §1771.4(a)(1))

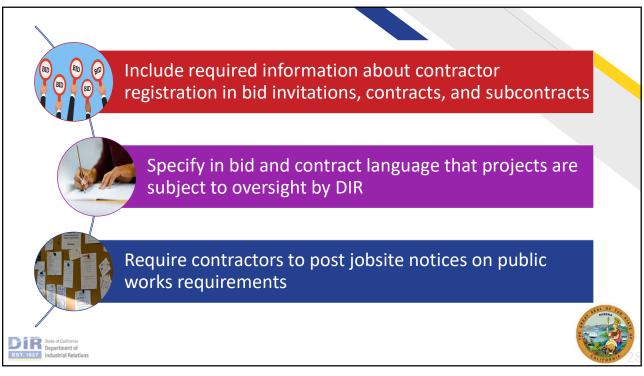


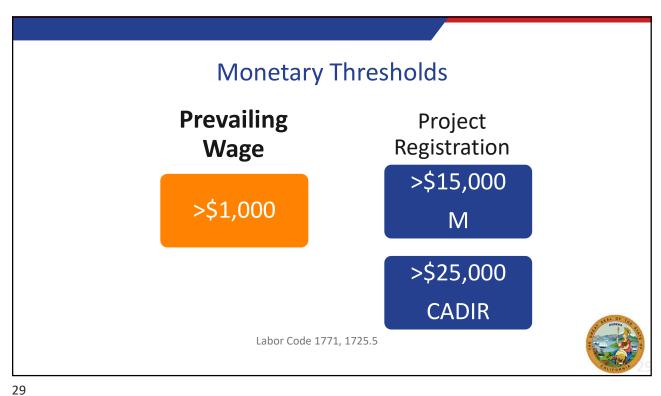
Notice Requirements

Post or require contractors to post jobsite notices on public works requirements (LC §1771.4(a)(2))



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Prevailing Wage Rates

Obtain prevailing wage rates from DIR (LC sections 1773, 1773.2, and 1773.4)



Awarding Body Cognizance

Ensure that public works contractors pay prevailing wages and are in compliance with public works laws, and report any suspected violations to the Labor Commissioner (LC §1726; Title 8, CCR §16100)

*Except for public works projects of one thousand dollars (\$1,000) or less (LC §1771)



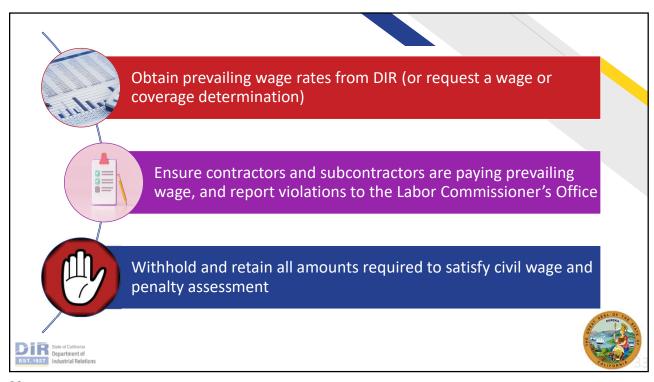
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Compliance Requirement #9

Withholding and Retention

Withhold and retain all amounts required to satisfy the civil wage and penalty assessment (LC §1727(a))







Labor code §1773.3

Penalties shall be assessed against awarding bodies for the following (LC § 1773.3(c)(1)):

- Failing to timely submit project registration information;
- Entering into a contract with an unregistered contractor; or
- Allowing an unregistered contractor to engage in the performance of any public work



Civil Penalty

Subject to penalties of \$100 for each day in violation of either requirement, not to exceed an aggregate penalty of \$10,000 per project



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Labor code §1773.3

Penalties shall also be assessed against an awarding body when final payment was made, and it is later discovered that an unregistered contractor worked on the project. (LC §1773.3(d))



Civil Penalty

Subject to penalties of \$100 for each full calendar day of noncompliance, for a period of up to 100 days, for each unregistered contractor or subcontractor.



PARTICIPATION QUESTION #2

PENALTY CALCULATION

The Labor Commissioner's Office investigates a project and determines that there were two subcontractors, Contractor A and Contractor B, who performed work for ten days each without being registered.

According to Labor Code 1773.3, how much in penalties can be assessed against the awarding body?



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PARTICIPATION QUESTION - ANSWER

PENALTY CALCULATION

2 unregistered subcontractors x 10 days x \$100 = \$2000

LC 1773.3: Subject to penalties of \$100 for each full calendar day of noncompliance, for a period of up to 100 days, for each unregistered contractor or subcontractor.



Awarding Body "Debarment" (LC §1773.3(f)):

"Whenever the labor commissioner determines that an awarding agency has willfully violated the requirements of this section or chapter with respect to two or more public works contracts or projects in any 12-month period, the awarding agency shall be ineligible to receive state funding or financial assistance for any construction project undertaken by or on behalf of the awarding agency for one year..."



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Stop Order (LC §1771.1(j))

Labor commissioner shall issue a **stop order** when unregistered contractor performs work

- Stop order prohibits use of unregistered contractor or subcontractor until registered
- Affected workers of unregistered contractor entitled to regular hourly pay of prevailing wage rate (not to exceed 10 days) for work stoppage
- Does not apply to other registered contractors or subcontractors on same public works project



Contractor's failure to observe stop order is a misdemeanor. (LC §1771.1(k))



AWARDING BODY RESPONSIBILITIES LETTER

STATE OF CALIFORNIA

Lilia García-Brower

Gavin Newsom, Governor

DEPARTMENT OF INDUSTRIAL RELATIONS Division of Labor Standards Enforcement Headquarters Office 1515 Clay Street, Ste. 1302

MAILING ADDRESS: P. O. Box 420603 San Francisco, CA 94142-0603



1515 Clay Street, Ste. 1302 Oakland, CA 94612 Tel: (510) 285-2118 Fax: (510) 285-1365

California Labor Commissioner

AWARDING BODY RESPONSIBILITIES

Sent via email only

Dear Awarding Body,

The Labor Commissioner's Office (LCO) is statutorily obligated to ensure compliance with Public Works laws. This letter is a tool to ensure that awarding bodies understand their legal obligations and potential consequences when awarding a project subject to California's Prevailing Wage Laws ("PWL") (*Lab. Code* §§ 1720 – 1861). For all projects which require the payment of prevailing wages awarding bodies¹ must do the following²:



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Thank you for attending!

New system issues?

Labor Commissioner's Office - publicworks@dir.ca.gov

- Provide screenshots and contact information for user experiencing the issues
- · Identify using the issues in the subject line
 - Project Registration
 - Contractor Registration
 - ECPR
 - · Signing in issue
 - · Password issue
 - other

The work we are contracting out requires prevailing wages, what is the applicable craft? Office of the Director – Research Unit - statistics@dir.ca.gov

Request a wage determination. Provide county, bid date, and scope of work



9:05 AM - 9:15 AM

Pre-Qualification of Contractors

Catalina Arceo



DEPARTMENT OF INDUSTRIAL RELATIONS

State Labor Commissioner's Office



Prevailing Wage
Labor Compliance Seminar
Prequalification of Contractors for
Awarding Bodies

Prevailing Wage/Labor Compliance Webinar

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California Labor Commissioner's Office

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Our Goals

- PRE-QUALIFICATION OF CONTRACTORS
- LABOR COMMISSIONER MODEL QUESTIONNAIRE







"Individual commitment to a group effort - that is what makes a team work, a company work, a society work, a civilization work." - Vince Lombardi

Prevailing Wage/Labor Compliance Webinar Page 29 of 166

Why Pre-Qualify Contractors?



Purpose

- Contractors seeking to BID on Public Works Projects can be Pre-Qualified (PCC 20101)
- Stops Bad Actors BEFORE a contract is awarded and stops repeat violators from continuing to profit from wage theft

Prevailing Wage/Labor Compliance Webinar

IMPORTANCE

Levels the Playing Field for Law Abiding Contractors

Value

- Allows Awarding Bodies to be Proactive
- Contracts are awarded only to Responsible Bidders
- Avoids Awarding Body Citations and Debarment

Labor Commissioner's Model Questionnaire

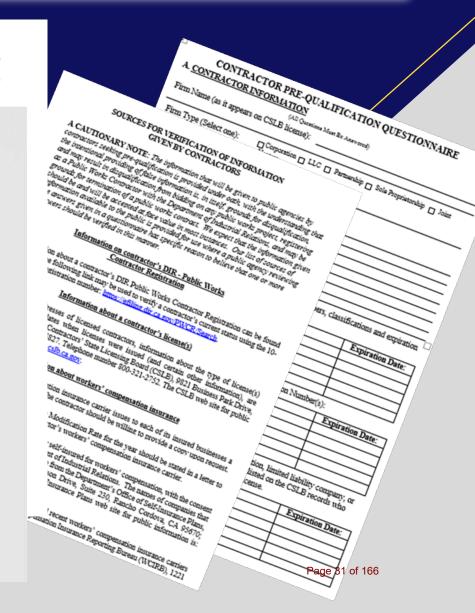
EASY AS 1-2-3 In 1999, the Legislanure exacted a law that allows man; Public agencies to require licensed contractors that with to bid on a merific public works jobs to pre-qualify for the right to bid on a merific public works project, or on a f Section D. PRE-QUALIFICATION CRITERIA Factor #1: W mistake an commands that Wash to one and public works project, or on a project of the public contral period of time. error was Period of time Policies Com-part of Assembly Bill 574. voluntar whenb The law applies to all atteni districts (which have similar Number Contract Code section 20117 cont sub The law does not received be In fact, the 1999 law Qualifymon procedures for Pu qualification procedures included draumente de usper a contra a processing of Whiteh a comma agency for a period of one year The law requires every (1) use a "standardizad public entity (Secti (2) adopt and apply a t of the completed of (3) crease an appeal pr Stock 3 telestral of t ROLE OF THE DEP Suidelines for raining sylders, as Note: The amorting body will review additional docum trin affected Poblic agencies, Note: The awarding body will review additional documents of the questions in section 0 to calculate a fi response to the questions in Section Q to calculate a h A score on a scale of 1 to 5 is assigned to each factor. other interested parties. From January through Factor #1: A score of 1 to sessioned where the bridged esentatives of public agenc FACTOR ST.: A SCORE OF 2 IS SCHIEDING WHERE THE INCIDENT IS O'
SAND IS SCORE OF 5 IS SCHIEDING WHERE THE INCIDENT IS O'
THE REPORT OF THE PROJECTION OF THE sepherocularity of various against the training of inter-Factor #2: A score of 1 is assigned where only a *actor set: A score or 1 to assigned where only a t where five or more incidents of that kind are rt. Contractor is culpable. A contractor is OFE OURLIFIED if the total score above A contractor is PRE-CNALFIED if the total score above
A contractor is DECNALFIED if the total score above Prevailing Wage/Labor Compliance Webinar Industrial Relations

INSTRUCTIONS FOR AWARDING BODIES

Contractors who wish to be pre-qualified must submit a completed pre-qualification questionnaire to the awarding body for review. Contractors are required to provide any additional information and/or documentation as instructed on the questionnaire. The Model Pre-qualification Questionnaire can be found on pages 10 to 27.

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IV. Appeal Procedure.	
V. Application of The Public Records Act	
VI. What Are the Law's Provisions Regarding Pre-qualification of Subcontractors.	
INSTRUCTIONS FOR AWARDING BODIES	
MODEL PRE-QUALIFICATION QUESTIONNAIRE	g
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REQUEST FOR PRE-QUALIFICATION OF BIDDERS COMMENCING WITH	
FORTHCOMING PUBLIC WORK BID	3
ANNOUNCEMENT OF PRE-QUALIFICATION PROCEDURES AND	
OPEN DATES FOR ANNUAL PRE-QUALIFICATION	3
SOURCES FOR VERIFICATION OF INFORMATION GIVEN BY CONTRACTORS	3



Labor Commissioner's Model Questionnaire

CONTRACTOR

Completes the Pre-Qualification questionnaire Submits the Pre-Qualification Questionnaire

Provides any additional information/documentation

and financial statements



AWARDING BODY

Awarding Body reviews the "Essential Criteria"

Contractor is immediately <u>disqualified</u> if:

Any answer to questions 1-6 is "NO"

Any answer to questions 7-13 is "YES"

REVIEW

Prequalification Criteria
Questions are reviewed
located in Section D

Contractor is Pre-Qualified if:

All of the Contractors responses to questions 1-21 are "0"





C. ESSENTIAL CRITERIA OUESTIONS

Does your firm possess a valid and current California Contractor's or other professional license as required by law for the project or projects for which it intends to submit a bid?

Yes No

Yes

Circle Answer

Is your firm registered with DIR as a Public Works Contractor for 2. the current fiscal year?

Does your firm have a liability insurance policy with a policy limit of at least \$1,000,000 per occurrence and \$2,000,000 aggregate?

Yes No

Does your firm have current workers' compensation insurance policy as required by the Labor Code or is your firm legally selfinsured pursuant to Labor Code section 3700 et. seq.?

Yes No

Have you attached your firm's latest copy of reviewed or audited 5. financial statements with accompanying notes and supplemental information?*

and is not a substitute for the required financial statements.

Yes No

NOTE: Financial statements that are not either reviewed or audited are not acceptable. A letter verifying availability of a line of credit may also be attached; however, it will be considered as supplemental information only,

Yes No

Have you attached a notarized statement from an admitted surety insurer (approved by the California Department of Insurance) authorized to issue bonds in the State of California, which states that: (a) your current bonding capacity is sufficient for the project for which you seek pre-qualification if you are seeking prequalification for a single project; or valid for a year if you are seeking pre-qualification valid for a year; and (b) your current available bonding capacity? **

agent or broker.

NOTE: Notarized statement must be from the surety company, not an

Important Notes

Be Proactive

• Purpose of pre-qualifying is to make sure bad actors are stopped BEFORE a contract is awarded and repeat violators do not profit from wage theft

Level the Playing Field for Law Abiding Contractors

• Labor Commissioner Model Questionnaire is a complete pre-qualification packet that can be easily adopted and customized to an Awarding Bodies needs AND can be used to enhance whatever system an Awarding Body already has in place

Avoid Awarding Body Citations and Debarment

www.dir.ca.gov

Public Works



Public works in general means:

- Construction, alteration, demolition, installation, or repair work done under contract and paid in whole or in part out of public funds.
- . It can include preconstruction and post-construction activities related to a public works project.

Anyone working on a public works project must be paid prevailing wages as determined by DIR. Projects of \$30,000 or more must meet DIR's apprenticeship requirements. Failure to comply with public works requirements can result in civil penalties, criminal prosecution, or both.

DIR Service Portal

for Contractors, Awarding Bodies & Developer Proponents DIR Support Center for lastest training and FAQs



Resources

- Awarding Bodies
- Contractors
- Summary of Skilled and Trained Workforce ("STW") Statutes
- Frequently Asked Questions on Skilled and Trained Workforce ("STW") Requirements
- · Public Works Pre-Qualification of Contractors
- Apprenticeship Requirements
- · Enforcement of Public Works Law
- · File a Public Works Complaint
- · Labor Compliance Programs
- Prevailing Wage Requirements
- More Resources

Search

Find Public Works Projects &
Find Public Works Contractors &
Find Payroll Records &

Registration

Have Questions?

