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## IN THE HOUSE OF REPRESENTATIVES

**January 3, 1957** 

Mr. Fogarry introduced the following bill; which was referred to the Committee on Education and Labor

## A BILL

To amend the Davis-Bacon Act, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That the Act of March 3, 1931 (46 Stat. 1494), as amended
- 4 August 30, 1935 (49 Stat. 1011), June 15, 1940 (54 Stat.
- 5 399), and as amended Act of March 23, 1941 (55 Stat.
- 6 53), (U. S. Code, title 40, sections 276a to 276a-7 in-
- 7 clusive) and as may have been heretofore amended from
- 8 time to time, is hereby amended to read as follows:
- 9 "Section 1. The specifications for every contract in
- 10 excess of \$2,000 for construction, alteration, repair, installa-
- 11 tion, painting, decorating, completion, demolition, condition-

ing, reconditioning, or improvement of public buildings or public works of the United States or the District of Columbia within the geographical limits of the States of the Union, the Territory of Alaska, the Territory of Hawaii, or of the District of Columbia or other building, structure, improvements, or works financed in whole or in part from Federal 6 funds or in accordance with or as a result of guaranties or insurance of a Federal agency or undertaken for the purpose of carrying out an agreement with a Federal agency or financed from funds obtained as a result of any agree-10 ment of a Federal agency to make loans, payments, grants, 11 or contributions, and which requires or involves the employ-12 ment of mechanics and/or laborers shall contain a provision 13 stating the minimum wages to be paid various classes of 15 laborers and mechanics which shall be based upon the wages that will be determined by the Secretary of Labor to be pre-16 17 vailing for the corresponding classes of laborers and mechanics 18 employed on projects of a character similar to the contract 19 work in the city, town, village, or other civil subdivision of the State, or the Territory of Alaska, or the Territory of 21 Hawaii, in which the work is to be performed, or in the District of Columbia if the work is to be performed there; 22and every contract based upon these specifications shall contain a stipulation that71

"(1) the contractor or his subcontractor shall pay

all mechanics and laborers employed directly upon the site of the work, unconditionally and not less often than 4 once a week, and without subsequent deduction or re-5 bate on any account, the full amounts accrued at time of payment, computed at rates not less than those stated 7 in the specifications; and, with respect to hours of work 8 in excess of specified hours in any one calendar day or on 9 more than specified consecutive days or in excess of 10 specified hours in any workweek or for hours worked on 11 Saturday or Sunday or holidays or at specified periods 12 during the day, such payments shall at least include amounts computed at a rate not less than one and onehalf times the basic rate of pay for all hours worked in excess of eight hours in any one calendar day or on 16 more than five consecutive days or in excess of forty hours in any workweek or for hours worked on Saturday 18 or Sunday or holidays; and 19 "(2) with respect to all remuneration for employ-20 ment paid in any medium other than cash and with re-21 spect to the reimbursement for expenses or any pay-22 ments which are not 'wages' within the meaning of

this Act, the contractor or his subcontractor shall con-

24 form to the practices prevailing for the corresponding

25 classes of laborers and mechanics employed on projects

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similar to the contract work in the city, town, village, or other civil subdivision of the State, or the Territory of Alaska, or the Territory of Hawaii in which the work is to be performed, or in the District of Columbia if the work is to be performed there. Such stipulation shall also specify that such amounts shall be paid regardless of any contractual relationship which may be alleged to exist between the contractor or subcontractor and such laborers and mechanics, and that the scale of wages to be paid and practices to be followed shall be posted by the contractor in a prominent and easily accessible place at the site of the work; and the further stipulation that there may be withheld from the contractor so much of accrued payments as may be considered necessary by the contracting agent to pay with respect to laborers and mechanics employed by the contractor or any subcontractor on the work the difference between the amounts required by the contract to be paid with respect to laborers and mechanics on the work and the amounts received and not refunded to the contractor, subcontractor, or their agents; and a further stipulation that the Secretary of Labor or his authorized representatives may enter and inspect such places and such records (and make such transcriptions thereof), question such employees and investigate such facts, conditions, practices

