

General Assembly

Substitute Bill No. 999

January Session, 2021



AN ACT CONCERNING A JUST TRANSITION TO CLIMATE-PROTECTIVE ENERGY PRODUCTION AND COMMUNITY INVESTMENT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. (NEW) (*Effective from passage*) (a) As used in this section, unless the context otherwise requires:
 - (1) "Covered project" means a construction project that concerns the development of a renewable energy project or is related thereto, and the facility or facilities created in such construction project, with a total construction cost of two million five hundred thousand dollars or more;
 - (2) "Renewable energy project" means a project that is intended to or will have the effect of enhancing energy efficiency, upgrading building electrification, developing renewable energies or enhancing climate change resiliency, including projects that create useable energy from solar power, wind power, a fuel cell, geothermal sources, landfill methane gas, anaerobic digestion or other biogas derived from biological sources, thermal electric direct energy conversion from a certified Class I renewable energy source, ocean thermal power, wave or tidal power, low emission advanced renewable energy conversion technologies and zero emission low grade heat power generation systems based on organic oil free rankine, kalina or similar nonstream

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- cycles that use waste heat from an industrial or commercial process that does not generate electricity, a run-of-the-river hydropower facility or a biomass facility that uses sustainable biomass fuel;
 - (3) "Community benefits agreement" means an agreement between (A) the developer of a covered project, and (B) community-based organizations or a coalition of such organizations, that details the project's contributions to the community in which it is or will be sited and the aspects of the project that will mitigate adverse conditions of such community and create opportunities for local businesses, communities and workers;
 - (4) "Labor organization" means any organization that exists and is constituted for the purpose, in whole or in part, of collective bargaining or of dealing with employers concerning grievances, terms or conditions of employment, or of other mutual aid or protection and that is not a company union, including, but not limited to, bona fide labor organizations that are certified or recognized as the organization of jurisdiction representing the workers involved or bona fide building and construction trades councils or district councils and state and local labor federations comprised of local unions certified or recognized as the representative of the workers; and
 - (5) "Workforce development program" means a program pursuant to which newly hired employees and existing employees are given the opportunity to develop skills that will enable such employees to qualify for higher paying jobs on a covered project. A workforce development program includes: (A) Apprenticeship training through an apprenticeship program registered with the Labor Department or a federally recognized state apprenticeship agency that complies with the requirements under 29 CFR 29 and 29 CFR 30, as each may be amended from time to time, and (B) preapprenticeship training that will enable students to qualify for registered apprenticeship training.
 - (b) The developer of a covered project shall take all necessary actions to ensure that (1) a community benefits agreement is entered into with

appropriate community organizations representing residents of the community in which the project is or will be located, and (2) a workforce development program is established.

(c) The developer of a covered project shall take all necessary actions to ensure that each contractor and subcontractor involved in the construction of the project completes a sworn certification that the contractor or subcontractor: (1) Has the necessary resources to perform the portion of the covered project to which the contractor or subcontractor are assigned, including the necessary technical, financial and personnel resources; (2) has all required contractor, specialty contractor or trade licenses, certifications or certificates required of any business entity or individual by applicable state or local law; (3) participates in apprenticeship training through an apprenticeship program registered with the Labor Department or a federally recognized state apprenticeship agency that complies with the requirements under 29 CFR 29 and 29 CFR 30, as each may be amended from time to time; (4) during the previous three years (A) has not been debarred by any government agency; (B) has not defaulted on any project; (C) has not had any license, certification or other credential relating to the business revoked or suspended; and (D) has not been found in violation of any law applicable to the contractor's or subcontractor's business that resulted in the payment of a fine, back pay damages or any other type of penalty in the amount of ten thousand dollars or more; (5) will pay personnel employed on the project not less than the applicable wage and fringe benefit rates for the classification in which such personnel is employed and required for the project; and (6) has not misclassified and will not misclassify labor employees as independent contractors.

