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2013-2014 Regular Sessions

I N S E N A T E

(PREFILED)

January 9, 2013

Introduced by Sen. PERALTA -- read twice and ordered printed, and when printed to be committed to the Committee on Labor

AN ACT to amend the labor law, in relation to prevailing wages for service workers

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. The article heading of article 9 of the labor law, as added
2 by chapter 777 of the laws of 1971, is amended to read as follows:

3 PREVAILING WAGE FOR [BUILDING] SERVICE EMPLOYEES

4 S 2. Subdivisions 1, 2, 3, 4, 6, 8, 9 and 10 of section 230 of the
5 labor law, subdivision 1 as amended and subdivision 9 as added by chap-
6 ter 542 of the laws of 1984, subdivisions 2, 3, 6 and 8 as added by
7 chapter 777 of the laws of 1971, subdivision 4 as amended by chapter 678
8 of the laws of 2007 and subdivision 10 as added by chapter 547 of the
9 laws of 1998, are amended and a new subdivision 15 is added to read as
10 follows:

11 1. "[Building service] SERVICE employee" or "employee" means any
12 person performing JANITORIAL, OR SECURITY SERVICE WORK FOR A CONTRACTOR,
13 OTHER THAN A BUSINESS IMPROVEMENT DISTRICT, UNDER CONTRACT WITH A PUBLIC
14 AGENCY WHICH IS IN EXCESS OF TEN THOUSAND DOLLARS AND THE PRINCIPAL
15 PURPOSE OF WHICH IS TO FURNISH SERVICES THROUGH THE USE OF SERVICE
16 EMPLOYEES, OR ANY OTHER PERSON PERFORMING work in connection with the
17 care or maintenance of an existing building, or in connection with the
18 transportation of office furniture or equipment to or from such build-
19 ing, or in connection with the transportation and delivery of fossil
20 fuel to such building, for a contractor under a contract with a public
21 agency which is in excess of [one] TEN thousand [five hundred] dollars
22 and the principal purpose of which is to furnish services through the
23 use of [building] service employees.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

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1 "[Building service] SERVICE employee" or "employee" includes, but is
2 not limited, to, watchman, guard, doorman, building cleaner, porter,
3 handyman, janitor, gardener, groundskeeper, stationary fireman, elevator
4 operator and starter, window cleaner, and occupations relating to the
5 collection of garbage or refuse, and to the transportation of office
6 furniture and equipment, and to the transportation and delivery of
7 fossil fuel but does not include clerical, sales, professional, techni-
8 cian and related occupations.

9 "[Building service] SERVICE employee" or "employee" also does not
10 include any employee to whom the provisions of articles eight and
11 [eight-a] EIGHT-A of this chapter are applicable.

12 2. "[Building service] SERVICE work" [or "service work"] means work
13 performed by a [building] service employee, but does not include work
14 performed for a contractor under a contract for the furnishing of
15 services by radio, telephone, telegraph or cable companies[; and any
16 contract for public utility services, including electric light and
17 power, water, steam and gas]. "SERVICE WORK" SHALL ALSO INCLUDE WORK
18 PERFORMED UNDER A CONTRACT, WITH THE EXCEPTION OF A CONTRACT OR SUBCON-
19 TRACT IN WHICH A BUSINESS IMPROVEMENT DISTRICT IS A PARTY, FOR THE BENE-
20 FIT OF A PUBLIC AGENCY WITH ANY THIRD PARTY PERSON OR ENTITY ACTING IN
21 PLACE OF, ON BEHALF OF OR FOR THE BENEFIT OF SUCH PUBLIC AGENCY IN THE
22 PROVISION OF BUILDING OR PROPERTY MANAGEMENT SERVICES OR SIMILAR
23 SERVICES PURSUANT TO ANY LEASE OR OTHER AGREEMENT BETWEEN SUCH THIRD
24 PARTY PERSON OR ENTITY AND THE PUBLIC AGENCY PROVIDED, HOWEVER, THAT
25 "SERVICE WORK" SHALL NOT INCLUDE WORK PERFORMED UNDER A LEASE OR SIMILAR
26 AGREEMENT IN A PRIVATELY OWNED BUILDING WHERE THE SPACE OCCUPIED BY THE
27 PUBLIC AGENCY REPRESENTS LESS THAN TEN THOUSAND SQUARE FEET.