Contact Us:

publicworks@dir.ca.gov

Subject Line:

Pre-Qualification of Contractor's

QUESTIONS...

1. As an Awarding Body, do you currently have a Pre-Qualification of Contractors system in place?

- a) Yes
- b) No

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Thank you!

Prevailing Wage/Labor Compliance Webinar

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9:15 AM — 10:05 AM Contractor Responsibilities

Patricia Rangel/Linda Dinh/ Antonio Almanza



DEPARTMENT OF INDUSTRIAL RELATIONS

State Labor Commissioner's Office



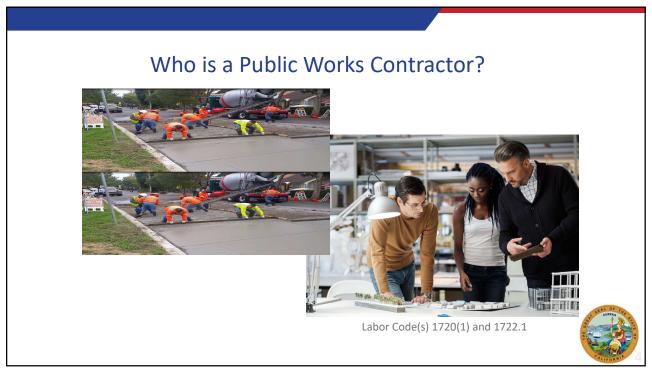
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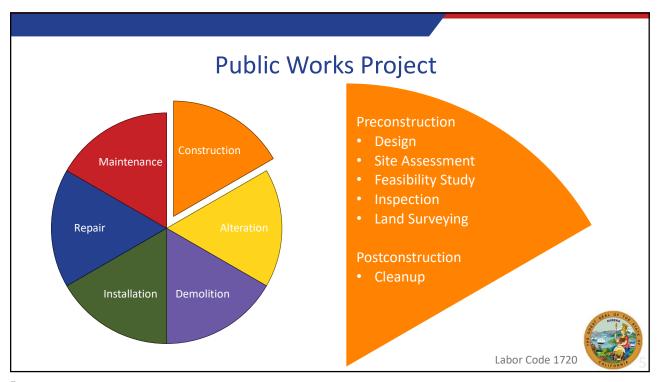
California Labor Commissioner's Office

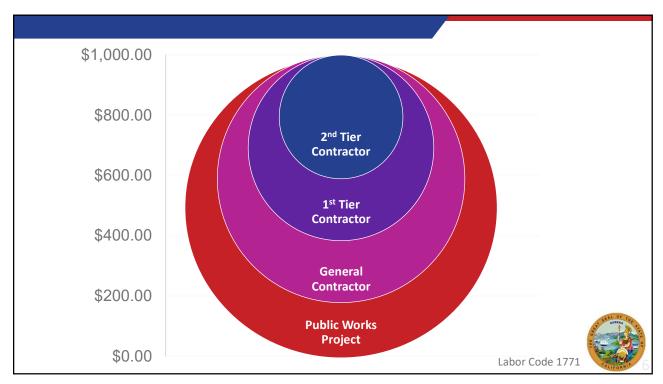
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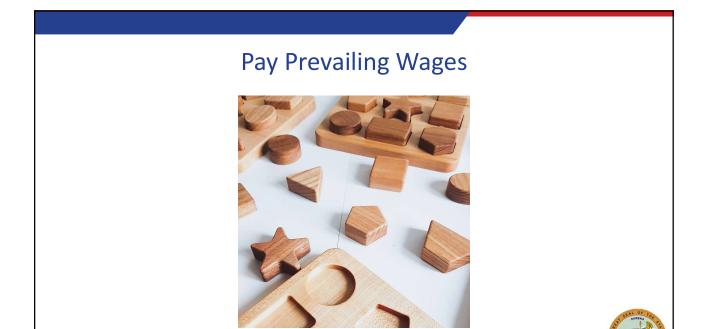






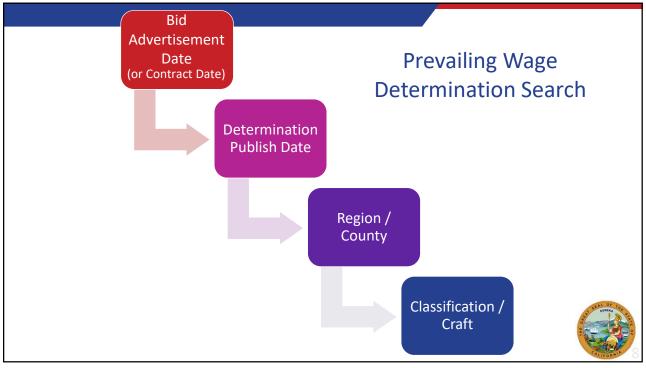


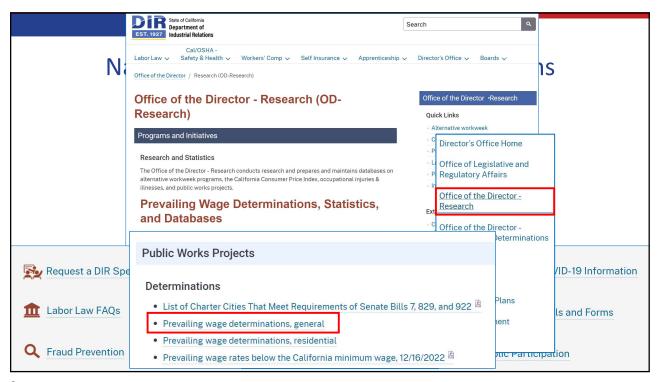


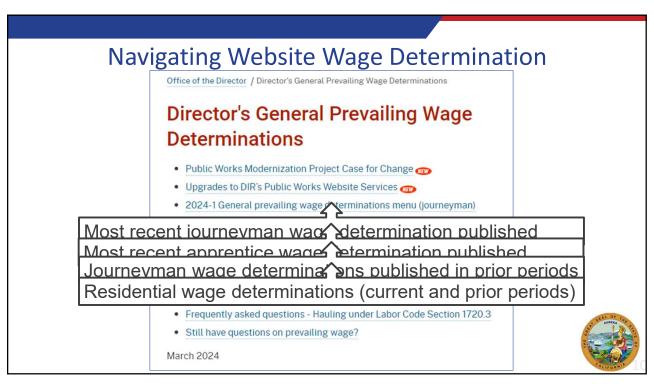


Labor Codes 1771, 1774 and 1813

7







Navigating Website Wage Determination

Superseded prevailing wage determinations

General prevailing wage determinations made by the Director of Industrial Relations

Pursuant to California Labor Code Part 7, Chapter 1, Article 2, Sections 1770, 1773, and 1773.1

Index: 2023-2 (Superseded)

Applies to projects advertised for bid: 9/1/2023 - 3/2/2024

General prevailing wage determinations

General prevailing apprentice schedules

Index: 2023-1 (Superseded)

Applies to projects advertised for bid: 3/4/2023 - 8/31/2023

General prevailing wage determinations

General prevailing apprentice schedules

Index: 2022-2 (Superseded)

Applies to projects advertised for bid: 9/1/2022 - 3/3/2023

General prevailing wage determinations General prevailing apprentice schedules

Index: 2022-1 (Superseded)

Applies to projects advertised for bid: 3/4/2022 - 8/31/2022

General prevailing wage determinations General prevailing apprentice schedules



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Journeyman Wage Determinations

Index 2023-1 general prevailing wage journeyman determinations

General prevailing wage determinations made by the director of industrial relations

Pursuant to California Labor Code part 7, chapter 1, article 2, sections 1770, 1773, and 1773.

The effective date of each determination is ten (10) days after the issue date. (8 CCR § 16000). The general determinations are issued twice a year (February 22nd and August 22nd) and go into effect ten days thereafter (March 3rd in a leap year and March 4th in a non-leap year for determinations issued on February 22nd, and September 1st for determinations issued on August 22nd).

To locate a particular journeyman craft or classification's prevailing wage determination, holiday, advisory scope of work, or travel and subsistence provision, please follow the six steps in the table helicus.

First examine if your craft's determination is among the basic trades that apply to most counties in

If you have not found your craft in steps 1, 2, or 3, choose the county where work is being performed

Step two (A)	Northern California	If you have not found your craft in step one, check this area to see if your craft's determination is one of Northern California's basic trades.
Step two (B)	Southern California	If you have not found your craft in step one, check this area to see if your craft's determination is one of Southern California's basic trades.
Step three	San Diego	After following steps one and two (B), examine this

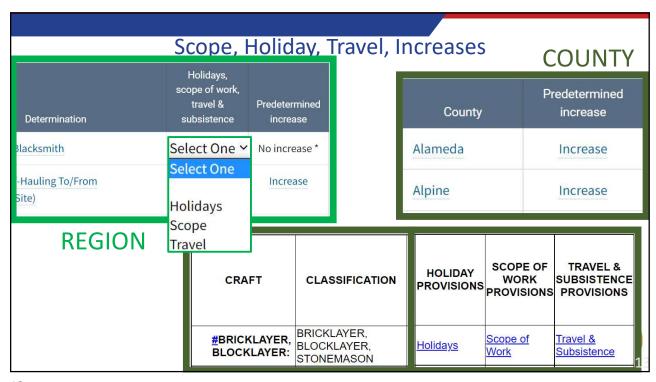
Index 2023-1 Statewide basic trade journeyman rates

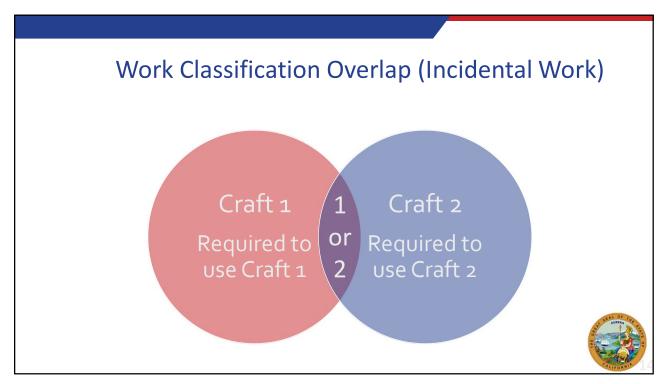
General prevailing wage determinations

Pursuant to California Labor Code part 7, chapter 1, article 2, sections 1770, 1773, and 1773.1

subsistence	Predetermined increase
Select One ∨	No increase *
Select One ✓	Increase
Select One ✓	Increase
Select One ✓	No increase *
Select One ✓	No increase *
Select One ✓	Increase
Select One ✓	Increase
Select One ✓	No increase *
Select One ✓	Increase
Select One ~	Increase
Select One ✓	Increase
Select One ✓	No increase *
Select One +	morease
	Select One > Select One >







Wage Determination Examined

GENERAL PREVAILING WAGE DETERMINATION MADE BY THE DIRECTOR OF INDUSTRIAL RELATIONS PURSUANT TO CALIFORNIA LABOR CODE PART 7, CHAPTER 1, ARTICLE 2, SECTIONS 1770, 1773 AND 1773.1 FOR COMMERCIAL BUILDING, HIGHWAY, HEAVY CONSTRUCTION AND DREDGING PROJECTS

Craft: Drywall Installer/Lather (Carpenter)#

Determination:

Issue Date: August 22, 2022

Effective Date: September 1, 2022

aid for work performed after this date has been determined. If work will extend past this date, the new rate porated in contracts entered into now. Contact the Office of the Director - Research Unit for specific rates at

All localities within Imperial, Inyo, Kern, Los Angeles, Mono, Orange, Riverside, San Bernardino, San Luis Obispo, Santa Barbara and Ventura counties.

Wages and Employer Payments

rrages and Employer rayments.											
	Basic	Health	Pension	Vacation	Training	Other	Hours	Total	Daily	Saturday	Sunday/
	Hourly	and		and	_	b		Hourly	Overtime	Overtime	Holiday
Classification	Rate	Welfare		Holiday				Rate	Hourly	Hourly	Overtime
(Journeyperson)				а					Rate	Rate	Hourly
									(1 ½ X) °	(1 ½ X) °	Rate
											(2 X)
Drywall Installer/Lather	\$47.24	\$8.00	\$5.66	\$7.31	\$0.67	\$2.77	8.0	\$71.65	\$95.27	\$95.27	\$118.89



15

Wage Determination Examined

GENERAL PREVAILING WAGE DETERMINATION MADE BY THE DIRECTOR OF INDUSTRIAL RELATIONS PURSUANT TO CALIFORNIA LABOR CODE PART 7, CHAPTER 1, ARTICLE 2, SECTIONS 1770, 1773 AND 1773.1 FOR COMMERCIAL BUILDING, HIGHWAY, HEAVY CONSTRUCTION AND DREDGING PROJECTS

Craft: Drywall Installer/Lather (Carpenter)#

Determination: SC-31-X-41-2022-1

Issue Date:

August 22, 2022

Expiration date of determination:

June 30, 2023**

k performed after this date has been determined. If work will extend past this date, the new rate contracts entered into now. Contact the Office of the Director - Research Unit for specific rates at

Localities:

All localities within Imperial, Inyo, Kern, Los Angeles, Mono, Orange, Riverside, San Bernardino, San Luis Obispo, Santa Barbara and Ventura counties.

Wages and Employer Payments:											
	Basic	Health	Pension	Vacation	Training	Other	Hours	Total	Daily	Saturday	Sunday/
	Hourly	and		and		b		Hourly	Overtime	Overtime	Holiday
Classification	Rate	Welfare		Holiday				Rate	Hourly	Hourly	Overtime
(Journeyperson)				а					Rate	Rate	Hourly
									(1 ½ X) °	(1 ½ X) °	Rate
											(2 X)
Drywall Installer/Lather	\$47.24	\$8.00	\$5.66	\$7.31	\$0.67	\$2.77	8.0	\$71.65	\$95.27	\$95.27	\$118.89



Wage Determination Examined

GENERAL PREVAILING WAGE DETERMINATION MADE BY THE DIRECTOR OF INDUSTRIAL RELATIONS PURSUANT TO CALIFORNIA LABOR CODE PART 7, CHAPTER 1, ARTICLE 2, SECTIONS 1770, 1773 AND 1773.1 FOR COMMERCIAL BUILDING, HIGHWAY, HEAVY CONSTRUCTION AND DREDGING PROJECTS

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SC-31-X-41-2022-1

Issue Date: August 22, 2022

Expiration date of determination:

June 30, 2023** The rate to be paid for work performed after this date has been determined. If work will extend past this date, the new rate must be paid and should be incorporated in contracts entered into now. Contact the Office of the Director - Research Unit for specific rates at (415) 703-4774.

