1 HOUSE BILL 46 2 56TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2023 3 INTRODUCED BY 4 Joy Garratt and Joseph L. Sanchez and Christine Chandler and 5 Cynthia Borrego 6 7 8 9 10 AN ACT 11 RELATING TO PUBLIC WORKS; REQUIRING CONTRIBUTIONS TO APPRENTICE 12 AND TRAINING PROGRAMS OR TO THE PUBLIC WORKS APPRENTICE AND 13 TRAINING FUND FOR ALL PUBLIC WORKS CONSTRUCTION PROJECTS; 14 CONFORMING REFERENCES TO THE WORKFORCE SOLUTIONS DEPARTMENT 15 THROUGHOUT THE PUBLIC WORKS APPRENTICE AND TRAINING ACT. 16 17 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO: 18 SECTION 1. Section 13-4D-3 NMSA 1978 (being Laws 1992, 19 Chapter 74, Section 3, as amended) is amended to read: 20 "13-4D-3. DEFINITIONS.--As used in the Public Works 21 Apprentice and Training Act: 22 Α. "approved apprentice and training programs" 23 means building trades apprenticeship and training programs in 24 New Mexico that are recognized by the bureau of apprenticeship 25 and training of the United States department of labor or the .223816.2

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1 New Mexico apprenticeship council;

B. "compliance statement" means a monthly record of
an employer's contributions paid into an approved apprentice
and training program in New Mexico or into the public works
apprentice and training fund;

C. "[<del>director" or "division</del>] <u>department</u>" means the [<del>labor relations division of the</del>] workforce solutions department; and

9 D. "employer" means a contractor, subcontractor or
10 any person acting as a contractor on a public works project, as
11 that term is defined in the provisions of the Construction
12 Industries Licensing Act."

SECTION 2. Section 13-4D-4 NMSA 1978 (being Laws 1992, Chapter 74, Section 4) is amended to read:

"13-4D-4. ADMINISTRATION.--

A. The Public Works Apprentice and Training Act shall be administered by the [public works bureau of the labor and industrial division of the labor] department. The [bureau] department shall collect employers' contributions in accordance with [this] that act, review employers' compliance statements, review certified payroll reports to verify training contributions, investigate allegations of and impose penalties for employer noncompliance and disburse funds as provided in Section [5 of the Public Works Apprentice and Training Act] <u>13-4D-5 NMSA 1978</u>.

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Public works construction projects [except for Β. street, highway, bridge, road, utility or maintenance contracts with employers who elect not to participate in training] shall not be constructed unless an employer agrees to make contributions to approved apprentice and training programs in New Mexico in which the employer is a participant or to the public works apprentice and training fund administered by the [public works bureau of the labor and industrial division of the labor] department. Contributions shall be made in the same manner and in the same amount as apprentice and training contributions required pursuant to wage rate determinations 12 made by the [director] department.

The [director] department shall adopt rules and C. regulations necessary to implement the provisions of the Public Works Apprentice and Training Act."

SECTION 3. Section 13-4D-5 NMSA 1978 (being Laws 1992, Chapter 74, Section 5, as amended) is amended to read:

"13-4D-5. FUND CREATED--DISBURSEMENT OF FUNDS.--There is created the "public works apprentice and training fund" in the [labor and industrial division of the labor] department. Contributions into the fund shall be as provided under the provisions of Section 13-4D-4 NMSA 1978. Funds contributed under the provisions of the Public Works Apprentice and Training Act shall be distributed in the following manner:

no more than fifteen percent of the funds may be Α. .223816.2 - 3 -

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used by the [public works bureau of the labor and industrial division of the labor] department to hire staff to administer the funds collected by the [division] department; and

the remainder of the funds shall be used for Β. approved apprentice and training programs in New Mexico. The [<del>labor and industrial division of the labor</del>] department shall develop an annual budget and, subject to appropriation by the legislature in the general appropriation act, shall disburse funds to approved apprentice and training programs in New Mexico, taking into account participant contact hours of classroom instruction and on-the-job training for the preceding year, to be not less than ninety percent of one hundred forty-four contact hours of classroom instruction per participant per school year and not less than one thousand hours of on-the-job training per twelve-month period. Notwithstanding any language in the general appropriation act that otherwise limits budget adjustments, if the fund balance available for disbursement to approved programs exceeds the amount appropriated, pursuant to Sections 6-3-23 through 6-3-25 NMSA 1978, the [labor] department may request budget increases up to the excess fund balance for distribution to the programs."

SECTION 4. Section 13-4D-6 NMSA 1978 (being Laws 1992, Chapter 74, Section 6) is amended to read:

"13-4D-6. NOTICE TO EMPLOYERS--PUBLICATION OF PROGRAMS.--.223816.2

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An employer's contribution requirement under the Α. provisions of the Public Works Apprentice and Training Act shall be included with all minimum wage determinations issued by the [labor and industrial division of the labor] department on all public works construction projects. The [director] department shall also provide the contribution rate for approved apprentice and training programs, and that information 8 shall be part of the public works construction projects.

9 Β. The [labor and industrial division of the labor] 10 department shall publish a list of approved apprentice and 11 training programs in New Mexico."

SECTION 5. Section 13-4D-7 NMSA 1978 (being Laws 1992, Chapter 74, Section 7, as amended) is amended to read:

"13-4D-7. NONCOMPLIANCE--PENALTIES.--An employer who willfully and knowingly fails to comply with the requirements of the Public Works Apprentice and Training Act shall be subject to the following penalties:

Α. a noncomplying employer shall pay a civil penalty of ten dollars (\$10.00) for every calendar day of noncompliance, and the penalty shall be imposed and collected for deposit into the public works apprentice and training fund by the [public works bureau of the labor and industrial division of the labor] department;

a noncomplying employer shall have the unpaid Β. contributions, as required under the provisions of the Public .223816.2 - 5 -

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	2	Subsections A and B of Section 13-4-14 NMSA 1978; and
	3	C. a noncomplying employer shall not be permitted
	4	to bid on any public works contracts as provided in Subsections
	5	A and B of Section 13-4-14 NMSA 1978."
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