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An Act To Facilitate Debarment of State Contractors with Serious or Repeated Labor Violations

Be it enacted by the People of the State of Maine as follows:

Sec. 1. 26 MRSA §1402, as amended by PL 1999, c. 57, Pt. B, §§6 and 7, is further amended to read:

§ 1402. Debarment from state contracts

1. Definitions. As used in this section, unless the context indicates otherwise, the following terms have the following <u>meaningmeanings</u>.

A. "Repeated violation" for purposes of subsection 2 means a violation of any legal requirement under the United States Code, Title 29, Chapter 15, wherewhen a previous violation of the same requirement was found whichthat involved a substantially similar hazard. "Repeated violation" for purposes of subsection 3 means a violation of any legal requirement under this Title or under the federal Davis-Bacon Act, 40 United States Code, Sections 3141 to 3148 (2006) and related acts, when a previous violation was found that involved a substantially similar requirement.

B. "Serious violation" for purposes of subsection 2 means a violation where in which there is a substantial probability that death or serious physical harm could result from a condition which that exists, or from one or more practices, means, methods, operations or processes which that have been adopted or are in use, in that place of employment, unless the employer did not, and could not with the exercise of reasonable diligence, know of the presence of the violation. "Serious violation" for purposes of subsection 3 means a violation involving more than \$500 in unpaid wages and benefits or taxes for any individual or more than \$2,000 in unpaid wages and benefits or taxes for any group of workers.

C. "Willful violation" means a violation committed intentionally or knowingly with an intentional disregard of, or plain indifference to, legal requirements under the United States Code, Title 29, Chapter 15.

2. Debarment for safety and health violations. The Department of Labor shallmay, after hearing, debar from participation in state contracts for 2 years any person, partnership, corporation or other public or private entity found to have committed a serious, willful violation or serious, repeated violations of a standard under the United States Occupational Safety and Health Act of 1970, United States Code, Title 29, Chapter 15, and either the time for filing an appeal of the determination of that violation has expired or the appeals process has been exhausted.

3. Debarment for labor standards. The Department of Labor may, after hearing, debar from participation in state contracts any person, partnership, corporation or other public or private entity found to have committed a serious or repeated violation under this Title or under the federal Davis-Bacon Act, 40 United States Code, Sections 3141 to 3148 (2006) and related acts.

4. Length of debarment. The first debarment under this section may be for no more than 3 years. Any subsequent debarment may be for no more than 5 years.

5. <u>Removal of debarment order</u>. Any person, partnership, corporation or other public or private entity debarred under this section may petition for removal of the order of debarment after 1/3 of the debarment period has been completed.

6. Rules. <u>The Department of Labor may adopt rules to implement this section. Rules adopted</u> pursuant to this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.

The department may make an exception to this section if the condition giving rise to the violation has been abated.

SUMMARY

This bill broadens the Department of Labor's authority to debar contractors seeking state contracts if these contractors have serious or repeated violations of state labor laws or certain federal laws.