28 3. "Public agency" means the state, any of its political subdivisions,
29 a public benefit corporation, a public authority, INCLUDING A PUBLIC
30 AUTHORITY PROVIDING PUBLIC UTILITY SERVICES, or commission or special
31 purpose district board appointed pursuant to law, [and] a board of
32 education, AND ANY PUBLIC UTILITY THAT DISTRIBUTES ELECTRIC LIGHT OR
33 POWER, OR GAS OR STEAM SERVICES AT RETAIL RATES REGULATED BY THE PUBLIC
34 SERVICE COMMISSION PURSUANT TO A FRANCHISE GRANTED UNDER THE PROVISIONS
35 OF SECTION SIXTY-EIGHT OR EIGHTY-ONE OF THE PUBLIC SERVICE LAW, AND ANY
36 SUBSTANTIALLY-OWNED AFFILIATED ENTITY OF SUCH PUBLIC UTILITY.

37 4. "Contractor" means any employer who employs employees to perform
38 [building] service work under a contract with a public agency and shall
39 include any of the contractor's subcontractors.

40 6. "Prevailing wage" means the wage determined by the fiscal officer
41 to be prevailing for the various classes of [building] service employees
42 in the locality. In no event shall the basic hourly cash rate of pay be
43 less than the statutory minimum wage established by article nineteen of
44 this chapter, or, in a city with a local law requiring a higher minimum
45 wage on city contract work, less than the minimum wage specified in such
46 local law.

47 8. "Fiscal officer" means the [industrial] commissioner, except for
48 [building] service work performed by or on behalf of a city, in which
49 case "fiscal officer" means the comptroller or other analogous officer
50 of such city.

51 9. "Fossil fuel" shall mean coal, petroleum products and fuel gases.
52 "Coal" shall include bituminous coal, anthracite coal and lignite. "Fuel
53 gases" shall include but not be limited to methane, natural gas, lique-
54 fied natural gas and manufactured fuel gases. "Petroleum products" shall
55 include all products refined or rerefined from synthetic or crude oil or
56 oil extracted from other sources, including natural gas liquids.

[Provided that nothing in this subdivision shall affect the exclusion for public utility services set forth in subdivision two of this section.]

10. "Substantially-owned affiliated entity" shall mean the parent company of the PUBLIC UTILITY, contractor or subcontractor, any subsidiary of the PUBLIC UTILITY, contractor or subcontractor, or any entity in which the parent of the PUBLIC UTILITY, contractor or subcontractor owns more than fifty percent of the voting stock, or an entity in which one or more of the top five shareholders of the PUBLIC UTILITY, contractor or subcontractor individually or collectively also owns a controlling share of the voting stock, or an entity which exhibits any other indicia of control over the PUBLIC UTILITY, contractor or subcontractor or over which the PUBLIC UTILITY, contractor or subcontractor exhibits control, regardless of whether or not the controlling party or parties have any identifiable or documented ownership interest. Such indicia shall include: power or responsibility over employment decisions, access to and/or use of the relevant entity's assets or equipment, power or responsibility over contracts of the entity, responsibility for maintenance or submission of certified payroll records, and influence over the business decisions of the relevant entity.

15. "PERSON" SHALL MEAN A HUMAN BEING AND SHALL INCLUDE AN "ENTITY" AS DEFINED IN THIS ARTICLE, INCLUDING, BUT NOT LIMITED TO A CONTRACTOR OR SUBCONTRACTOR.