Localities:

All localities within Imperial, Inyo, Kern, Los Angeles, Mono, Orange, Riverside, San Bernardino, San Luis Obispo, Santa Barbara and Ventura

Wages and Employer Payment	Basi	Health	Pension	Vacation	Training	Other			
	Hour	and		and		b	Daily	Saturday	Sunday/
	Rate	Welfare		Holidav			Overtime	Overtime	Holiday
Classification				a			Hourly	Hourly	Overtime
(Journeyperson)				_			Rate	Rate	Hourly
							(1 ½ X) °	(1 ½ X) °	Rate
							' '		(2 X)
Drywall Installer/Lather	0.47.6	00.00	05.00	07.04	***	00.77	\$95.27	\$95.27	\$118.89
	\$47.2	\$8.00	\$5.66	\$7.31	\$0.67	\$2.77			



17

Basic Hourly Rates

Wages and Employer Payments:

	Basic	Health	Pension	Vacation	Training	Other	Hours	Total	Daily	Saturday	Sunday/
	Hourly	and		and	_	b		Hourly	Overtime	Overtime	Holiday
Classification	Rate	Welfare		Holiday				Rate	Hourly	Hourly	Overtime
(Journeyperson)				а					Rate	Rate	Hourly
									(1 ½ X) °	(1 ½ X) °	Rate
											(2 X)
Drywall Installer/Lather	\$47.24	\$8.00	\$5.66	\$7.31	\$0.67	\$2.77	8.0	\$71.65	\$95.27	\$95.27	\$118.89

Basic Hourly Rate		Basic Hourly Rates	Employer Payments		
47.24		47.24	+ 24.41 =	71.65	Total Hourly Rate
47.24	X 1.5 =	70.86	+ 24.41 =	95.27	Daily Overtime Hourly Rate (1 ½ X) Saturday Overtime Hourly Rate (1 ½ X)
47.24	X 2.0 =	94.48	+ 24.41 =	118.89	Sunday / Holiday Overtime Hourly Rate (2 X)

24.41 = 8.00 + 5.66 + 7.31 + 0.67 + 2.77

Predetermined Increase

DRYWALL INSTALLER/LATHER (CARPENTER)

Determination SC-31-X-41-2022-1 is currently in effect and expires on June 30, 2023**.

Effective July 1, 2023, there will be a 3.25 increase to be allocated to wages and/or employer payments.

Effective July 1, 2024, there will be a \$3.25 increase to be allocated to wages and/or employer payments.

Effective July 1, 2025, there will be a \$3.50 increase to be allocated to wages and/or employer payments.

There will be no further increases applicable to this determination.

Issued 8/22/2022, Effective 9/1/2022 until superseded.
This page will be updated when wage rate breakdown becomes available.
Last Updated: September 1, 2022

DRYWALL INSTALLER/LATHER (CARPENTER)

Determination SC-31-X-41-2022-1 is currently in effect and expires on June 30, 2023**.

Effective July 1, 2023, there will be a \$3.25 increase to be allocated as follows: \$1.62 to Basic Hourly Rate, \$0.25 to Health & Welfare, \$0.25 to Pension, \$0.08 to Vacation/Holiday, \$0.05 to Training and \$1.00 to Other Payments.

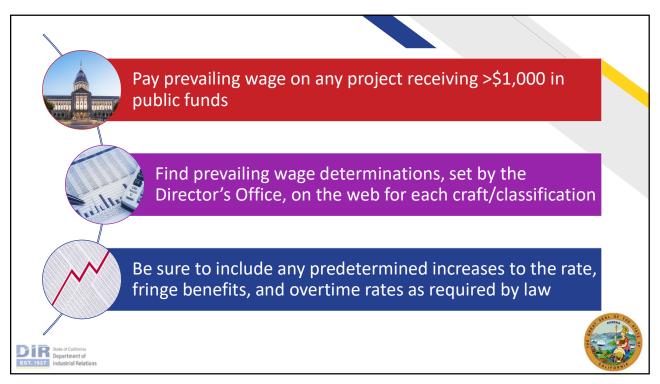
Effective July 1, 2024, there will be a 3.25 increase to be allocated to wages and/or employer payments.

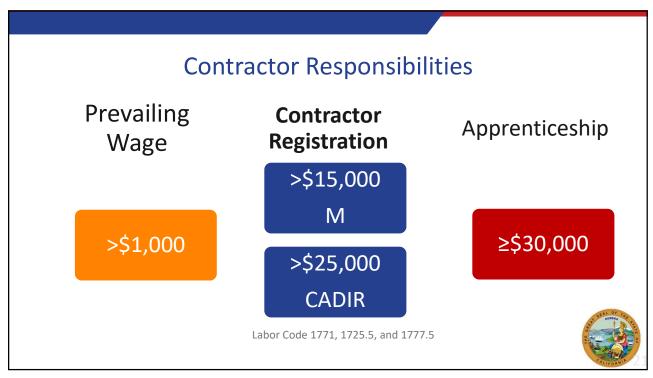
Effective July 1, 2025, there will be a \$3.50 increase to be allocated to wages and/or employer payments.

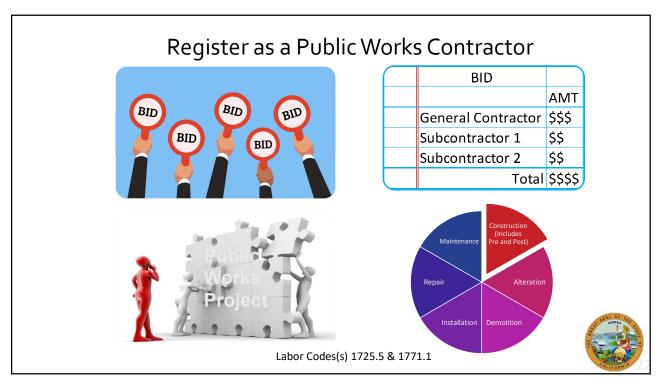
There will be no further increases applicable to this determination.

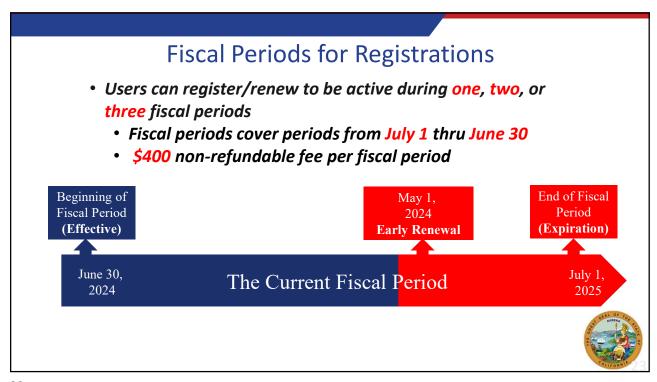
Issued 8/22/2022, Effective 9/1/2022 until superseded.
This page will be updated when wage rate breakdown becomes available.
Last Updated: June 23, 2023

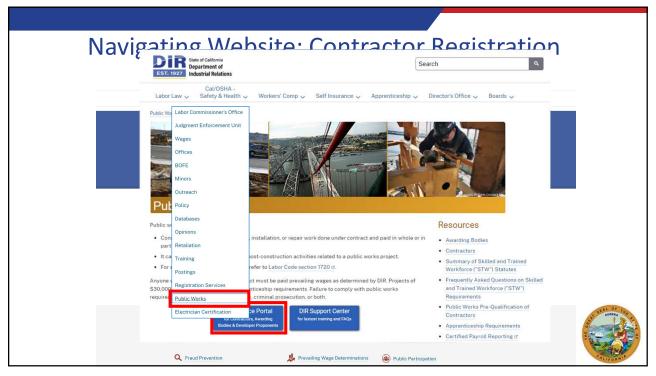
19

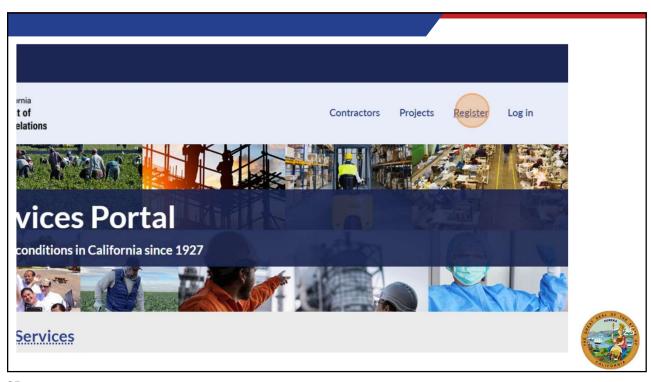


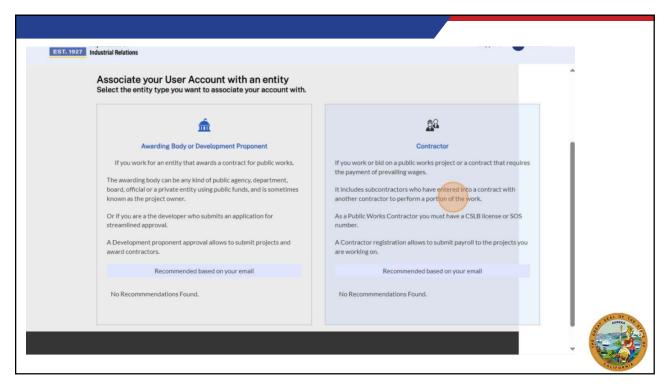


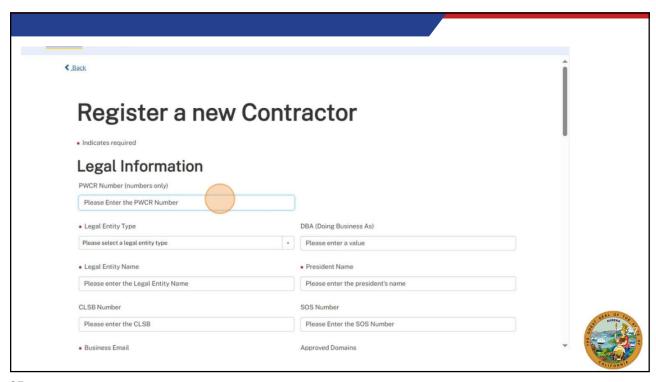


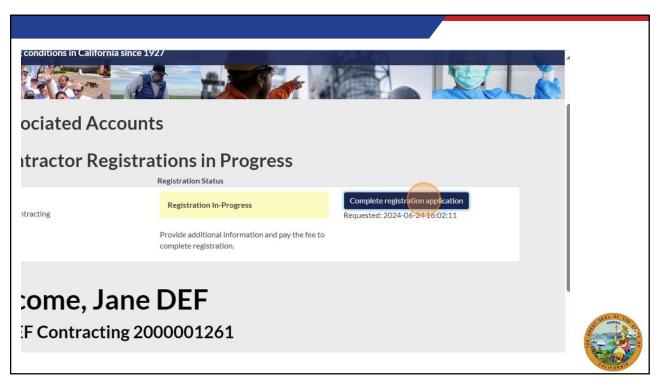


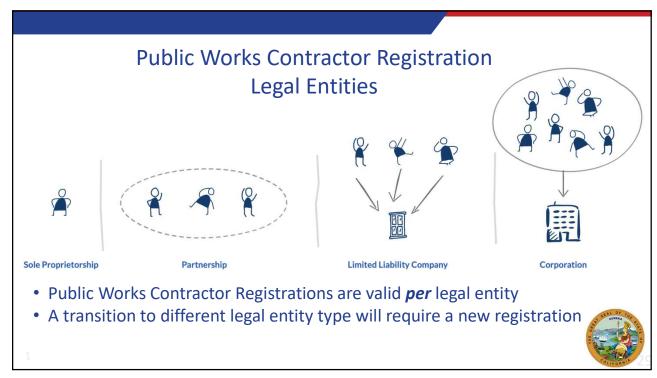


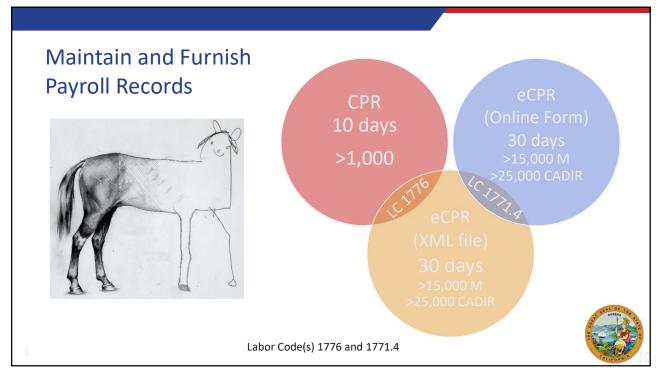




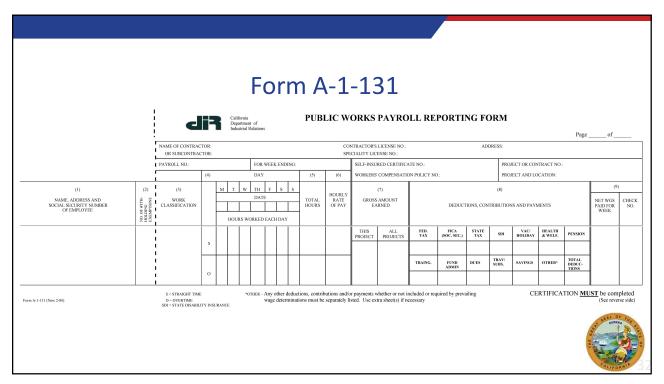


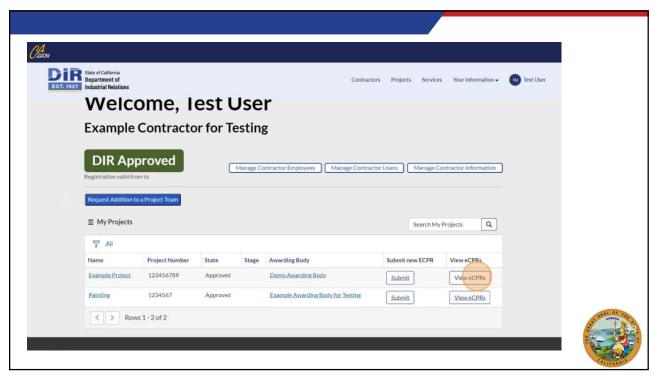


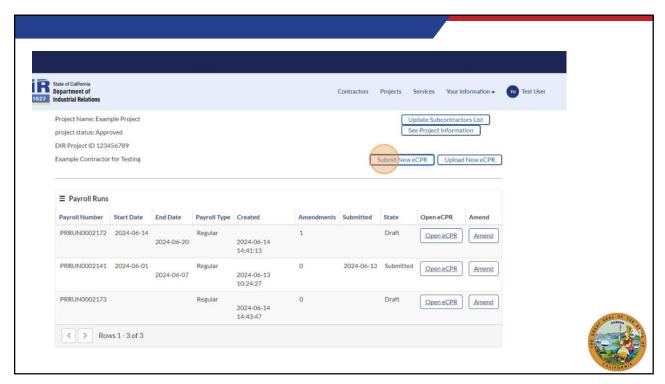


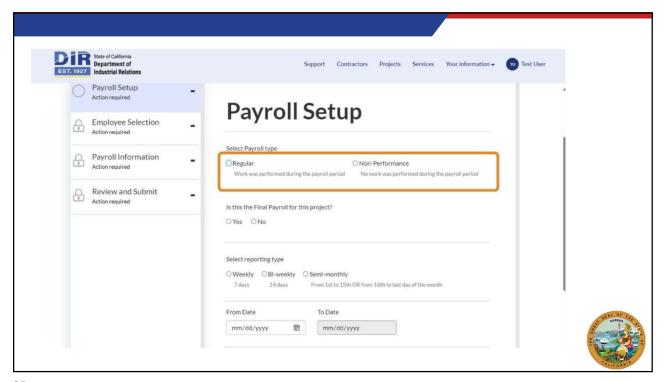


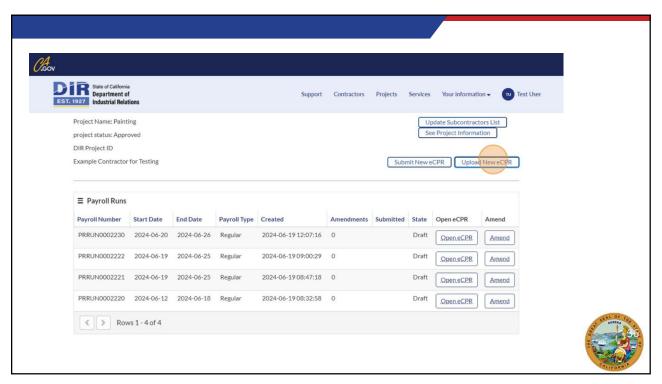
Form A-1-131	NOTICE TO PUBLIC ENTITY For Privacy Considerations Fold back along dotted line prior to copying for release to general public (private persons). (Paper Size then 8-1/2 x 11 inches)
	I,, the undersigned, am the (Name – print) with the authority to act for and on behalf of (Position in business)
	(Name of business and/or contractor) , certify under penalty of perjury
	that the records or copies thereof submitted and consisting of
	are the originals or true, full, and correct copies of the originals which depict the payroll record(s)
	of the actual disbursements by way of cash, check, or whatever form to the individual or individuals named.
1	Date: Signature:

