#### As Introduced

# 134th General Assembly Regular Session 2021-2022

S. B. No. 175

### **Senator Lang**

**Cosponsor: Senator Brenner** 

## A BILL

То	amend sections 4116.01, 4116.02, 4116.03, and	1
	4116.04; to enact sections 4116.021, 4116.031,	2
	and 4116.05; and to repeal section 153.83 of the	3
	Revised Code to enact the Fair and Open	4
	Competition Act regarding project labor	5
	agreements in public improvement contracts.	6

#### BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

<b>Section 1.</b> That sections 4116.01, 4116.02, 4116.03, and	7
4116.04 be amended and sections 4116.021, 4116.031, and 4116.05	8
of the Revised Code be enacted to read as follows:	9
Sec. 4116.01. As used in sections 4116.01 to 4116.04 of	10
the Revised Code:	11
(A) - "Public (1) Except as provided in division (A) (2) of	12
this section "public authority" means any officer, board, or	13
commission of the state, or any political subdivision of the	14
state, or any institution supported in whole or in part by	15
public state funds, authorized to enter into a contract for the	16
construction of a public improvement or to construct a public	17
improvement by the direct employment of labor. "Public-	1.8

(2) "Public authority" shall not mean any municipal	19
corporation that has adopted a charter under sections three and	20
seven of article XVIII of the Ohio Constitution, does not	21
<u>include a political subdivision</u> unless the specific contract for	22
a public improvement includes state funds appropriated for the	23
purposes of that public improvement.	24
(B) "Political subdivision" means a county, township,	25
municipal corporation, or any other body corporate and politic	26
that is responsible for government activities in a geographic	27
area smaller than that of the state.	28
(C) "Construction" means all of the following:	29
(1) Any new construction of any public improvement	30
performed by other than full-time employees who have completed	31
their probationary periods in the classified service of a public	32
authority or political subdivision;	33
(2) Any reconstruction, enlargement, alteration, repair,	34
remodeling, renovation, or painting of any public improvement	35
performed by other than full-time employees who have completed	
their probationary period in the classified civil service of a	37
<pre>public authority or political subdivision;</pre>	38
(3) Construction on any project, facility, or project	39
facility to which section 122.80, 166.02, or 1728.07 of the	40
Revised Code applies;	41
(4) Construction on any project as defined in section	42
122.39 of the Revised Code, any project as defined in section	43
165.01 of the Revised Code, any energy resource development	44
facility as defined in section 1551.01 of the Revised Code, or	
any project as defined in section 3706.01 of the Revised Code.	46
(C) (D) "Public improvement" means all buildings, roads,	47

streets, alleys, sewers, ditches, sewage disposal plants, water	48
works, and other structures or works constructed by a public	49
authority or political subdivision, or by any person who,	50
pursuant to a contract with a public authority or political	51
subdivision, constructs any structure or work for a public	52
authority or political subdivision. When a public authority or	53
political subdivision rents or leases a newly constructed	54
structure within six months after completion of its	55
construction, all work performed on that structure to suit it	56
for occupancy by a public authority or political subdivision is	57
a "public improvement."	58
(D) (E) "Interested party," with respect to a particular	59
public improvement, means all of the following:	60
(1) Any person who submits a bid for the purpose of	61
securing the award of a contract for the public improvement;	62
(2) Any person acting as a subcontractor of a person	63
mentioned in division $\frac{(D)}{(1)}$ (E) (1) of this section;	64
(3) Any association having as members any of the persons	65
mentioned in division $\frac{(D)(1)}{(E)(1)}$ or (2) of this section;	66
(4) Any employee of a person mentioned in division $\frac{(D)}{(1)}$	67
(E)(1), $(2)$ , or $(3)$ of this section;	68
(5) Any individual who is a resident of the jurisdiction	69
of the public authority <u>or political subdivision</u> for whom	70
products or services for a public improvement are being procured	71
or for whom work on a public improvement is being performed.	72
Sec. 4116.02. A public authority, when engaged in	73
procuring products or services, awarding contracts, or	74
overseeing procurement or construction for public improvements	75
undertaken by or on behalf of the public authority, shall ensure	76

that bid specifications issued by the public authority for the	77
proposed public improvement, and any subsequent contract or	78
other agreement for the public improvement to which the public	79
authority and a contractor-or, subcontractor, or other entity	
are direct parties, do not require or prohibit that a contractor	
or subcontractor <del>to</del> do any of the following:	
(A) Enter into agreements with any labor organization on	83
the public improvement;	84
ene public improvement,	0 1
(B) Enter into any agreement that requires the employees	85
of that contractor or subcontractor to do either of the	86
following as a condition of employment or continued employment:	87
(1) Become members of or affiliated with a labor	88
organization;	89
	0.0
(2) Pay dues or fees to a labor organization.	90
Sec. 4116.021. No state funds shall be distributed for the	91
purpose of the construction of a public improvement by or on	92
behalf of a political subdivision, if the political subdivision,	93
in procuring products or services, awarding contracts, or	
overseeing procurement or construction for the public	
improvement, requires in the bid specifications a contractor or	96
subcontractor to enter into, or prohibits in the bid	97
specifications a contractor or subcontractor from entering into,	98
an agreement described in division (A) or (B) of section 4116.02	99
of the Revised Code.	100
Sec. 4116.03. (A) No public authority shall do any either	101
of the following:	102
	102
(A) (1) Award a contract for a public improvement	103
(A) (1) Award a contract for a public improvement undertaken by or on behalf of the public authority in violation	103 104