S 3. Subdivisions 1, 3, 4 and 5 of section 231 of the labor law, subdivisions 1, 3 and 4 as added by chapter 777 of the laws of 1971 and subdivision 5 as amended by chapter 678 of the laws of 2007, are amended and a new subdivision 8 is added to read as follows:

1. Every contractor shall pay a service employee under a contract for [building] service work a wage of not less than the prevailing wage in the locality for the craft, trade or occupation of the service employee.

3. Each contract for [building] service work shall contain as part of the specifications thereof a schedule of the wages required to be paid to the various classes of service employees on such work, and each such contract shall further contain a provision obligating the contractor to pay each employee on such work not less than the wage specified for his craft, trade or occupation in such schedule.

4. The public agency, or appropriate officer or agent thereof, whose responsibility it is to prepare or direct the preparation of the plans and specifications for a contract for [building] service work, shall ascertain from such plans and specifications the classifications of employees to be employed on such work and shall file a list of such classifications with the fiscal officer, together with a statement of the work to be performed. The fiscal officer shall determine the crafts, trades and occupations required for such work and shall make a determination of the wages required to be paid in the locality for each such craft, trade or occupation. A schedule of such wages shall be annexed to and form a part of the specifications for the contract prior to the time of the advertisement for bids on such contract and shall constitute the schedule of wages referred to in subdivision three of this section.

5. Upon the award of a contract for [building] service work by a public agency other than a city, the contracting public agency shall immediately furnish to the commissioner: (a) the name and address of the contractor to whom the contract was awarded; (b) the date when the contract was awarded; and (c) the approximate consideration stipulated for in the contract.

1 8. THE REQUIREMENTS OF THIS SECTION SHALL APPLY TO ANY PERSON OR ENTI-
2 TY, OTHER THAN A BUSINESS IMPROVEMENT DISTRICT, THAT ENTERS INTO ANY
3 LEASE OR OTHER AGREEMENT WITH A PUBLIC AGENCY THAT INCLUDES THE
4 PROVISION OF SERVICE WORK BY EMPLOYEES WHO WOULD BE REQUIRED TO BE PAID
5 SCHEDULED WAGES PURSUANT TO THIS SECTION IN THE ABSENCE OF SUCH AGREE-
6 MENT. ANY THIRD PARTY PERSON OR ENTITY THAT CONTRACTS FOR OR OTHERWISE
7 ARRANGES FOR THE PAYMENT FOR OR PERFORMANCE OF SERVICE WORK FOR THE
8 BENEFIT OF A PUBLIC AGENCY IN THE PROVISION OF BUILDING OR PROPERTY
9 MANAGEMENT SERVICES OR SIMILAR SERVICES PURSUANT TO ANY SUCH AGREEMENT
10 SHALL DO SO AS AN AGENT OF THE PUBLIC AGENCY. NO PUBLIC AGENCY SHALL
11 ENTER INTO ANY SUCH AGREEMENT WITH ANY PERSON OR ENTITY WITHOUT (A)
12 PREPARATION OF AN AGREEMENT BETWEEN THE PUBLIC AGENCY AND THE THIRD
13 PARTY PERSON OR ENTITY THAT CLEARLY DELINEATES THE RESPONSIBILITIES OF
14 EACH WITH RESPECT TO REPORTING, FILING AND RETENTION OF PAYROLLS AND
15 OTHER DOCUMENTS, AND ANY OTHER ACTIONS REQUIRED PURSUANT TO THIS ARTI-
16 CLE, AND (B) RECEIPT BY THE PUBLIC AGENCY OF A WRITTEN ACKNOWLEDGEMENT
17 FROM SUCH THIRD PARTY PERSON OR ENTITY THAT THE PERSON OR ENTITY AGREES
18 TO UNDERTAKE THOSE RESPONSIBILITIES AS THE AGENT OF THE PUBLIC AGENCY,
19 AND AFFIRMING SUCH PERSON OR ENTITY'S NONDELEGABLE OBLIGATION TO PAY NOT
20 LESS THAN THE WAGES SPECIFIED IN EACH APPLICABLE SCHEDULE. SUCH DOCU-
21 MENTS SHALL BE IN A FORM SATISFACTORY TO THE FISCAL OFFICER AND SHALL BE
22 SUBSCRIBED AND CONFIRMED AS REQUIRED BY SUCH OFFICER. SUCH DOCUMENTS
23 SHALL BE RETAINED AS PROVIDED IN SECTION TWO HUNDRED THIRTY-THREE OF
24 THIS ARTICLE, AND A COPY OF EACH SUCH DOCUMENT SHALL BE FILED BY THE
25 PUBLIC AGENCY WITH THE FISCAL OFFICER WITHIN TEN DAYS OF ITS EXECUTION.
26 NOTWITHSTANDING ANY SUCH AGREEMENT, NOTHING IN THIS SUBDIVISION SHALL BE
27 DEEMED TO RELIEVE THE PUBLIC AGENCY OF ITS RESPONSIBILITIES TO ENSURE
28 COMPLIANCE WITH THIS ARTICLE. ANY LEASE OR AGREEMENT MADE IN CONTRAVEN-
29 TION OF THIS SUBDIVISION SHALL BE VOID AS A MATTER OF PUBLIC POLICY.
30 THE FISCAL OFFICER MAY TAKE ALL ACTIONS NECESSARY TO ENSURE COMPLIANCE
31 WITH THE PROVISIONS OF THIS ARTICLE AGAINST THE PUBLIC AGENCY, ANY THIRD
32 PARTY ACTING IN PLACE OF, ON BEHALF OF OR FOR THE BENEFIT OF SUCH PUBLIC
33 AGENCY PURSUANT TO ANY LEASE OR OTHER AGREEMENT BETWEEN SUCH THIRD PARTY
34 PERSON OR ENTITY AND THE PUBLIC AGENCY, OR BOTH THE PUBLIC AGENCY AND
35 THIRD PARTY JOINTLY.