- or matters as he may deem necessary or appropriate to
- determine whether any person has violated any stipula-
- tion of a contract required by this Act or which may aid
- in the enforcement of the provisions of this Act.
- 5 "Sec. 2. Every contract within the scope of this Act
- 6 shall contain the further provision or stipulation that, in the
- 7 event it is found by the Secretary of Labor or his authorized
- 8 representative that with respect to any laborer or mechanic
- 9 employed by the contractor or any subcontractor directly
- 10 on the site of the work covered by the contract, amounts
- 11 paid or being paid are less than the amounts required by
- 12 the contract to be paid as aforesaid, or that any other
- 13 breach or violation of the stipulations required by this Act
- 14 has occurred, the contracting agent may, by written notice
- 15 to the contractor, terminate his right to proceed with the
- 16 work, or such part of the work as to which there has been
- 17 a breach or violation of the stipulations required by this Act
- 18 and prosecute the work to completion by contract or other-
- 19 wise, and that the contractor and his sureties shall be liable
- 20 to the contracting agent for any excess costs occasioned the
- 21 contracting agent thereby.
- 22 "SEC. 3. (a) The Comptroller General of the United
- 23 States is hereby authorized and directed to pay directly
- 24 to laborers and mechanics from any accrued payments with-

held under the terms of a contract of a Federal agency any amounts found to be due laborers and mechanics pursuant to this Act and, as a condition of any financing, guarantee, insuranace, loan, payment, grant, or contribution, each Federal agency shall ensure that the contracting agent other than a Federal agency shall similarly make or cause to be made such payments from amounts similarly withheld; and the Secretary of Labor is authorized and directed to distribute a list to all Federal agencies giving the names of all persons or firms whom he or his authorized representative 10 has found to have disregarded their obligations to laborers or mechanics or subcontractors as assumed or imposed pursuant to this Act or whom he has found to have breached or violated the contract stipulations required by the provisions of this Act. No contract shall be awarded by any 16 Federal agency or entered into pursuant to financing, guarantees, insurance, loans, grants, payments or contributions by 18 any Federal agency, with respect to persons or firms appearing on this list or with respect to any firm, corporation, part-20 nership, or association in which such persons or firms have 21 an interest until three years have elapsed from the date of 22 publication of the list containing the names of such persons 23 or firms.

"(b) If the accrued payments withheld under the terms
of the contract, as aforesaid, are insufficient to reimburse all

the laborers and mechanics with respect to whom there has been a failure to pay the amounts required pursuant to this Act, such laborers and mechanics shall, in the case of a contract of a Federal agency, have the right of an action and/or of intervention against the contractor and his sureties conferred by law upon persons furnishing labor or materials, and in such proceedings it shall be no defense that such laborers and mechanics accepted or agreed to accept less than the required rate of wages or payments or voluntarily 10 made refunds. Each Federal agency shall as a condition of any financing, guarantee, insurance, loan, payment, grant, or contribution insure that the contracting agent, other than 12 a Federal agency, has adequately provided for a similar right 13 14 of action against the contractor and for satisfactory sureties with respect to labor and materials. 16 "Sec. 4. (a) The Secretary of Labor is hereby author-17 ized and directed to administer the provisions of this Act and to utilize such Federal officers and employees and, with the consent of the State, such State and local officers and 20 employees as he may find necessary to assist in the admin-21 istration of this Act and to prescribe rules and regulations 22 with respect thereto. Subject to applicable civil-service 23 laws and any other laws applicable to the employment and 24 compensation of officers and employees of the United States, 25 the Secretary of Labor shall appoint such officers and em-

- 1 ployees as he may from time to time find necessary for the
- 2 administration of this Act. The Secretary of Labor or his
- 3 authorized representatives shall have power to make investi-
- 4 gations and findings and prosecute any inquiry necessary
- 5 to his functions. The Secretary of Labor shall have such
- 6 authority from time to time to make, amend and rescind such
- 7 rules and regulations as may be necessary to carry out the
- 8 provisions of this Act or to aid in the enforcement thereof.
- 9 "(b) Every Federal agency shall require compliance
- 10 with this Act as a condition of any agreement to finance
- 11 in whole or in part any contract specified in section 1 of
- 12 this Act, or as a condition of an agreement to guarantee
- 13 or to insure or to make loans, payments, grants, or contri-
- <sup>14</sup> butions enabling any such contract.
- 15 "Sec. 5. Except as otherwise specifically provided, this
- 16 Act shall not be construed to supersede or impair any
- 17 authority otherwise granted by Federal law to provide for
- 18 the establishment of specific wage rates.
- "Sec. 6. (a) The fact that any contract authorized by
- 20 this or any other Act is entered into without regard to
- 21 section 3709 as amended of the Revised Statutes of the
- United States, or upon a cost-plus-a-fixed-fee basis or other-
- <sup>23</sup> wise without advertising for proposals, shall not be con-
- 24 strued to render inapplicable the provisions of this Act if
- 25 otherwise applicable to such contract.