(2) Otherwise violate section 4116.02 of the Revised Code.	106
(B) Discriminate No public authority shall discriminate	107
against any bidder, contractor, or subcontractor for refusing or	108
electing to become a party to any agreement with any labor	109
organization on the public improvement that currently is under	
bid or on projects related to that improvement;	111
(C) Otherwise violate section 4116.02 of the Revised Code.	112
Sec. 4116.031. A public authority may award a contract,	113
grant, tax abatement, or tax credit to a private owner, bidder,	114
contractor, subcontractor, or other person or entity who	115
voluntarily chooses to enter into an agreement described in	116
division (A) or (B) of section 4116.02 of the Revised Code,	117
provided that entering into the agreement is not a condition for	118
the award.	119
Sec. 4116.04. (A) An interested party may file a complaint	120
Sec. 4116.04. (A) An interested party may file a complaint against a contracting public authority or political subdivision	120 121
against a contracting public authority or political subdivision	121
against a contracting public authority <u>or political subdivision</u> alleging a violation of section 4116.02 <del>or, 4116.021, 4116.03,</del>	121 122
against a contracting public authority <u>or political subdivision</u> alleging a violation of section 4116.02 <del>-or, 4116.021, 4116.03, or 4116.031</del> of the Revised Code within two years after the date	121 122 123
against a contracting public authority <u>or political subdivision</u> alleging a violation of section 4116.02 <del>or, 4116.021, 4116.03, or 4116.031</del> of the Revised Code within two years after the date on which the contract is signed for the public improvement in	121 122 123 124
against a contracting public authority <u>or political subdivision</u> alleging a violation of section 4116.02 <del> or, 4116.021, 4116.03, or 4116.031</del> of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public	121 122 123 124 125
against a contracting public authority or political subdivision alleging a violation of section 4116.02 or, 4116.021, 4116.03, or 4116.031 of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public improvement is performed. The performance of the contract forms	121 122 123 124 125 126
against a contracting public authority or political subdivision alleging a violation of section 4116.02—or, 4116.021, 4116.03, or 4116.031 of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public improvement is performed. The performance of the contract forms the basis of the allegation of a violation. The court in which	121 122 123 124 125 126
against a contracting public authority or political subdivision alleging a violation of section 4116.02—or, 4116.021, 4116.03, or 4116.031 of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public improvement is performed. The performance of the contract forms the basis of the allegation of a violation. The court in which the complaint is filed shall hear and decide the case and, upon	121 122 123 124 125 126 127
against a contracting public authority or political subdivision alleging a violation of section 4116.02—or, 4116.021, 4116.03, or 4116.031 of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public improvement is performed. The performance of the contract forms the basis of the allegation of a violation. The court in which the complaint is filed shall hear and decide the case and, upon a finding that a violation has occurred, shall void the contract	121 122 123 124 125 126 127 128
against a contracting public authority or political subdivision alleging a violation of section 4116.02—or, 4116.021, 4116.03, or 4116.031 of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public improvement is performed. The performance of the contract forms the basis of the allegation of a violation. The court in which the complaint is filed shall hear and decide the case and, upon a finding that a violation has occurred, shall void the contract and make any orders that will prevent further violations.	121 122 123 124 125 126 127 128 129 130
against a contracting public authority or political subdivision alleging a violation of section 4116.02—or, 4116.021, 4116.03, or 4116.031 of the Revised Code within two years after the date on which the contract is signed for the public improvement in the court of common pleas of the county in which the public improvement is performed. The performance of the contract forms the basis of the allegation of a violation. The court in which the complaint is filed shall hear and decide the case and, upon a finding that a violation has occurred, shall void the contract and make any orders that will prevent further violations.  The Rules of Civil Procedure govern all actions under this	121 122 123 124 125 126 127 128 129 130

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violation of section 4116.02 <del>or</del> , 4116.021, 4116.03, or 4116.031	135
of the Revised Code, the court may award reasonable attorney's	136
fees, court costs, and any other fees incurred in the course of	137
the civil action to the prevailing plaintiff.	138
Sec. 4116.05. Sections 4116.01 to 4116.04 of the Revised	139
<pre>Code do not do either of the following:</pre>	140
(A) Prohibit employers or other parties from entering into	141
agreements or engaging in any other activity protected by the	142
"National Labor Relations Act," 29 U.S.C. 151, et. seq.	143
(B) Interfere with labor relations of parties that are	144
left unregulated under the "National Labor Relations Act," 29	145
<u>U.S.C. 151, et. seq.</u>	146
Section 2. That existing sections 4116.01, 4116.02,	147
4116.03, and 4116.04 of the Revised Code are hereby repealed.	148
Section 3. That section 153.83 of the Revised Code is	149
hereby repealed.	150
Section 4. The provisions of this act are severable as	151
provided in section 1.50 of the Revised Code.	152
Section 5. This act shall be known as the Fair and Open	153
Competition Act.	154