36 S 4. Paragraphs a and c of subdivision 2 and subdivision 7 of section
37 235 of the labor law, paragraph a of subdivision 2 and subdivision 7 as
38 amended and paragraph c of subdivision 2 as added by chapter 547 of the
39 laws of 1998, are amended and subdivision 2 is amended by adding a new
40 paragraph g to read as follows:

41 a. At the start of such investigation the fiscal officer may notify
42 the financial officer of the public agency interested who shall, at the
43 direction of the fiscal officer, forthwith withhold from any payment due
44 to the contractor executing the contract sufficient money to safeguard
45 the rights of the service employees and to cover the civil penalty that
46 may be assessed as provided herein, or, if there are insufficient moneys
47 still due or earned to the contractor or subcontractor to safeguard the
48 rights of the service employees and to cover the civil penalty that may
49 be assessed as provided herein, the financial officer of another civil
50 division which has entered or subsequently enters into a [building]
51 service work contract with the contractor or subcontractor, who shall
52 withhold from any payment due the contractor or subcontractor executing
53 any [building] service work, sufficient moneys to safeguard the rights
54 of the service employees and to cover the civil penalty that may be
55 assessed as provided herein.

1 c. The notice of withholding shall provide that the fiscal officer
2 intends to instruct the financial officer, not less than ten days
3 following service of the notice by mail, to withhold sufficient moneys
4 to safeguard the rights of the service employees and to cover the civil
5 penalty that may be assessed as provided herein, from any payment due
6 the notified party under any [building] service work contract pending
7 final determination. The notice of withholding shall provide that within
8 thirty days following the date of the notice of withholding the notified
9 party may, contest the withholding on the basis that the notified party
10 is not a partner or one of the five largest shareholders of the subcon-
11 tractor or contractor, an officer of the contractor or subcontractor who
12 knowingly participated in the violation of this article, a substantial-
13 ly-owned affiliated entity or successor. If the notified party fails to
14 contest the notice of withholding, or if the fiscal officer, after
15 reviewing the information provided by the notified party in such
16 contest, determines that the notified party is a partner or one of the
17 five largest shareholders, a substantially-owned affiliated entity, an
18 officer of the contractor or subcontractor who knowingly participated in
19 the violation of this article, or a successor, the fiscal officer may
20 instruct the financial officer to immediately withhold sufficient moneys
21 to safeguard the rights of the service employees and to cover the civil
22 penalty that may be assessed as provided herein from any payment due the
23 notified party under any [building] service work contract pending the
24 final determination.