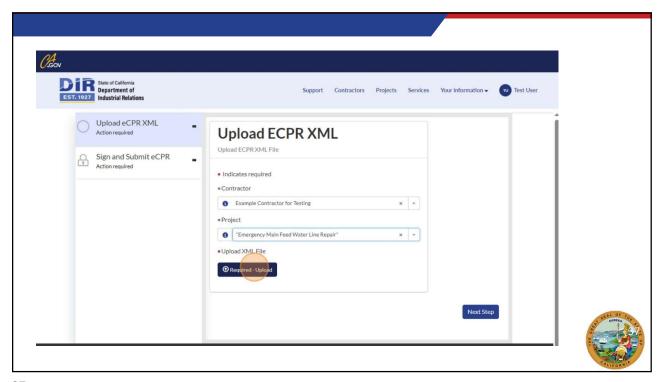


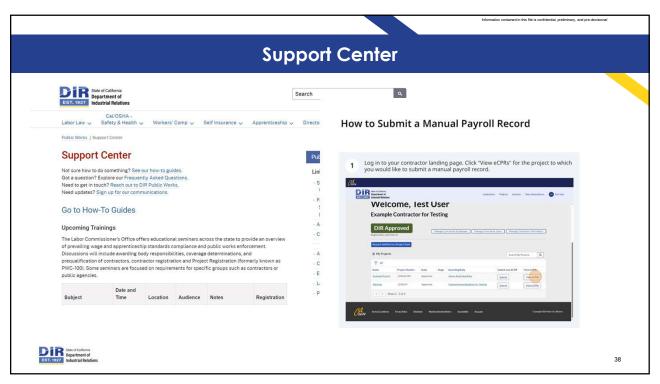




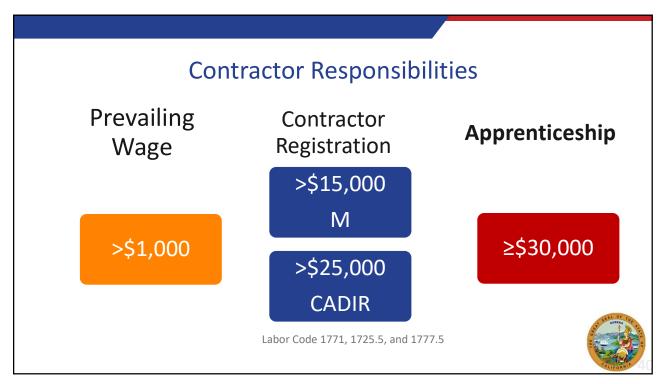


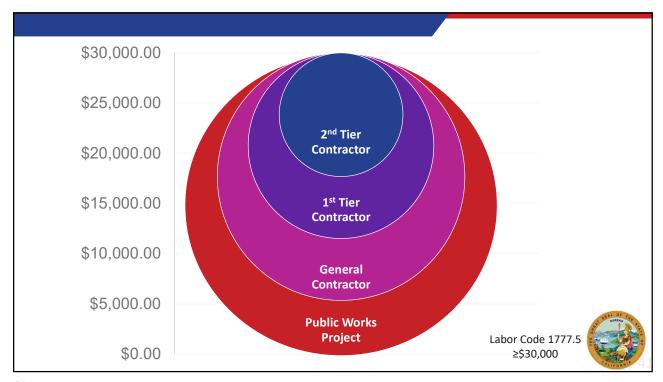












Wage Determination Examined

GENERAL PREVAILING WAGE DETERMINATION MADE BY THE DIRECTOR OF INDUSTRIAL RELATIONS PURSUANT TO CALIFORNIA LABOR CODE PART 7, CHAPTER 1, ARTICLE 2, SECTIONS 1770, 1773 AND 1773.1 FOR COMMERCIAL BUILDING, HIGHWAY, HEAVY CONSTRUCTION AND DREDGING PROJECTS

Craft: Drywall Installer/Lather (Carpenter)#

Determination: SC-31-X-41-2022-1

Issue Date:

August 22, 2022

Expiration date of determination:
June 30, 2023** The rate to be paid for work performed after this date has been determined. If work will extend past this date, the new rate must be paid and should be incorporated in contracts entered into now. Contact the Office of the Director - Research Unit for specific rates at (415) 703-4774.

Localities:
All localities within Imperial, Inyo, Kern, Los Angeles, Mono, Orange, Riverside, San Bernardino, San Luis Obispo, Santa Barbara and Ventura

Wages and Employer Payments:

rrages and zimpleyer raymonte.											
	Basic	Health	Pension	Vacation	Training	Other	Hours	Total	Daily	Saturday	Sunday/
	Hourly	and		and	_	b		Hourly	Overtime	Overtime	Holiday
Classification	Rate	Welfare		Holiday				Rate	Hourly	Hourly	Overtime
(Journeyperson)				a					Rate	Rate	Hourly
									(1 ½ X) °	(1 ½ X) °	Rate
										, ,	(2 X)
Drywall Installer/Lather	\$47.24	\$8.00	\$5.66	\$7.31	\$0.67	\$2.77	8.0	\$71.65	\$95.27	\$95.27	\$118.89



Contract Award Information

PUBLIC WORKS CONTRACT AWARD INFORMATION

Contract award information must be sent to your Apprenticeship Committee if you are approved to train. If you are not approved to train, you must send the information (which may be this form) to ALL applicable Apprenticeship Committees in your craft or trade in the area of the site of the public work. Go to: http://www.dir.ca.gov/databases/das/pwaddrstart.asp for information about programs in your area and trade. You may also consult your local Division of Apprenticeship Standards (DAS) office whose telephone number may be found in your local directory under California, State of, Industrial Relations, Division of Apprenticeship Standards.

Do not send this form to the Division of Apprenticeship Standards.

NAME OF YOUR COMPANY	CONTRACTOR'S STATE LICENSE NO
MAILING ADDRESS-NUMBER & STREET, CITY, ZIP CODE	AREA CODE & TELEPHONE NO.
NAME & ADDRESS OF PUBLIC WORKS PROJECT	DATE YOUR CONTRACT EXECUTED
	DATE OF EXPECTED OR ACTUAL START OF PROJECT
NAME & ADDRESS OF PUBLIC AGENCY AWARDING CONTRACT	ESTIMATED NUMBER OF JOURNEYMEN HOURS
	OCCUPATION OF APPRENTICE
THIS FORM IS BEING SENT TO: (NAME & ADDRESS OF APPRENTICESHIP PROGRAM(S))	ESTIMATED NUMBER OF APPRENTICE HOURS
	APPROXIMATE DATES TO BE EMPLOYED

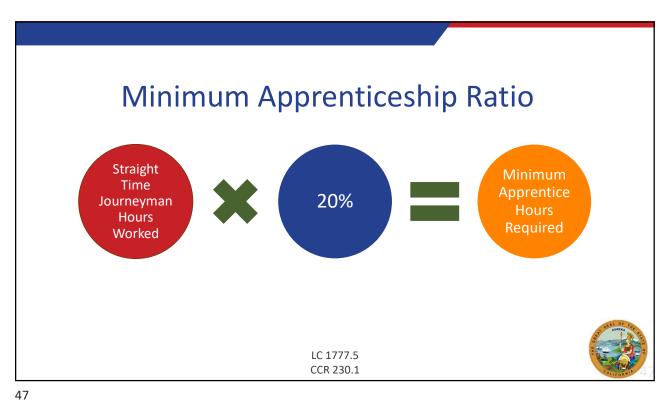


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This is not a request for dispatch of apprentices. Contractors must make a separate request for actual dispatch, in accordance with Section 230.1(a) California Code of Regulations	
Check One Of The Boxes Below	
1. We are already approved to train apprentices by the Apprenticeship Committee. We will employ and train under their Standards. Enter name of the Committee	
2. We will comply with the standards of Apprenticeship Committee for the duration of this job only. Enter name of the Committee	
3. We will employ and train apprentices in accordance with the California Apprenticeship Council regulations, including § 230.1 (c) which requires that apprentices employed on public projects can only be assigned to perform work of the craft or trade to which the apprentice is registered and that the apprentices must at all times work with or under the direct supervision of journeyman/men.	
Signature Date	
Typed Name	
Title	
State of California - Department of Industrial Relations DIVISION DAS 140 (REV. 1/04) OF APPRENTICESHIP STANDARDS	
	To the state of th

	Minimum Ratio	Contract Award Information	Maximum Ratio	Journeyman On Duty	
Box 1		May be sent only to apprenticeship committee that approved the contractor	May be found in the apprenticeship standards under which the contractor has	Not a CAC Regulation but will enforce DAS	
Box 2	One apprentice hour for every five journeyman hours	Must be sent to all applicable	agreed to be bound by. Calculated at the end of the project and not on a daily basis.	approved apprenticeship standards	
Box 3		apprenticeship committees	Not Applicable Not a CAC Regulation	Apprentices must work with or under a journeyman at all times.	





Minimum Apprentice Hours Required Example

	#Craft 1	#Craft 2
Journeyman ST Hours Worked	1000	500
Journeyman OT Hours Worked	500	200

Minimum Apprentice Hours Required

	#Craft 1	#Craft 2
Journeyman ST Hours Worked x 20%	200	100

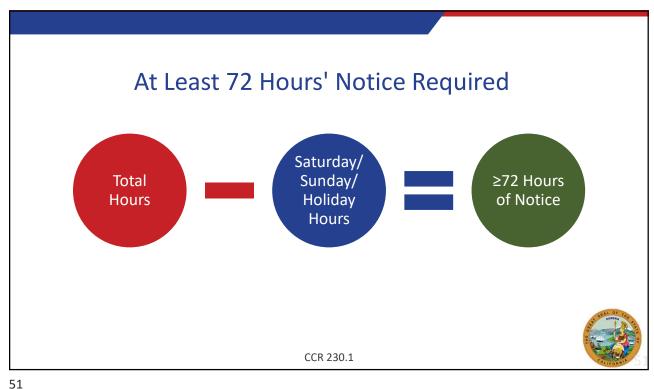
All apprentice hours count towards the minimum ratio requirement



Request for Dispatch of an Apprentice **REQUEST FOR DISPATCH OF AN APPRENTICE – DAS 142 FORM** DO NOT SEND THIS FORM TO DAS You may use this form to request dispatch of an apprentice from the Apprenticeship Committee in the craft or $trade\ in\ the\ area\ of\ the\ public\ work.\ Go\ to: \underline{http://www.dir.ca.gov/databases/das/pwaddrstart.asp}\ for\ information$ about programs in your area and trade. You may also consult your local Division Apprenticeship Standards (DAS) office whose telephone number may be found in your local directory under California, State of, Industrial Relations, Division of Apprenticeship Standards. Except for projects with less than 40 hours of journeyworkers work, you must request and employ apprentices in no less than 8 hour increments. List one occupation/craft per form **Contractor Requesting Dispatch:** To Applicable Apprenticeship Committee: Address:_ __Fax No. __ PWC Registration Number: ___ _Fax No. _

49

Project Information: PWC Project Number	Contract Number	
	Sub-Contract Amount	
Address:		
Dispatch Request Information:		
Number of Apprentice(s) Needed:	Craft or Trade:	
Date Apprentice(s) to Report:	(72 hrs. notice required) Timeto Report:	
Name of Person to Report to:		
Address to Report to:		
You may use this form to make your written r	equest for the dispatch of an apprentice. Requests f	for dispatch must be in
writing and submitted at least 72 hours in adv	ance (excluding weekends and holidays) via first cla e note of California Code of Regulations, Title 8, § 2	ass mail, fax or email. <u>Proof</u>
requirements regarding apprenticeship reque	sts and/or	
DAS 142 (Revised 10/18)	abilicatorical officialitini	





Apprenticeship status certification for public works

Enter search string (LLLLF9999) here Search How to compile the search string:

The search string is a total of nine letters and numbers (no characters ', - , etc): the first four letters of the last name (use spaces to make four letters if the last name is shorter than four letters), the first letter of the first name and the last four digits of the social security number (LLLLF9999). Letters can be entered as lower or upper case.

Examples:

Uncle Sam ssn 123-45-6789 would be entered as Sam U6789

Goddess Minerva ssn 123-45-5555 would be entered as MineG5555

Richard Al-Ham ssn 111-44-1111 would be entered as AlhaR1111

Robert O'Brian ssn 111-22-3333 would be entered as OBriR3333

James McHenry ssn 555-66-1234 might be entered as McHeJ1234 or Mc HJ1234

https://www.dir.ca.gov/das/appcertpw/AppCertSearch.asp



STATE OF CALIFORNIA Gavin Newsom, Governor

DEPARTMENT OF INDUSTRIAL RELATIONS

DIVISION OF APPRENTICESHIP STANDARDS

P.O. Box 420603

San Francisco, CA 94142-0603



To whom it may concern:

The Division of Apprenticeship Standards hereby certifies that, according to transactions recorded as of August 25, 2019, the below named individual is registered with the State of California as an apprentice in the occupation during the period between the start date and the end date or completion (comp) date listed below. If there is no end date for an occupation, the Apprentice is currently registered in that occupation. Occupations marked with an asterisk (*) are certified as apprenticeable occupations for Public Works projects. For individuals who have completed an approved 20 hour safety training, the course and the date completed are

listed below. Name	Occupation	22	Effective Date	Cert. id
Mason Smith	* Cement Mason	Start	03-02-2016	SmitM1234
Mason Smith	* Cement Mason	Comp	12-25-2017	SmitM1234

If you have any questions please contact your local Division of Apprenticeship Standards office.