- 1 "(b) As used in this Act—
- 2 "(1) The terms 'wage' and 'wages' means all remuner-
- 3 ation for employment but shall not include remuneration
- 4 paid in any medium other than cash;
- 5 "(2) The terms 'Federal' and 'Federal agency' means
- 6 the United States and the Territories of Hawaii and Alaska.
- 7 the District of Columbia, all executive departments, inde-
- 8 pendent establishments, administrative agencies, and instru-
- 9 mentalities of the United States, such Territories and of the
- 10 District of Columbia, including corporations, all or substan-
- 11 tially all of the stock of which is beneficially owned by the
- 12 United States, or such Territories, or by the District of
- 13 Columbia or any of the foregoing departments, establish-
- 14 ments, agencies, and instrumentalities.
- "(3) The term 'contracting agent' includes any Fed-
- 16 eral agency and means any person, firm, corporation, part-
- 17 nership, association, or public authority entering into a con-
- 18 tract subject to this Act with a contractor, as such term
- 19 is used in this Act.
- 20 "Sec. 7. In the event of a national emergency the Presi-
- 21 dent is authorized to suspend the provisions of this Act.
- "Sec. 8. There is hereby authorized to be appropriated
- 23 such sums as may be necessary to carry out the provisions
- 24 of this Act."
- SEC. 2. (a) This Act shall take effect ninety days after

its date of enactment. Nothing in this Act shall in any way affect the validity or continuing applicability of the Act of March 3, 1931 (46 Stat. 1494), as heretofore amended (the Davis-Bacon Act), or of the Acts of August 1, 1892, 5 June 19, 1912, March 3, 1913, March 4, 1917, September 9, 6 1940 (27 Stat. 340; 37 Stat. 137, 138; 37 Stat. 726, 727; 39 Stat. 1192; 54 Stat. 884) (the eight-hour law), or 8 of any statutes heretofore applying or extending such laws 9 or Acts to additional laborers and mechanics or otherwise providing for the determination by the Secretary of Labor, of prevailing wages for additional laborers and mechanics as any such Acts, laws, or statutes relate to any contract existing on the effective date of this Act or to any contract 13 entered into pursuant to invitations for bids outstanding on the date of enactment of this Act, but any such Acts, laws, or statutes shall, notwithstanding the enactment of this Act, 17 continue in full force and effect with respect to such contracts. (b) Except as otherwise provided in subsection (a) of this section, any provision of law applying or extending the 20 Act of March 3, 1931 (46 Stat. 1494), as heretofore amended (the Davis-Bacon Act), to laborers and mechanics to whom apply the provisions of this Act, or otherwise pro-23 viding for the determination by the Secretary of Labor of prevailing wages for such laborers and mechanics, are hereby

repealed. 1. (a) This Act shall take effect ninebelsager

- 1 (c) Except as otherwise provided in subsection (a) of
- 2 this section, the Acts of August 1, 1892, June 19, 1912,
- 3 March 3, 1913, March 4, 1917, September 9, 1940 (27
- 4 Stat. 340; 37 Stat. 137, 138; 37 Stat. 726, 727; 39 Stat.
- 5 1192; 54 Stat. 884) (the eight-hour law), shall not
- 6 apply with respect to laborers or mechanics to whom apply
- 7 the provisions of the Act of March 3, 1931 (46 Stat. 1494),
- 8 as amended by this Act.
- 9 (d) Nothing in this Act shall be construed to repeal
- 10 Reorganization Plan Numbered 14 of 1950 (Public Law
- 11 109, Eighty-first Congress), or to diminish the authority of
- 12 the Secretary of Labor thereunder.

## A BILL

To amend the Davis-Bacon Act, and for other purposes.

By Mr. FOGARTY

JANUARY 3, 1957

Referred to the Committee on Education and Labor