(d) The developer of a covered project shall submit to the Labor Commissioner the certification of compliance specified in subsection (c) of this section not later than thirty days prior to commencement of construction of the project. Such certification shall be considered a public document that shall be made available without redaction on the

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- Labor Department's Internet web site not later than seven days after being submitted to the Labor Commissioner. If a certification contains false, misleading or inaccurate information, the contractor or subcontractor that executed such certification shall, after notice and opportunity to be heard, be subject to a three-year debarment from future public and publicly covered projects and be subject to other applicable penalties and sanctions.
 - (e) The failure of the developer of a covered project to take reasonable steps to ensure that the certification submitted to the Labor Commissioner pursuant to subsection (d) of this section are accurate and truthful shall constitute a violation of this section and shall be subject to penalties and sanctions for conduct constituting noncompliance. The commissioner shall adopt regulations, in accordance with the provisions of chapter 54 of the general statutes, establishing the penalties and sanctions applicable to a violation of this subsection.
 - (f) (1) Each contractor and subcontractor on a covered project shall (A) pay each construction employee on the project wages and benefits that are not less than the prevailing wage and fringe benefit rates prescribed in section 31-53 of the general statutes for the corresponding classification in which the employee is employed, and (B) be subject to all reporting and compliance requirements of section 31-53 of the general statutes. Contractors and subcontractors that violate this subsection shall be subject to penalties and sanctions in accordance with section 31-53 of the general statutes.
 - (2) Each operations, maintenance and security employee employed in a building or facility that is constructed in a covered project shall be paid wages and benefits that are not less than the prevailing wage and fringe benefit rates prescribed in section 31-53 of the general statutes or, if applicable, the standard wage specified in section 31-53 of the general statutes for the corresponding classification in which the employee is employed.

(g) Prevailing wage requirements under subsection (f) of this section shall not apply to a construction project that is covered by a project labor agreement. For the purposes of this subsection, "project labor agreement" means an agreement that: (1) Binds all contractors and subcontractors on the covered project to the project labor agreement through the inclusion of specifications in all relevant solicitation provisions and contract documents; (2) allows all contractors and subcontractors to compete for contracts and subcontracts on the project without regard to whether they are otherwise parties to collective bargaining agreements; (3) establishes uniform terms and conditions of employment for all construction labor employed on the projects; (4) guarantees against strikes, lockouts and similar job disruptions; (5) sets forth effective, prompt and mutually binding procedures for resolving labor disputes arising during the project labor agreement; and (6) includes any other provisions as negotiated by the parties to promote successful delivery of the covered project.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	from passage	New section

Statement of Legislative Commissioners:

In Subsec. (a)(3), "such" was added before organizations for clarity and "it is sited" was changed to "it is or will be sited" for accuracy; in Subsec. (a)(5)(A), "as each may be amended from time to time" was added for accuracy and consistency with standard drafting conventions; in Subsec. (b), "affected community" was changed to "community in which the project is or will be located" for clarity and accuracy; Subsec. (c)(4) was rewritten for accuracy and consistency; Subsec. (c)(5) was rewritten for clarity and for consistency with standard drafting conventions; in Subsec. (d), "a publicly available web site" was changed to "the Labor Department's Internet web site" for clarity and accuracy; in Subsec. (e), "shall permit the state to impose appropriate" was changed to "shall be subject to" for consistency with standard drafting conventions and "described in this subdivision" was changed to "applicable to a violation of this subsection" for accuracy; in Subsec. (f)(1), "at a minimum" was

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deleted for consistency with standard drafting conventions; in Subsec. (f)(2), "created" was changed to "constructed" for consistency with standard drafting conventions, "prevailing wage" was changed to "prevailing wage and fringe benefit rates" for consistency and "31-57" was changed to "31-53" for accuracy; and in Subsec. (g), "appropriate" was deleted for consistency with standard drafting conventions.

LAB Joint Favorable Subst.