Glen Forman Deputy Chief

Shur town



Wage Determination Examined

GENERAL PREVAILING WAGE DETERMINATION MADE BY THE DIRECTOR OF INDUSTRIAL RELATIONS PURSUANT TO CALIFORNIA LABOR CODE PART 7, CHAPTER 1, ARTICLE 2, SECTIONS 1770, 1773 AND 1773.1 FOR COMMERCIAL BUILDING, HIGHWAY, HEAVY CONSTRUCTION AND DREDGING PROJECTS

Craft: Drywall Installer/Lather (Carpenter)#

Determination:

SC-31-X-41-2022-1

Issue Date:

August 22, 2022

June 30, 2023** The rate to be paid for work performed after this date has been determined. If work will extend past this date, the new rate must be paid and should be incorporated in contracts entered into now. Contact the Office of the Director - Research Unit for specific rates at (415) 703-4774.

All localities within Imperial, Inyo, Kern, Los Angeles, Mono, Orange, Riverside, San Bernardino, San Luis Obispo, Santa Barbara and Ventura

Wages and Employer Payments:	:				Training						
	Basic	Health	Pension	Vacatio	_	ther	Hours	Total	Daily	Saturday	Sunday/
	Hourly	and		and		b		Hourly	Overtime	Overtime	Holiday
Classification	Rate	Welfare		Holiday				Rate	Hourly	Hourly	Overtime
(Journeyperson)				a					Rate	Rate	Hourly
									(1 ½ X) °	(1 ½ X) °	Rate
											(2 X)
Drywall Installer/Lather	\$47.24	\$8.00	\$5.66	\$7.31		2.77	8.0	\$71.65	\$95.27	\$95.27	\$118.89
					\$0.67						



CAC - Public works Training Fund Search

Training Fund Search

This search function allows awarding agencies, labor and contract compliance organizations, contractors, and other interested parties to view and print a specific contractor's Training Fund contribution paid to the California Apprenticeship Council for the previous 48 months. The payment of the training funds is regulated by California Labor Code 1777.5(m)(1)

Please enter the contractor's license number to begin search.

If you do not know the contractor's license number you may search for it at this site: www.cslb.ca.gov

For employers without a Contractor's license you may look up the id number that was assigned

987654

Sulfuit

Don't see your recent training funtribution in the payment history?

Possible reasons:

1) Wrong Remit address, our current remit address is as follows:

Department of Industrial Relations

California Apprenticeship Council

P.O. Box 511283

Los Angeles, CA 90051-7838





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STATE OF CALIFORNIA

Gavin Newsom, Governor

CALIFORNIA APPRENTICESHIP COUNCIL

P.O. Box 420603 San Francisco, CA 94142-0603 (415) 703-4920



Re: Training Fund Contribution Inquiry for:

ACME, Inc. 9876 Ocean Blvd

Long Beach, CA 90802

nc. Lic.# 987654

To whom it may concem:

The California Apprenticeship Council hereby certifies that, according to transactions recorded as of August 25, 2019, the training fund contributions shown below have been received from the contractor above during the last four years. The contributions are sorted by County, Check date, Project and Occupation.

County	Occupation	Check date	Amount in \$
Project			
Los Angeles	Cement Masons	04/05/2017	97.92
SP-98765			
Los Angeles	Laborers	04/05/2017	142.14
SP-98765			

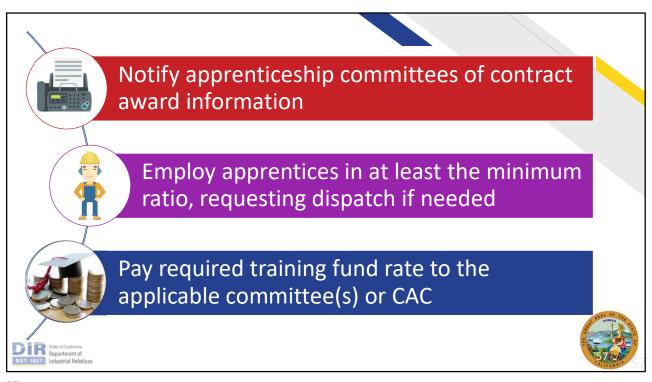
If you have any questions please contact the Division of Apprenticeship Standards, trainingfund@dir.ca.gov

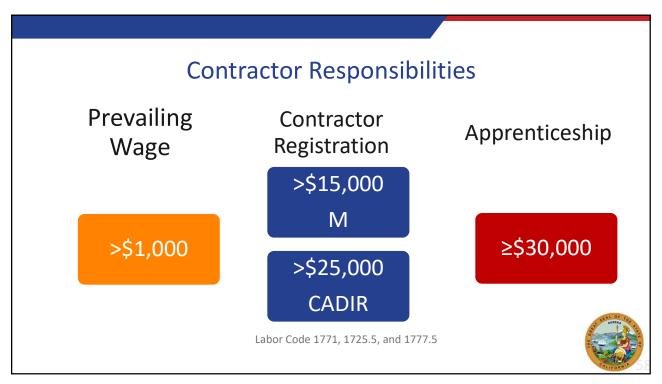
Glen Forman

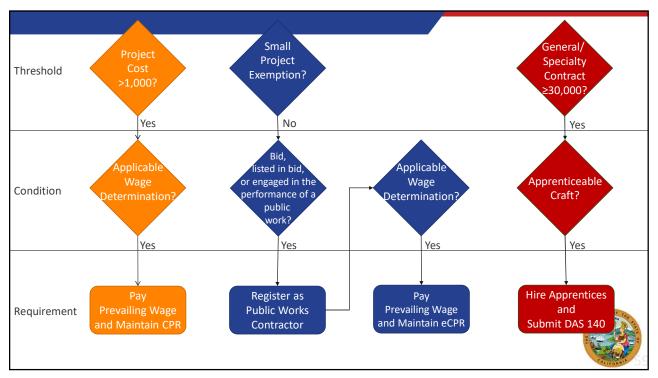
Glen Forman

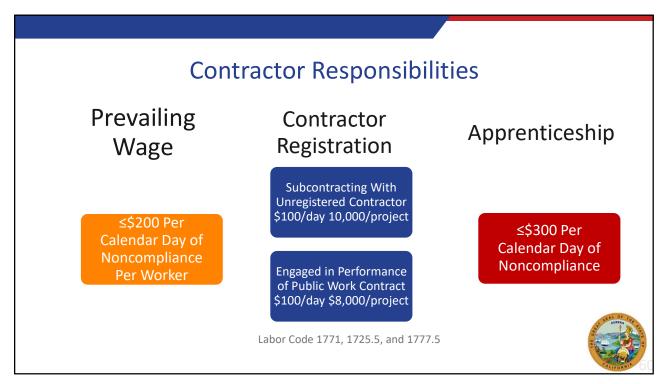
for the Secretary, California Apprenticeship Council











DEPARTMENT OF INDUSTRIAL RELATIONS Division of Labor Standards Enforcement

Headquarters Office 1515 Clay Street, Ste. 1302 Oakland, CA 94612 Tel: (510) 285-2118 Fax: (510) 285-1365



Lilia García-Brower

October 28, 2022 Sent Only Via E-Mail

Contractors' Responsibilities, Statutory Obligations

Successful Bidding and Work on California Public Works Projects

The State Labor Commissioner's Office (LCO) is mandated under law to ensure compliance with Public Works Laws (PWL). This letter seeks to inform and ensure potential and successful contractors understand the legal requirements and potential consequences when bidding or working on a project under California's PWL. (Lab. Code §§ 1720–1861.) For all projects requiring payment of prevailing wages, all contractors were considered to the contractor of the contract

- Register as a public works contractor with the Department of Industrial Relations (DIR) and remit an application fee. (Lab. Code § 1725.5(a).)
 Pay prevailing wages to all workers employed on public works projects. (Lab. Code §§ 1770,

- 1/71.)
 Follow apprenticeship standards, more information found here. (Lab. Code § 1777.5.)
 For certain projects, comply with California's Skilled and Trained Workforce Requirements. (Pub. Contract Code §§ 2600-2603.)
 Maintain and properly submit certified payroll records. More information can be found here. (Lab. Code §§ 1771.4, 1776.)

Failing to register as a public works contractor can subject a contractor to civil penalties, accruing at \$100.00 for each day of violation, not to exceed \$\$,000.00. A higher tiered public works contractor who contracts with an unregistered lower tier subcontractor is subject to a civil penalty of \$100.00 for each day of violation, not to exceed \$10,000.00. (Lab. Code § 1771.1(g), (h).)

A contractor's failure to pay prevailing wage may lead to costly consequences. Recently, a contractor was found liable for \$1.3 million in kickbacks and wage theft by its crew leader, covering 27 workers. The LCO

A contractor is any person or company who bids or contracts to work on a public works job. A

also recovered \$2.6 million in wages on behalf of 120 workers from the surety and awarding body in another enforcement action. Those violations involved kickbacks and failing to report all workers on the certified payroll. A third contractor recently was fined \$2.00,000 for not paing overtime on a public works project.

With some exceptions, all public works contracts valued at \$30,000 or more carry a duty to hire apprentices. This duty applies to all contractors and subcontractors on a project, even if their part of the project totals less than \$30,000. Contractors who fail to follow apprenticeship standards are liable for civil penalties of up to \$300 for each full calendar day of noncompliance.

Recent changes to the Public Contract Code require employment of a Skilled and Trained Workforce (STW) on certain projects. With few exceptions, all workers employed on STW projects must be skilled journeypersons or registered appentices; and 30-60% of all skilled journeypersons must be graduates of an apprenticeship program. Contractors and subcontractors who violate STW rules can face civil penalties of up to \$10,000 per month of work performed and debarment. More information on STW may be found <a href="https://doi.org/10.1001/journey-10.1001/journe

Contractors must submit certified payroll records to the LCO using DIR's electronic certified payroll system. If not submitted, penalties accrue of \$100 per day, limited to \$5,000 per project. Submission of eCPRs is a separate and distinct reporting requirement from the statutorily required maintance of certified

In addition, contractors who fail to timely submit certified payroll records following a written request of the LCO are subject to a different and additional penalty of \$100 per worker per day.

A contractor's failure to adhere to these requirements compromises the important goals of the PWL, the state, its workers and employers. A contractor who willfully ignores these requirements may be subject to debarment from bidding or working on public works projects. (Lab. Code § 1777.1.)

Please refer to the FAQs on our website for more information regarding PWL requirements. Contact our Public Works Unit at publicworks@dire.agov if you have questions regarding your obligations when awarded a project subject to PWL. For general information on the laws enforced by the LCO you may call 833-LCO-INTO (833-526-4636).

My office is committed to promoting compliance with workplace protections for vulnerable workers, which also levels the playing field and supports law-abiding contractors. We hope to continue in strong partnership with your company toward these worthy goals.



Lilia García-Brower California Labor Commissioner

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Thank you for attending!

General questions or system issues?

Labor Commissioner's Office - publicworks@dir.ca.gov

- Provide screenshots and contact information for user experiencing the issues
- Identify details in the subject line
 - PWCR (Public Works Contractor Registration)
 - eCPR (Electronic Certified Payroll Reporting)
 - Awarding Body (Project Registration)

The work I am engaged in requires prevailing wages, what is the applicable craft? Office of the Director - Research Unit - statistics@dir.ca.gov

Request a wage determination. Provide county, bid date, and scope of work

Is my specific project a public work? The work I am engaged in is innovative and not found in any scope of work provision, am I required to pay prevailing wages?

Office of the Director – Legal Unit - pwcoverage@dir.ca.gov

Request a coverage determination. Provide as much documentation as possible (contract, funding source, lease information, scope of work, etc.)





10:20 AM - 10:45 AM

SSkilled and Trained Workforce Enforcement

Jeyde Cardenas



DEPARTMENT OF INDUSTRIAL RELATIONS

State Labor Commissioner's Office



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Disclaimer

California Labor Commissioner's Office

The following presentation is intended to summarize relevant portions of existing law in the Labor Code and California Code of Regulations, but those code sections, as interpreted by the courts, will govern actual enforcement. The information contained in this presentation is a general overview of existing law or regulation. Any opinions expressed are solely those of the author/speaker and are not necessarily the official position of the Department of Industrial Relations (DIR), its Director, or any related public entity. The information in this presentation is not intended as legal advice, and does not guarantee any outcome in specific enforcement or coverage proceedings within the jurisdiction of DIR.



Additional Disclaimers

California Labor Commissioner's Office

- Presentation WILL NOT cover statutes and regulations that require use of Skilled and Trained Workforce.
 - Public Contract code 2600 does not require STW, but it provides the definition, compliance guidelines and enforcement measures.
 - Awarding Bodies/Public Entities should be aware which government code is applicable to agency.
- Apprenticeship requirements & STW requirements are separate requirements.
- Please bid on STW requirement projects only if confident compliance will be met.



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Objectives





Understand awarding body and contractor compliance and reporting obligations



Be aware of LCO enforcement, including penalties and debarment for noncompliance







Skilled & Trained Workforce Requirements

Public Contract Code §2600(a) & §2600(b)

Chapter applies when a public entity is required by statute or regulation to obtain an enforceable commitment that a bidder, contractor, or other entity will use a skilled and trained workforce to complete a contract or project.

 Awarding Bodies and public entities should be aware of which statutes and regulations apply to their agency. (EDC, HSC, PCC, PUC or any other government codes)

A public entity may require a bidder or contractor to use a skilled and trained workforce to complete a contract or project regardless of whether the public entity is required to do so by a statute or regulation.





Bid Requirements

Public Contract Code §2600(c) & §2600.5

When a skilled and trained workforce is required by statute or regulation or by requirement of a public entity, the public entity shall include in all bid documents and construction contracts a notice that the project is subject to the skilled and trained workforce requirement.

The failure of a public entity to provide a notice pursuant to subdivision (c) of Section 2600 shall not excuse either of the following:

- The public entity from the **requirement to obtain an enforceable commitment** that a contractor will use a skilled and trained workforce to complete a contract or project.
- A contractor from the obligation to use a skilled or trained workforce if such a requirement is imposed by a statute or regulation.



Enforceable Agreements

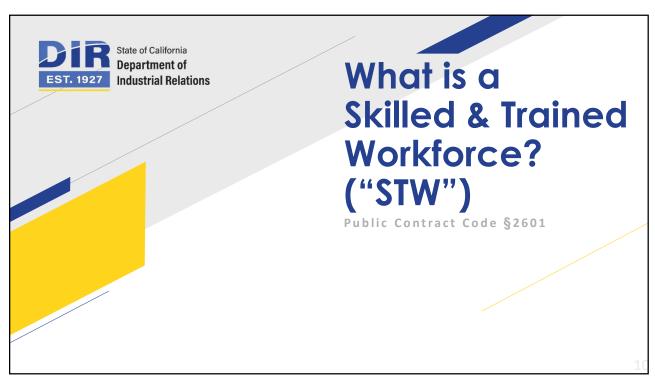
Public Contract Code §2602

Whenever a contractor is subject to the STW requirements, the commitment shall be made in an enforceable agreement with the public entity or other awarding body that provides **BOTH** of the following:

- Contractor and subcontractors at every tier will comply with the STW requirements.
- Contractor and subcontractors will provide a report demonstrating compliance with the STW requirements to the public entity or awarding body on a monthly basis while the project or contract is being performed.
 - Subcontractors should supply monthly reports to prime contractor and prime contractor will supply awarding body or public entity with report for all contractors.