25 G. THE FISCAL OFFICER MAY REQUIRE ANY PERSON OR CORPORATION PERFORMING
26 SUCH PUBLIC WORK TO FILE WITH THE FISCAL OFFICER WITHIN TEN DAYS OF
27 RECEIPT OF SAID REQUEST, PAYROLL RECORDS, SWORN TO AS TO THEIR VALIDITY
28 AND ACCURACY, REQUESTED BY THE FISCAL OFFICER, FOR SAID SERVICE WORK OR
29 FOR ANY PUBLIC OR PRIVATE WORK PERFORMED BY SAID PERSON OR CORPORATION
30 DURING THE SAME PERIOD OF TIME AS SAID SERVICE WORK. IN THE EVENT SAID
31 PERSON OR CORPORATION FAILS TO PROVIDE THE REQUESTED INFORMATION WITHIN
32 THE ALLOTTED TEN DAYS, THE FISCAL OFFICER MAY, WITHIN FIFTEEN DAYS,
33 ORDER THE FINANCIAL OFFICER OF THE PUBLIC AGENCY TO IMMEDIATELY WITHHOLD
34 FROM PAYMENT TO SAID PERSON OR CORPORATION UP TO TWENTY-FIVE PERCENT OF
35 THE AMOUNT, NOT TO EXCEED FIVE HUNDRED THOUSAND DOLLARS, TO BE PAID TO
36 SAID PERSON OR CORPORATION UNDER THE TERMS OF THE CONTRACT PURSUANT TO
37 WHICH SAID SERVICE WORK IS BEING PERFORMED. SAID AMOUNT WITHHELD SHALL
38 BE IMMEDIATELY RELEASED UPON RECEIPT BY THE PUBLIC AGENCY OF A NOTICE
39 FROM THE FISCAL OFFICER INDICATING THAT THE REQUEST FOR RECORDS HAD BEEN
40 SATISFIED.

41 7. When, pursuant to the provisions of this section, two final orders
42 have been entered against a contractor, subcontractor, successor, or any
43 substantially-owned affiliated entity of the contractor or subcontractor,
44 any of the partners if the contractor or subcontractor is a part-
45 nership, any of the five largest shareholders of the contractor or
46 subcontractor, any officer of the contractor or subcontractor who know-
47 ingly participated in the violation of this article within any consec-
48 utive six-year period determining that such contractor or subcontractor
49 and/or its successor, substantially-owned affiliated entity of the
50 contractor or subcontractor, any of the partners or any of the five
51 largest shareholders of the contractor or subcontractor, any officer of
52 the contractor or subcontractor who knowingly participated in the
53 violation of this article has willfully failed to pay the prevailing
54 wages in accordance with the provisions of this article, whether such
55 failures were concurrent or consecutive and whether or not such final
56 determinations concerning separate public [building] service WORK