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What is a "Skilled & Trained Workforce"?

Public Contract Code §2601

A STW meets **ALL** of the following conditions:

- ALL workers performing work in an apprenticeable occupation in the building and construction trades are EITHER:
 - Skilled Journeypersons OR
 - DAS-Registered Apprentices
- Graduation Percentage Requirement:
 - 30% 60% of ALL Skilled Journeypersons must be graduates of apprenticeship program.
 - Graduation percentage requirement varies depending on specific craft.
 - Graduation percentage requirement can be met by counting EITHER:
 - Number of Skilled Journeypersons employed (head count) OR
 - Number of hours worked by Skilled Journeypersons (hours worked by trade)



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Who is a "Skilled Journeyperson"?

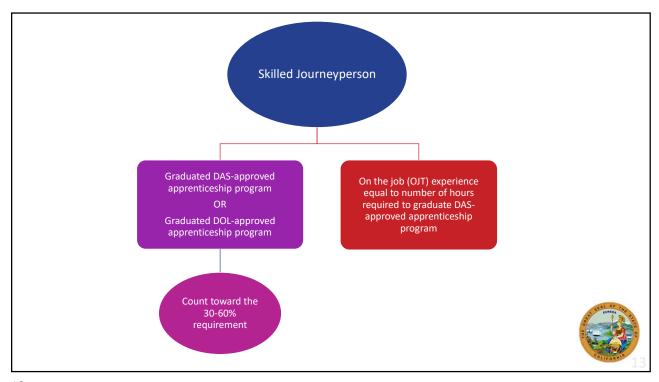
Public Contract Code §2601(e)

A Skilled Journeyperson is a worker who EITHER:

- Graduated from a DAS-approved apprenticeship program for the applicable occupation or a DOL-approved apprenticeship program outside California <u>OR</u>
- Has at least as many hours of on-the-job experience in the applicable occupation as would be required to graduate from a DAS-approved apprenticeship program

*Workers that have not graduated from an approved apprenticeship program or do not have the required on the job training hours are not considered skilled journeypersons and should not be allowed to work on skilled and trained workforce requirement projects.





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Applies to <u>work</u> performed on or after:	% of journeypersons who must be graduates of apprenticeship program:	Not applicable to work performed by the following trades/occupations:	Authority
January 1, 2017	30%	Teamster	Pub. Contract Code §2601 (d)(2)(A)
January 1, 2018	40%	Acoustical installer, bricklayer, carpenter, cement mason, drywall installer or lather, marble mason, finisher, or setter, modular furniture or systems installer, operating engineer, pile driver, plasterer, roofer or waterproofer, stone mason, surveyor, teamster, terrazzo worker or finisher, and tile layer, setter, or finisher.	Pub. Contract Code §2601 (d)(2)(B)
January 1, 2019	50%	Same as above. (Including Teamster)	Pub. Contract Code §2601 (d)(2)(C)
January 1, 2020	60%	Same as above. (Including Teamster)	Pub. Contract Code §2601 (d)(2)(D)

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Graduation Percentage Requirement Minimum Period Period Graduation Classification Percentage Beginning Ending Required 0.00% Teamster 1/1/2017 12/31/2017 All Others 30.00% 0.00% Acoustical installer, bricklayer, carpenter, cement mason, drywall installer or lather, marble mason, finisher, or setter, modular furniture or systems installer, 1/1/2018 12/31/2018 30.00% operating engineer, pile driver, plasterer, roofer or waterproofer, stone mason, surveyor, teamster, terrazzo worker or finisher, and tile layer, setter, or finisher All Others 40.00% Teamster 0.00% Acoustical installer, bricklayer, carpenter, cement mason, drywall installer or 1/1/2019 12/31/2019 lather, marble mason, finisher, or setter, modular furniture or systems installer, 30.00% operating engineer, pile driver, plasterer, roofer or waterproofer, stone mason, surveyor, teamster, terrazzo worker or finisher, and tile layer, setter, or finisher All Others 50.00% Teamster 0.00% Acoustical installer, bricklayer, carpenter, cement mason, drywall installer or lather, marble mason, finisher, or setter, modular furniture or systems installer, 1/1/2020 N/A 30.00% operating engineer, pile driver, plasterer, roofer or waterproofer, stone mason, surveyor, teamster, terrazzo worker or finisher, and tile layer, setter, or finisher All Others 60.00%

Apprenticeship Graduation Percentage Requirement

The graduation percentage requirement may be satisfied by **EITHER** using the **head count** of apprenticeship program graduates OR **percentage of hours worked** by apprenticeship program graduates in a particular calendar month.

 The method used to calculate the graduation percentage can be changed month to month based on the contractor's workforce that month, and which calculation will allow them to meet the graduation percentage requirement.



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Head Count Method

At least the required percentage of the Skilled Journeypersons employed by the contractor or subcontractor to perform work on the contract or project meet the graduation percentage requirement.

- Example: Graduation percentage requirement 60%
- Contractor employs 10 Skilled Journeypersons:
 - 6 skilled journeypersons must be graduates of apprenticeship program.
 - 4 skilled journeypersons may have on the job hours.
 - 6 apprenticeship program graduates out of 10 skilled journeypersons = 60% graduation requirement met

Total number of Graduated J/M

Total number of J/M (Graduates+OJT)

= % of Graduated J/M



Hours Worked Percentage Count Method

The percentage of hours of work performed by Skilled Journeypersons employed by the contractor or subcontractor on the project, who met the graduation requirement is at least equal to the required graduation percentage.

- Example: Graduation percentage requirement 60%
- Hours worked in a month: 100 hours
 - At least 60 hours must be worked by graduates of apprenticeship program to meet requirement.
 - 40 hours may be worked by skilled journeypersons with on the job hours.
 - 60 hours worked by apprenticeship graduates/100hrs worked in total = 0.6 x 100 = 60% graduation requirement met.

Total hours performed by Graduated J/M

Total hours performed by J/M (Graduates+OJT)

% of hours performed by Graduated J/M



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Exceptions to the Apprenticeship Graduation Percentage Requirement

If no DAS-approved apprenticeship program existed before January 1, 1995 for any apprenticeable craft:

- Up to one-half (1/2) of the graduation percentage requirements may be satisfied by Skilled Journeypersons who commenced working in the apprenticeable craft before DAS approved an apprenticeship program for that craft in the county in which the project is located.
- A contractor or subcontractor does not need to meet the graduation percentage requirements for any apprenticeable craft in which it performs less than 10 hours of work during that calendar month.



Exceptions to the Apprenticeship Graduation Percentage Requirement

A subcontractor does not need to meet the graduation percentage requirements (for all crafts it employs) if **BOTH** of the following requirements are met:

- Subcontractor was not a listed on the bid pursuant to Public Contract Code §4104* or performing work as a substitute for a subcontractor that was listed.
- Subcontract does not exceed **one-half of 1 percent (0.5%)** of the price of the prime contract.

*NOTE: These exceptions apply only to the graduation percentage requirements— NOT to the STW requirements generally.



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Failure to Provide or Incomplete Monthly Report

Public Contract Code §2602(b)

- If the prime contractor fails to provide the monthly report, or provides an incomplete one, the awarding body (AB) shall withhold further payments until a complete report is provided.
- If a monthly report is incomplete because a subcontractor failed to timely submit the required information to the contractor:
 - AB shall withhold an amount only equal to 150 percent (150%) of the value of the monthly billing for the relevant subcontractor.
 - The prime contractor may withhold the same amount from the subcontractor until the subcontractor provides a complete report and the AB pays the contractor the withheld payments.
- AB required to immediately resume making payments to the contractor (including all previously withheld payments) if the contractor substitutes a subcontractor for its failure to provide a complete report and replaces it with one that provides an enforceable commitment to use a STW to complete the work.



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Monthly Report Failing to Demonstrate Compliance

Public Contract Code §2602(c)

- If a monthly report does not demonstrate compliance with the STW requirements the AB is required to do <u>ALL</u> of the following:
- Withhold further payments until the contractor provides a plan to achieve "substantial compliance" with regard to the relevant trade/craft prior to contract completion.
 - Withholding amount equal to 150 percent (150%) of the value of the monthly billing for the contractor or subcontractor that failed to comply with the STW requirements.
 - Contractor may withhold the same amount from the subcontractor.
 - AB required to immediately resume making payments to the contractor (including all previously withheld payments) if the contractor substitutes a subcontractor for its failure to demonstrate compliance.
 - AB required to immediately resume making payments to the contractor (including all previously withheld payments) if a plan to achieve substantial compliance with the STW requirement is submitted
 - AB may reject the plan as insufficient and explains the reasons for the rejection within a reasonable time.



Monthly Report Failing to Demonstrate Compliance Public Contract Code §2602(c)

- If a monthly report does not demonstrate compliance with the STW requirements or the plan for substantial compliance submitted is rejected by the awarding body, then AB is required to do the following:
- **Forward** a copy of the monthly report to the Labor Commissioner for issuance of a Civil Wage and Penalty Assessment.
- **Forward** a copy of the plan to achieve "substantial compliance" (if any), and its response to that plan (if any) to the Labor Commissioner.



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Penalties Under Contract Code §2603



Penalties of **up to \$5,000 per month of work performed** in violation of the STW requirements assessed against contractor or subcontractor that failed to use a STW.

• Increased penalties **up to \$10,000 per month** for a second or subsequent violation within a three-year period.

Factors considered by the Labor Commissioner in determining penalty amount:

- 1. Whether the violation was intentional;
- 2. Whether the contractor or subcontractor has committed other violations of this chapter or of the Labor Code;
- 3. Whether, upon notice of the violation, the contractor or subcontractor took steps to voluntarily remedy the violation;
- 4. The extent or severity of the violation; and
- Whether a contractor or subcontractor submitted and followed a plan to achieve substantial compliance.



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Penalties Under Contract Code §2603

- Prime contractors are not liable for penalties for violations of subcontractor unless the prime contractor had knowledge of the subcontractor's failure to comply <u>OR</u> fails to comply with <u>ANY</u> of the following requirements:
 - For contracts entered into on or after January 1, 2019, the **contract** executed between the contractor and the subcontractor for the performance of work on the project **included a copy of chapter 2.9 of the Public Contract Code**;
 - The contractor periodically monitored the subcontractor's use of a STW;
 - Upon becoming aware of a failure of the subcontractor to use a STW, the contractor took
 corrective action, including, but not limited to, retaining 150% of the amount due to the
 subcontractor for work performed on the project until the failure is corrected; AND
 - Prior to making the final payment to the subcontractor for work performed on the project, the contractor shall **obtain a declaration signed under penalty of perjury** from the subcontractor that the subcontractor has met the requirements of chapter 2.9 of the Public Contract Code.



Labor Commissioner's Enforcement Process

Violations of the STW requirement are enforced by the Labor Commissioner using the same process set forth in Labor Code §§ 1741 & 1742 currently used for prevailing wage and apprenticeship requirements.

Up to three years of debarment when the Labor Commissioner finds a contractor or subcontractor to have:

- Violated the STW requirements with the intent to defraud OR
- Committed **two or more separate willful violations** of the STW requirements **within a 3-year period**.



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Skilled and Trained Workforce Statute & FAQs

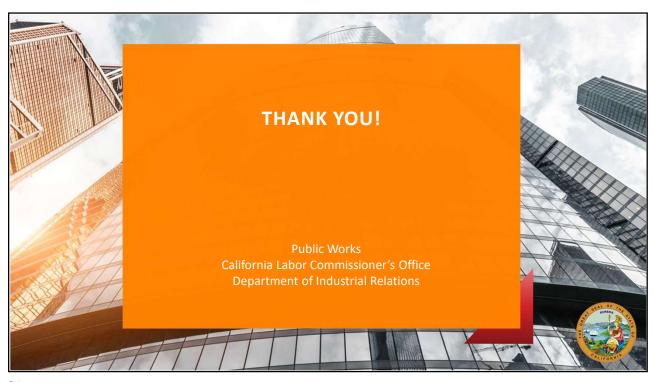
Summary of Skilled and Trained Workforce Statutes:

https://www.dir.ca.gov/Public-Works/ADA-Compliant-STW-Chart-without-New-PRC-Provision.pdf

Skilled and Trained Workforce Frequently Asked Questions:

https://www.dir.ca.gov/Public-Works/ADA-Compliant-STW-FAQ.pdf





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POLL QUESTION #1

A skilled and trained workforce includes all of the following except...?

- A. DAS registered apprentices
- B. Journeymen who have graduated from an approved apprenticeship program
- C. Journeymen who have the number of on the job hours needed to graduate from an apprenticeship program
- D. Unregistered apprentices or Journeymen with no on the job training

A skilled and trained workforce includes all of the following except...?

- A. DAS registered apprentices
- B. Journeymen who have graduated from an approved apprenticeship program
- C. Journeymen who have the number of on the job hours needed to graduate from an apprenticeship program
- D. Unregistered apprentices or Journeymen with no on the job training

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POLL QUESTION #2

A skilled journeyperson who has worked the number of on the job hours required to graduate from an approved apprenticeship program may be counted in the graduation percentage requirement?

- A. Yes
- B. No
- C. Not sure

3

A skilled journeyperson who has worked the number of on the job hours required to graduate from an approved apprenticeship program may be counted in the graduation percentage requirement?

- A. Yes
- B. No
- C. Not sure

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POLL QUESTION #3

Applies to work performed on or after:	% of journeypersons who must be graduates of apprenticeship program	Not applicable to work performed by the following trades/occupations:
January 1, 2017	30%	Teamster
January 1, 2018	40%	Acoustical installer, bricklayer, carpenter, cement mason, drywall installer or lather, marble mason, finisher, or setter, modular furniture or systems installer, operating engineer, pile driver, plasterer, roofer or waterproofer, stone mason, surveyor, teamster, terrazzo worker or finisher, and tile layer, setter, or finisher.
January 1, 2019	50%	Same as above. (Including Teamster.)
January 1, 2020	60%	Same as above. (Including Teamster.)

Looking at this chart, what would be the graduation percentage requirement for carpenters? Work was performed in June 2019.

- A. 50%
- B. 30%
- C. 40%
- D. 60%

Applies to <u>work</u> performed on or after:	% of journeypersons who must be graduates of apprenticeship program	Not applicable to work performed by the following trades/occupations:
January 1, 2017	30%	Teamster
January 1, 2018	40%	Acoustical installer, bricklayer, <u>carpenter</u> , cement mason, drywall installer or lather, marble mason, finisher, or setter, modular furniture or systems installer, operating engineer, pile driver, plasterer, roofer or waterproofer, stone mason, surveyor, teamster, terrazzo worker or finisher, and tile layer, setter, or finisher.
January 1, 2019	50%	Same as above. (Including Teamster.)
January 1, 2020	60%	Same as above. (Including Teamster.)

Looking at this chart, what would be the graduation percentage requirement for carpenters? Work was performed in June 2019.

- A. 50%
- B. 30%
- C. 40%
- D. 60%

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POLL QUESTION #4

	Total Number of Skilled	Number of Skilled Journeypersons	Number of Skilled Journeypersons	Graduation Percentage
Classification	Journeypersons	Graduated From Apprenticeship Program	With On The Job Training	Requirement
Laborer	13	6	7	60%

Does this workforce meet the skilled and trained workforce graduation percentage requirement for the month?

- A. Yes
- B. No
- C. Not sure

	Total Number of Skilled	Number of Chilled Journeymore one	Number of Chilled Journeymoreons	Craduation Darcontage
		"	"	Graduation Percentage
Classification	Journeypersons	Graduated From Apprenticeship Program	With On The Job Training	Requirement
Laborer	13	6	7	60%

Does this workforce meet the skilled and trained workforce graduation percentage requirement for the month?

A. Yes

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- B. No 6 / 13 = 46%
- C. Not sure

10:45 AM - 11:00 AM

PW Strategic Enforcement Presentation

Megan Cole



Labor Enforcement Task Force (LETF)

Strategic Enforcement of Public Works Construction

Labor Enforcement Task Force (LETF)





1



The Labor Enforcement Task Force (LETF), under the direction of the Department of Industrial Relations (DIR), is a coalition of California State government enforcement agencies that work together and in partnership with local agencies to combat the underground economy. In this joint effort, information and resources are shared to ensure employees are paid properly and have safe work conditions and honest, law-abiding businesses have the opportunity for healthy competition.



Underground Economy

- The term "underground economy" refers to any business which operates without the
 necessary licensing, does not pay taxes or carry the required insurance or worker's
 compensation coverage, or forces its employees to
 work in unsafe conditions, or otherwise attempts to gain an unfair economic
 advantage by avoiding its tax and labor responsibilities.
 - Tax evasion
 - Failure to carry workers' compensation coverage
 - Cash pay
 - Failure to provide employees with breaks and adequate facilities
 - Wage theft
 - Failure to ensure a safe work environment



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Strategic Enforcement of Public Works Projects

Starting in 2021, LETF has been leading an initiative to inspect publicly funded residential housing construction sites. The enforcement effort includes teams from DIR's Divisions of Occupational Safety and Health (Cal/OSHA), and Labor Standards Enforcement (Labor Commissioner's Office) in collaboration with other enforcement partners.



Homekey

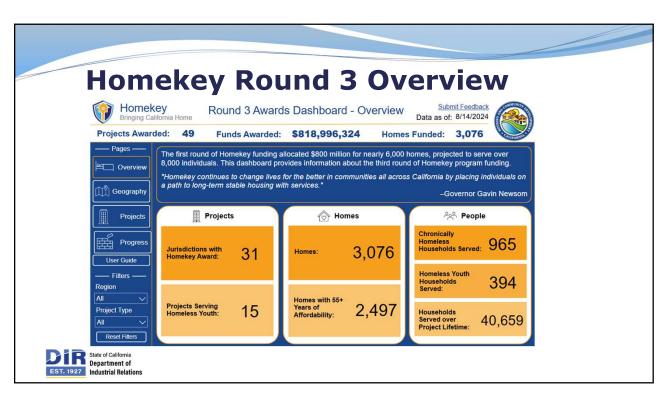
A statewide effort to sustain and rapidly expand housing for persons experiencing homelessness or at risk of homelessness.

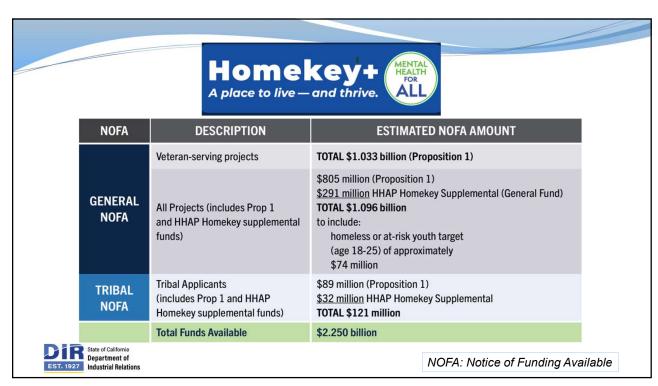
Bringing California Home

Homekey is an opportunity for state, regional, and local public entities to develop a broad range of housing types, including but not limited to hotels, motels, hostels, single-family homes and multifamily apartments, adult residential facilities, manufactured housing, and to convert commercial properties and other existing buildings to permanent or interim housing for the target population.



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LETF Strategic Enforcement-Non Homekey

LCO PW and Cal/OSHA are reviewing all current and new complaints, and leads, to determine if they meet the criteria for joint enforcement operations at active on-site residential construction projects.



Contact LETF

Hotline: 855-297-5322

Email: LETF@dir.ca.gov

www.dir.ca.gov/letf





1:00 PM - 1:30 PM

Upcoming Bills/Legislation

Isaac Nicholson



Office of the Director - Legal



Public Works

State of California

Department of Industrial Relations





DISCLAIMER

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Department of Industrial Relations

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Labor Law

State of California

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Workers' Comp

Self Insurance

Apprenticeship

Director's Office

Boards

Department of Industrial Relations (DIR)



- Office of the Director Legal Unit (OD Legal)
 - Assists the Director with drafting coverage determinations
 - > Acts as hearing officers for appeals of wage/penalty assessments
- ➤ Office of Policy, Research and Legislation (OPRL)
 - > Issues Prevailing Wage Determinations
- Division of Labor Standards Enforcement (DLSE) ("Labor Commissioner's Office")
 - Enforces prevailing wage and apprenticeship laws
- Division of Apprenticeship Standards (DAS)
 - ➤ Administers apprenticeship laws, programs, and standards
 - > Approves apprenticeship programs

Department of Industrial Relations



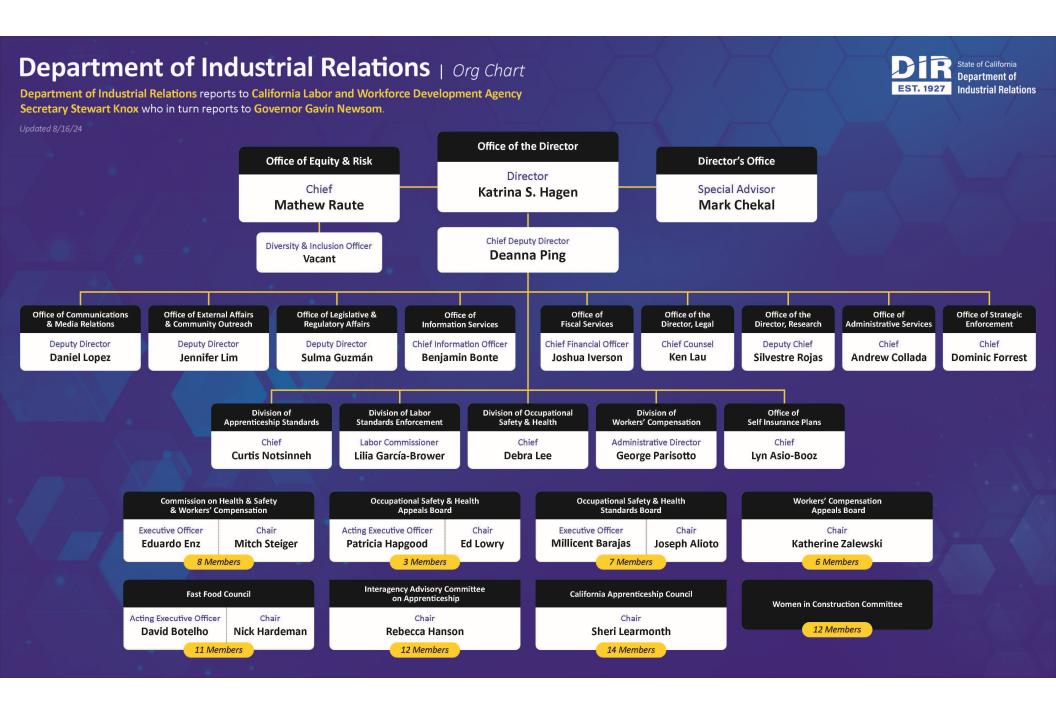
- LETF Home
- Report a labor law violation
- Report a workplace hazard to Cal/OSHA
- File a wage claim
- Know my employment rights
- Know my rights as an injured worker
- Get workplace postings
- Find prevailing wage determinations

Also of Interest

- Industrial Relations databases
- Subscribe to a distribution list
- Work for DIR
- Do business with DIR

Other Resources

- California Labor & Workforce Development Agency
- Employment Development Department
- U.S. Dept. of Labor







Labor Code Section 1771

Except for public works projects of one thousand dollars (\$1,000) or less, not less than the general prevailing rate of per diem wages for work of a similar character in the locality in which the public work is performed, and not less than the general prevailing rate of per diem wages for holiday and overtime work fixed as provided in this chapter, shall be paid to all workers employed on public works.

This section is applicable only to work performed under contract, and is not applicable to work carried out by a public agency with its own forces. This section is applicable to contracts let for maintenance work.

Prevailing wages apply to all public works over \$1,000, unless there's an exception.





What exactly is the prevailing wage?

























Construction and related work Paid for in any part out Done under of public contract funds Public Work





Labor Code Section 1720

(Labor Code 1720(a)(1))

- (a) As used in this chapter, "public works" means:
 - (1) Construction, alteration, demolition, installation, or repair work done under contract and paid for in whole or in part out of public funds...
 - Construction (includes preconstruction and post construction)
 - Alteration
 - Demolition
 - Installation
 - Repair
 - Maintenance (Labor Code section 1771, and 8 CCR 16000)





Other definitions of "public work"

- Section 1720(e) [Work on electric transmission system]
- Section 1720.2 [Private construction leased to public entity]
- Section 1720.3 [On-haul of PGF/Off-haul of refuse]
- Section 1720.6 [Private renewable energy projects on public property]
- Section 1720.7 [Work done on general acute care hospitals]
- Section 1720.8 [Work done on charter schools]
- Section 1720.9 [Hauling of ready-mixed concrete]
- PUC 769.2 [renewable electrical generation facilities]





PUC 769.2 [renewable electrical generation facilities]

- 1) Construction of any renewable electrical generation facility, and
- 2) Any associated battery storage
- 3) Receives NEM or NBT tariffs
- 4) Interconnection application submitted on or after 1/1/24 Except:
- 1) A residential facility that has a maximum generating capacity of 15 kilowatts or less of electricity;
- 2) A residential facility installed on a single-family home;
- 3) A facility that serves only a modular home, a modular home community, or multiunit housing that has two or fewer stories;
- 4) Already public work.

 Prevailing Wage/Labor Compliance Webinar





PUC 769.2 [renewable electrical generation facilities] Contractor responsibilities:

- 1) Maintain and verify CPRs
- 2) Submit digital copies of CPRs to CPUC twice a year (7/1 and 12/31)
- 3) All other public works requirements:
 - a) Project registration
 - b) Contractor registration
 - c) eCPR submission
 - d) Employment of apprentices





Paid for in whole or in part out of public funds

(Labor Code 1720(b))

- 1. The payment of money or the equivalent of money . . . directly to or on behalf of the public works contractor, subcontractor, or developer.
- 2. Performance of construction work . . . in execution of the project.
- 3. Transfer . . . of an asset of value for less than fair market price.





Paid for in whole or in part out of public funds

(Labor Code 1720(b))

4. Fees, costs, rents, insurance or bond premiums, loans, interest rates, or other obligations that would normally be required in the execution of the contract, that are paid, reduced, charged at less than fair market value, waived, or forgiven

- 5. Money loaned . . . that is to be repaid on a contingent basis.
- 6. Credits that are applied . . . against repayment obligations





Public Work without direct public funding

- > Section 1720.2
 - Private construction leased to public entity
 - Upon completion of construction more than half of assignable square feet leased to public entity
 - Lease entered into prior to construction, OR
 - Construction is performed according to plans, specifications or criteria furnished by the public entity





Tenant Improvements Paid for by Private Landlord

Private Office Building with 100,000 total sq. ft.

City Leases 60,000 sq. ft.

Tenant improvements done by the private landlord before the City even signs a lease.

Tenant improvements are done according to the City's specs.

(Section 1720.2)





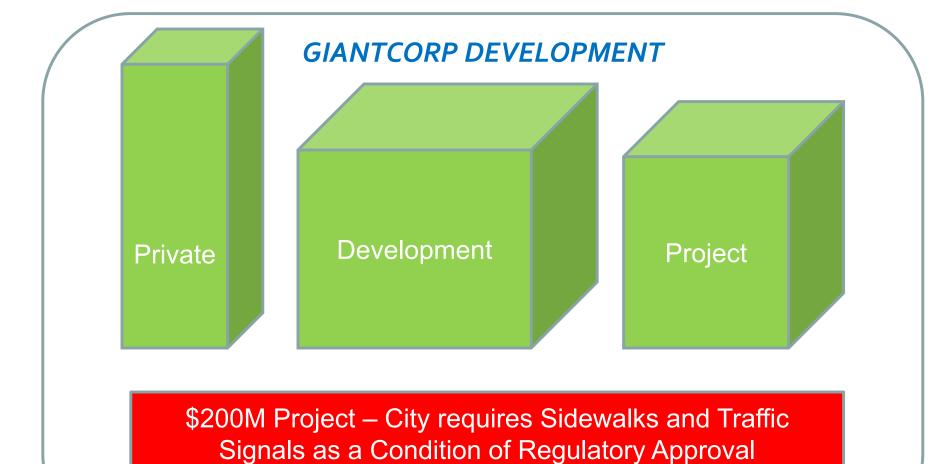
Public Funding – partial coverage of work on project

Section 1720(c)(2) exception

- the public improvement work is required as a condition of regulatory approval;
- 2) the project is an otherwise private development;
- 3) the public entity must not contribute more money, or the equivalent of money, to the overall project than is required to construct the public improvement work; and
- 4) the public entity must not maintain any proprietary interest in the overall project.







Cost of Sidewalk and Signals \$10M, Public Subsidy, \$8M





Section 1720(c)(3)(A) exception

•So-called "de minimis exception" applies when a public entity provides a public subsidy to an otherwise private development project that is "de minimis" in the context of the project.

Section 1720(c)(3)(B) exception

- •De minimis if it is both less than \$600,000 and less than 2 percent of the total project cost.
- •For projects that consist entirely of single-family dwellings, de minimis is merely less than 2 percent of total project cost.
- Not applicable to projects advertised for bid/awarded before 7/1/21





What is a coverage determination?

Section 1773.5 and Cal. Code Regs., title 8, sections 16001-16002.5

- •The Director has the power to determine that a project or a type of work is public work through issuing what is known as a coverage determination.
- •The administrative process consists of an initial coverage determination and a final determination on administrative appeal.
- •Depending on when the parties make their submissions, the entire process can take many months.





New Laws 2025

AB 2705 (signed 9/14/24) (Same SOL against sureties)

SB 1303 (signed 9/29/24) (LCPs)

SB 1162 (signed 9/28/24) (apprentice grad date/other info on monthly STW report)





New Laws 2025

SB 1162

- Full name of, and identify the apprenticeship program name, location, and graduation date of, each worker relied upon to satisfy the apprenticeship graduation percentage requirements for STW. (Monthly report/PCC 2602)
- 7/1/25 DAS apprentice database searchable by first name, last name, and graduation date. (PCC 2604)





New Laws 2025

SB 1303 (New Section 1771.8)

- Private entity cannot provide services for AB and contractor bidding work for AB. Must sign dec.
- Before withholding, must confer w/ negotiating parties
- Within 20 days after R4R, "provide a venue for a public works contractor or subcontractor to review and respond to evidence of alleged violations."