1 contracts are rendered simultaneously, such contractor, subcontractor,
2 successor, and if the contractor, subcontractor, successor, or any
3 substantially-owned affiliated entity of the contractor or subcontractor,
4 any of the partners if the contractor or subcontractor is a partnership,
5 or any of the five largest shareholders of the contractor or subcontractor,
6 any officer of the contractor or subcontractor who knowingly participated
7 in the violation of this article, or any successor is a corporation, any
8 officer of such corporation who knowingly participated in such failure,
9 shall be ineligible to submit a bid on or be awarded any public [building] service work for a period of five years
10 from the date of the second order, provided, however, that where any
11 such final order involves the falsification of payroll records or the
12 kickback of wages, the contractor, subcontractor, successor, substantially-owned
13 affiliated entity of the contractor or subcontractor, any partner if the contractor or subcontractor is a partnership or any of
14 the five largest shareholders of the contractor or subcontractor, any officer of the contractor or subcontractor who knowingly participated in
15 the violation of this article shall be ineligible to submit a bid on or be awarded any public [building] service WORK contract or subcontract
16 with the state, any municipal corporation or public body for a period of five years from the date of the first final order. Nothing in this
17 subdivision shall be construed as affecting any provision of any other law or regulation relating to the awarding of public contracts.

24 S 5. Subdivision 2 of section 237 of the labor law, as amended by
25 chapter 698 of the laws of 1988, is amended to read as follows:

26 2. A. Before payment is made by or on behalf of a public agency of any
27 sums due on account of a contract for service work, it shall be the duty
28 of the comptroller of the state or the financial officer of such public
29 agency or other officer or person charged with the custody and disbursement
30 of the state or corporate funds applicable to the contract under
31 and pursuant to which payment is made, to require the contractor to file
32 a statement in writing in form satisfactory to such officer certifying
33 to the amounts then due and owing from such contractor filing such
34 statement to or on behalf of any and all service employees for daily or
35 weekly wages on account of labor performed upon the work under the
36 contract, setting forth therein the names of the persons whose wages are
37 unpaid and the amount due to or on behalf of each respectively, which
38 statement so to be filed shall be verified by the oath of the contractor
39 that he or she has read such statement subscribed by him or her and
40 knows the contents thereof, and that the same is true of his or her own
41 knowledge. THE CONTRACTOR SHALL FILE THESE PAYROLL RECORDS VERIFIED
42 UNDER OATH WITHIN NINETY DAYS AFTER ANY LABOR IS PERFORMED UPON THE WORK
43 UNDER CONTRACT, OR SUCH OTHER TIME AS THE FISCAL OFFICER MAY AUTHORIZE.
44 ANY PERSON WHO WILLFULLY FAILS TO FILE SUCH PAYROLL RECORDS WITH THE
45 PUBLIC AGENCY SHALL BE GUILTY OF A CLASS E FELONY.

46 B. EACH PUBLIC AGENCY SHALL DESIGNATE IN WRITING AN INDIVIDUAL
47 EMPLOYED BY SUCH DEPARTMENT RESPONSIBLE FOR THE RECEIPT, COLLECTION AND
48 REVIEW FOR FACIAL VALIDITY OF A CONTRACTOR'S CERTIFIED PAYROLL STATEMENT,
49 AS SET FORTH IN THIS SUBDIVISION, BEFORE PAYMENT IS MADE. SAID
50 DESIGNATION SHALL BE FILED WITH THE FISCAL OFFICER AND POSTED IN A
51 CONSPICUOUS LOCATION AT THE WORK SITE. IF THE DESIGNATED INDIVIDUAL
52 CANNOT PERFORM THE RECEIPT, COLLECTION AND REVIEW OF CERTIFIED PAYROLL
53 DUTIES AS INDICATED ABOVE, FOR ANY REASON, INCLUDING BUT NOT LIMITED TO
54 REASSIGNMENT, PROMOTION OR SEPARATION FROM EMPLOYMENT, THE PUBLIC AGENCY
55 MUST IMMEDIATELY DESIGNATE ANOTHER INDIVIDUAL EMPLOYED BY SUCH AGENCY TO
56 FULFILL SUCH RESPONSIBILITIES. IN THE EVENT THAT A PUBLIC AGENCY FAILS

1 TO NAME AN INDIVIDUAL RESPONSIBLE FOR THE RECEIPT, COLLECTION AND REVIEW
2 FOR FACIAL VALIDITY OF CONTRACTORS' CERTIFIED PAYROLLS, THEN THE INDI-
3 VIDUAL SO RESPONSIBLE SHALL BE THE INDIVIDUAL WHO IS THE CHIEF
4 POLICY-MAKING OFFICER OF SUCH PUBLIC AGENCY.