New Bills 2026

AB 889 (Getting rid of annualization exemptions)

AB 1104 (Change to AB 2143)

AB 1198 (PW rate applies when work is performed)

AB 963 (CPRs, contracts, STW reports from developers)

AB 538 (Clarify CPR requirements)

AB 1439 (PERS/STRS funded development – PW/STW)





New Bills 2026

AB 1445 (Expanding commercial to res conversion)

AB 1260 (Renewable energy subscription program)

AB 527 (CEQA exemption geothermal exploratory project

SB 272 (SamTrans JOC)





Recent Cal. Supreme Court Decisions

- Kaanaana v. Barrett Business Services (March 29, 2021)
- Busker v. Wabtec Corp., et al. (August 16, 2021)
- Mendoza v. Fonseca (August 16, 2021)





Office of the Director – Legal Unit Public Works Inquiries

PWCoverage@dir.ca.gov

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Useful Links

- DIR's Public Works Home Page
 - http://www.dir.ca.gov/Public-Works/PublicWorks.html
- The Director's Public Works Coverage Determinations
 - http://www.dir.ca.gov/OPRL/PubWorkDecision.htm
- > The Director's General Prevailing Wage Determinations
 - http://www.dir.ca.gov/OPRL/DPreWageDetermination.htm
- DLSE's Public Works Manual
 - http://www.dir.ca.gov/dlse/PWManualCombined.pdf
- California Labor Code
 - http://leginfo.legislature.ca.gov/faces/codes.xhtml
- California Code of Regulations
 - http://www.oal.ca.gov/

1:30 PM - 2:30 PM

Davis-Bacon Compliance Principles

Rebecca Clark



US DEPARTMENT OF LABOR

Federal Requirements



Davis-Bacon and Related Acts Final Rule Provisions

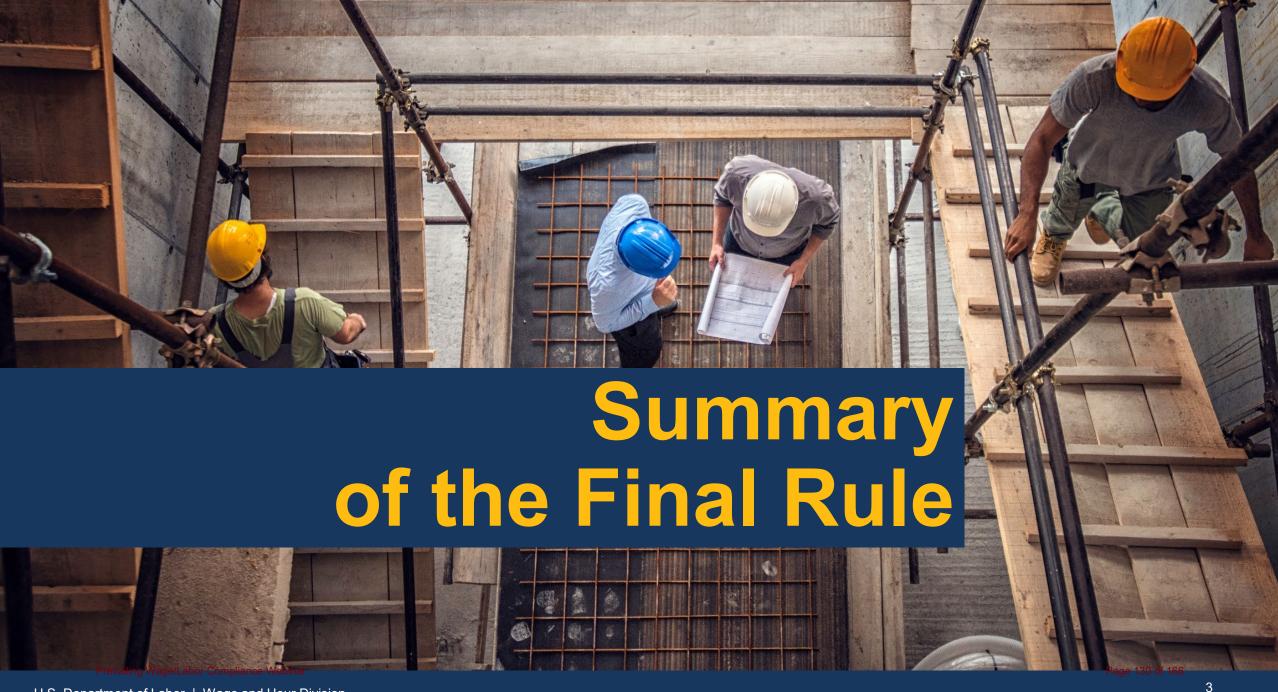
Revisions to 29 CFR Parts 1, 3, and 5



Disclaimer

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Davis-Bacon Act Coverage

 Applies to contracts in excess of \$2,000 to which the Federal Government or the District of Columbia is a party for construction, alteration, and/or repair, including painting and decorating, of public buildings or public works.

Davis-Bacon Related Acts

- Davis-Bacon (DB) requirements extended to numerous "Related Acts" that provide federal assistance by, for example
 - Grants
 - Loans
 - Loan guarantees
 - Insurance

Overview of Major Changes

- Determining applicable prevailing wage rates
- Coverage
- Incorporation of contract clauses and wage determinations
- Payment of prevailing wages
- Recordkeeping
- Anti-Retaliation
- Enforcement mechanisms

Important Dates

- Effective Date October 23, 2023
- Applicability Dates
 - Part 1 provisions relating to wage determination methodologies apply to wage determinations completed and published after October 23, 2023
 - 29 CFR 1.6(c)(2)(iii) provisions relating to updating wage determinations after contract award apply to new <u>and</u> existing contracts as of October 23, 2023
 - All other provisions apply to contracts awarded after October 23, 2023



Site of the Work – Secondary Sites

- Any site where a significant portion of a building or work is constructed for specific use in that building or work, as long as the site is either:
 - established specifically for the performance of the contract or project, or
 - is dedicated exclusively, or nearly so, to the performance of the contract or project for a specific period of time.

Site of the Work – Flaggers

 Workers engaged in traffic control and related activities adjacent or virtually adjacent to the primary construction site are working on the site of the work.

Portion of a Building or Work

 Building or work includes not only construction involving an entire building, structure, or improvement, but also construction activity involving just a portion of a building, structure, or improvement, including the installation of equipment or components.

Public Building Or Public Work

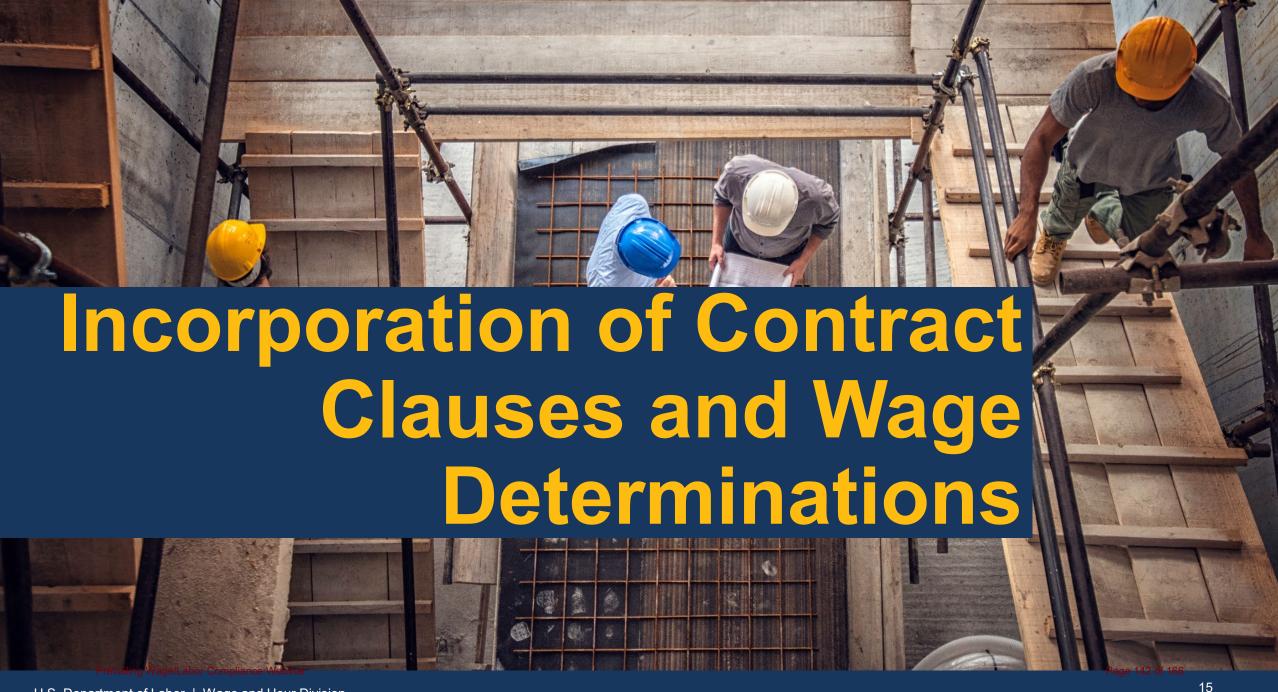
 Construction of a portion of a building or work carried on directly by authority of or with funds of a Federal agency to serve the interest of the general public is still considered a public building or public work, even when the entire building or work would not be considered a public building or work.

Prime Contractor

- Prime contractor is broadly defined as any person or entity that enters into a covered contract with an agency, including nonprofit organizations, owners/developers, borrowers or recipients, project managers, or single-purpose entities.
- Prime contractor also includes the controlling shareholder or member of any entity holding a prime contract, the joint venturers or partners in any entity holding a prime contract, and any contractor that has been delegated the responsibility for overseeing all or substantially all of the construction anticipated by the prime contract.

Other Coverage Provisions

- Demolition
- Green energy projects
- Survey crews



Incorporation by Reference

 Contract clauses and wage determinations are equally effective if they are incorporated by reference, although agencies are still required to insert the contract clauses in full for any contract not subject to the FAR.

Flow-Down of Clauses – Prime Contractors

- Prime contractors are responsible for flowing down both the contract clauses and the applicable wage determinations to their subcontracts.
- The prime contractor must cover any unpaid wages or other liability for any subcontractor violations.
- Prime contractors may be debarred for disregarding their obligations.

Flow-Down – Upper Tier Contractors

 Upper-tier subcontractors may also be held liable for back wages owed to the workers.

 Upper-tier subcontractors may also be debarred for disregarding their obligations.



Payment of Prevailing Wages



Apprentices

- The required ratio and rates have changed when a contractor is working in a locality other than the locality in which its apprentices' program(s) is registered.
- The ratios and wage rates applicable in the approved apprenticeship program for the locality in which the construction is being performed will apply.
- If there is no approved program in the locality, the ratio and wage rate specified in the contractor's registered program must be observed.

Annualization

- The annualization requirement is now included in the regulations.
- An exception will be granted for benefits that are not continuous in nature and do not compensate both private and DBRA-covered work.
- Defined contribution pension plans are not required to seek an exception if they meet the required criteria and provide for immediate participation and essentially immediate vesting.

Administrative Fees

- A contractor may take credit for payments made to third parties for costs that are directly related to the administration and delivery of bona fide fringe benefits.
- A contractor cannot take credit for its own administrative expenses incurred in connection with the provision of fringe benefits, even when the contractor pays another entity to perform such tasks in whole or in part.



Basic Records Requirements

- Contractors must now maintain workers' last known phone numbers and email addresses as part of their required records.
- Contractors are also required to maintain contracts, subcontracts, and related documents.

Length of Record Retentions

- All required records must be maintained for at least 3 years after all work on the prime contract has been completed.
- This requirement also applies to subcontractors, even though the subcontractor's work may be finished prior to the completion of the prime contract.

Certified Payrolls - Signatures

- Must be signed with a handwritten signature or a legally valid electronic signature.
- Valid electronic signatures include any electronic process that indicates acceptance of the certified payroll record and includes an electronic method of verifying the signer's identity.

Certified Payrolls – Submission Methods

- Contracting agencies and prime contractors can permit or require contractors to submit their certified payrolls through an electronic system, if:
 - the electronic system requires a legally valid electronic signature;
 - other methods are permitted where a contractor may not be able to use or access the electronic system; and
 - the electronic system allows the contractor, the contracting agency, and the Department to access the certified payrolls upon request for at least 3 years after the work on the prime contract has been completed.

Required Record Disclosures

- A contractor's failure to make the required records available to WHD within the requested timeframe will prevent that contractor from using those records as evidence in a hearing under 29 CFR part 6.
- A reasonable request from the contractor or person for an extension of the time to submit records will be considered.



Prohibited Actions

 It is unlawful for any person to discharge, demote, intimidate, threaten, restrain, coerce, blacklist, harass, or in any other manner discriminate against, or to cause any person to discharge, demote, intimidate, threaten, restrain, coerce, blacklist, harass, or in any other manner discriminate against, any worker or job applicant for engaging in protected activity.

Protected Activities

- Workers or job applicants are protected from retaliation for:
 - notifying any contractor of any conduct which the worker reasonably believes constitutes a DBRA violation;
 - filing any complaint, initiating or causing to be initiated any proceeding, or otherwise asserting on behalf of themselves or others any DBRA right or protection;
 - cooperating in any investigation or other compliance action, or testifying in any DBRA proceeding, or;
 - informing any other person about their rights under the DBA, Related Acts, or 29 CFR parts 1, 3, or 5.

Retaliation Remedies

 WHD may require contractors to provide appropriate relief to affected worker(s) and job applicant(s) or take appropriate remedial action, or both.

Retaliation Remedies - Examples

- Examples of such remedies include, but are not limited to:
 - employment, reinstatement or front pay in lieu of reinstatement, and promotion, together with back pay and interest;
 - restoration of prior conditions and privileges of the worker's employment or former employment;
 - removal of warnings, reprimands, or similar references; or
 - the provision of a neutral employment reference.



Withholding

- Ability to cross-withhold is strengthened
- Cross-withholding even when the contract is not with the same agency that awarded or assisted the prime contract on which the violations occurred
- Funds withheld for DBRA wage underpayments have priority over other competing claims

Debarment

 The standard for DBA and Related Act debarments is now the same.

 Debarment is for 3 years with no early removal from the exclusion list for both DBA and Related Act.



WHD Resources

- DBRA Final Rule webpage https://www.dol.gov/agencies/whd/government-contracts/construction/rulemaking-davis-bacon
- Wage and Hour Division: http://www.dol.gov/agencies/whd/government-contracts
- WHD Protections for Workers in Construction under the Bipartisan Infrastructure Law: https://www.dol.gov/agencies/whd/government-contracts/protections-for-workers-in-construction
- Resource Book: http://www.dol.gov/agencies/whd/prevailing-wage-resource-book
- Office of the Administrative Law Judges Law Library: https://www.dol.gov/agencies/oalj/topics/libraries/LIBDBA
- Prevailing Wage Topic videos: https://www.dol.gov/agencies/whd/government-contracts/construction/presentations

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