5 S 6. Subdivision 2 of section 238 of the labor law, as added by chap-
6 ter 777 of the laws of 1971, is amended to read as follows:

7 2. When a contract for service work contains as part thereof a sched-
8 ule of wages as provided for in this article, any [contractor] PERSON
9 who, after entering into such contract[, and any subcontractor of such
10 contractor who] WILLFULLY fails to pay to any service employee the wages
11 stipulated in such wage schedule [is guilty of a misdemeanor and upon
12 conviction shall be punished for a first offense by a fine of five
13 hundred dollars or by imprisonment for not more than thirty days or by
14 both fine and imprisonment; for a second offense by a fine of one thou-
15 sand dollars, and in] SHALL BE GUILTY OF A MISDEMEANOR FOR THE FIRST
16 OFFENSE AND UPON CONVICTION THEREFOR SHALL BE FINED TWO THOUSAND FIVE
17 HUNDRED DOLLARS OR TWICE THE AMOUNT OF UNDERPAYMENT, WHICHEVER IS GREAT-
18 ER OR IMPRISONED FOR NOT MORE THAN ONE YEAR, OR BOTH. IF A PERSON STANDS
19 CONVICTED OF A VIOLATION OF THIS SECTION AND WITHIN THE PREVIOUS SIX
20 YEARS HAS BEEN CONVICTED ONE OR MORE TIMES OF A VIOLATION OF THIS
21 SECTION IN SEPARATE TRANSACTIONS, THEN SUCH PERSON SHALL BE GUILTY OF A
22 CLASS E FELONY UPON CONVICTION FOR SUCH SUBSEQUENT OFFENSE, AND SHALL BE
23 FINED FIVE THOUSAND DOLLARS OR TRIPLE THE AMOUNT OF UNDERPAYMENT, WHICH-
24 EVER IS GREATER OR IMPRISONED AS AUTHORIZED BY SECTION 70.00 OF THE
25 PENAL LAW OR PUNISHED BY BOTH SUCH FINE AND IMPRISONMENT, FOR EACH SUCH
26 OFFENSE. IN addition [thereto] TO ANY OTHER FINE OR PENALTY THAT MAY BE
27 IMPOSED FOR SUCH FELONY OFFENSE, the contract on which the violation has
28 occurred shall be forfeited; and no such contractor shall be entitled to
29 receive any sum, nor shall any officer, agent or employee of the
30 contracting public agency pay any such sum or authorize its payment from
31 the funds under his OR HER charge or control to such contractor for work
32 done upon the contract on which the contractor has been convicted of a
33 second offense. If the contractor or subcontractor is a corporation, any
34 officer of such corporation who knowingly permits the corporation to
35 fail to make such payment shall also be guilty of [a misdemeanor] THE
36 OFFENSE DEFINED IN THIS SUBDIVISION and the criminal and civil penalties
37 [herein] OF THIS SUBDIVISION shall attach to such officer upon
38 conviction.

39 S 7. Severability. If any clause, sentence, paragraph, section or part
40 of this act be adjudged by any court of competent jurisdiction to be
41 invalid and after exhaustion of all further judicial review, the judg-
42 ment shall not affect, impair or invalidate the remainder thereof, but
43 shall be confined in its operation to the clause, sentence, paragraph,
44 section or part of this act directly involved in the controversy in
45 which the judgment shall have been rendered.

46 S 8. This act shall take effect on the ninetieth day after it shall
47 have become a law, and shall apply to all contracts or other agreements
48 entered into, renewed, or extended on or after such date.