#### LEGISLATIVE HISTORY CHECKLIST

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(Public Works)

NJSA:

34:11-56.25

LAWS OF:

1996

CHAPTER: 71

BILL NO:

S436

**SPONSOR(S):** Sinagra and Ciesla

DATE INTRODUCED: January 18, 1996

COMMITTEE:

ASSEMBLY:

SENATE:

Commerce

AMENDED DURING PASSAGE: Third reprint enacted

Yes

Amendments during passage

denoted by superscript numbers

DATE OF PASSAGE:

ASSEMBLY:

June 24, 1996

SENATE:

May 16, 1996

DATE OF APPROVAL:

July 18, 1996

FOLLOWING STATEMENTS ARE ATTACHED IF AVAILABLE:

SPONSOR STATEMENT:

Yes

Also attached: statement

adopted 3-21-96 and

statement adopted 6-24-96

COMMITTEE STATEMENT:

ASSEMBLY:

No

SENATE:

Yes

FISCAL NOTE: VETO MESSAGE:

No

No

MESSAGE ON SIGNING:

Yes

FOLLOWING WERE PRINTED:

REPORTS:

Yes

**HEARINGS:** 

No

KBP:pp

### P.L. 1996, CHAPTER 71, approved July 18, 1996 Senate, No. 436 (Third Reprint)

1 AN ACT concerning certain projects and supplementing P.L.1963, 2 c.150 (C.34:11-56.25 et seq.).

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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7 1. a. Any person who submits a bid directly to a public body for 8 a contract for any public work subject to the provisions of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.) 9 10 and is not awarded the contract <sup>1</sup>and whose bid is the lowest bid other than the bid accepted by the public body <sup>1</sup> <sup>3</sup> or, if, pursuant to law, the 11 contract is awarded on the basis of factors other than or in addition to 12 the lowest bid, whose bid is the highest in rank other than the bid 13 accepted by the public body<sup>3</sup> (hereinafter referred to in this section as 14 the "plaintiff") may bring an action for damages in a court of 15 competent jurisdiction against the contractor who was directly 16 awarded the contract by the public body or any subcontractor of that 17 18 contractor (hereinafter referred to in this section as the "defendant") 19 alleging that the defendant has, in connection with work performed 20 pursuant to the contract, violated the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or failed to pay any contribution, tax, 21 22 assessment or benefit required by any other applicable law. <sup>3</sup>If there is more than one losing bidder, a bidder with a higher bid than the 23 second lowest bidder or lower rank than the second highest rank, if, 24 25 pursuant to law, the contract is awarded on the basis of factors other than or in addition to the lowest bid, may bring the action if that 26 bidder gives written notice of his intention to bring an action, sent by 27 first-class mail and certified mail, return receipt requested, to every 28 other losing bidder whose bid was lower than his or whose bid was 29

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

Senate SCM committee amendments adopted February 15, 1996.

<sup>&</sup>lt;sup>2</sup> Senate floor amendments adopted March 21, 1996.

<sup>&</sup>lt;sup>3</sup> Assembly floor amendments adopted June 24, 1996.

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1 higher in rank than his and none of the bidders notified files an action 2 within 30 days following the date of their receipt of notice. The 3 written notice of intention to bring an action must contain the 4 following: (1) a statement of the specific violations or failures to pay 5 allegedly committed, which shall not preclude, in the course of the 6 action, consideration of other violations or failures to pay as may be 7 revealed in the course of discovery, (2) a statement that the action is 8 to be filed pursuant to this act, and (3) a statement that the recipient 9 of the notice may have the right to file an action and will be precluded 10 from doing so if he does not file an action within 30 days of his receipt 11 of the notice. If no other losing bidder so notified files an action 12 within 30 days of his receipt of the notice, the losing bidder who sent 13 the notice shall file an action pursuant to this act within 15 days of the 14 last day any of the recipients of the notice could have filed an action. 15 If more than one bidder files an action, all actions other than that filed 16 by the bidder whose bid is the lowest of the bidders who filed actions, or, if, 17 pursuant to law, the contract is awarded on the basis of factors other than or 18 in addition to the lowest bid, whose bid is the highest in rank of the bidders 19 who filed actions, shall be dismissed.<sup>3</sup>

20 b. Upon <sup>2</sup>a finding by the court that the plaintiff was a responsible bidder for the contract and a<sup>2</sup> finding that one or more defendants 21 22 violated the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or failed to pay any contribution, tax, assessment or benefit required by 23 24 any other applicable law in connection with work performed pursuant to the contract, and that the plaintiff submitted a bid for the contract 25 which was less than the sum total of the bid accepted by the public 26 27 body plus any additional amount that the defendant or defendants 28 would have paid during the term of the contract to be in full 29 compliance with P.L.1963, c.150 (C.34:11-56.25 et seq.) and other 30 applicable laws in connection with the contract, the court shall order the defendant or defendants to pay to the plaintiff the entire amount of 31 damages sustained plus <sup>3</sup>costs and <sup>3</sup> reasonable attorney's fees or, if the 32 court finds the noncompliance to be intentional, three times the 33 amount of damages sustained plus <sup>3</sup>costs and <sup>3</sup> reasonable attorney's 34 35 fees<sup>2</sup>, except that the court shall order no payment to the plaintiff if the court finds that the violation or failure to pay was caused by minor 36 record keeping mistakes or minor computational errors<sup>2</sup> or by other 37 minor mistakes. The occurrence of more than two violations or 38 failures to pay shall lead to the rebuttable presumption that the 39 violation or failure to pay at issue is not minor<sup>3</sup>. If there are two or 40 more defendants, the court shall allocate the payments for damages 41 42 sustained and attorney's fees among the defendants in a reasonable 43 manner. Nothing in this section shall be construed as requiring payments to a plaintiff by any contractor or subcontractor who has not 44 45 violated the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or 46 failed to pay any contribution, tax, assessment or benefit required by

- any other applicable law in connection with work performed pursuant
- 2 to the contract. <sup>2</sup>A plaintiff may designate an agent or representative
- to maintain the action <sup>3</sup>if the violation or failure to pay has an adverse 3
- 4 effect on the agent or representative or, if the agent or representative
- 5 is an organization or association, on any member of the organization
- 6 or association. If the plaintiff prevails, the agent or representative
- 7 shall be entitled to reimbursement for costs and reasonable attorney's
- 8 fees of the agent or representative but not to a financial interest in the
- 9 damages awarded<sup>3</sup>.<sup>2</sup>

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- c. <sup>1</sup>[A plaintiff may designate an agent or representative to maintain the action for and on behalf of all other plaintiffs who are similarly situated. In any action involving two or more plaintiffs, each plaintiff shall recover the entire amount of damages sustained by that plaintiff, as determined by the court, or if the court finds the
- 14
- 15 noncompliance to be intentional, each plaintiff shall recover three
- 16 times the entire amount of damages sustained by that plaintiff.
- 17 d.] For the purposes of this section, the damages sustained by a
- plaintiff shall <sup>1</sup>[include] <sup>2</sup>[be<sup>1</sup>] include<sup>2</sup> the plaintiff's costs of 18
- preparing and submitting the bid <sup>1</sup>[and may, if sought by the plaintiff, 19
- include profits that the court determines the plaintiff would have made 20 21 if the plaintiff had been awarded the contract and complied with the
- 22 P.L.1963, c.150 (C.34:11-56.25 et seq.) and other applicable laws]
- 23 <sup>2</sup>[plus ten percent of the value of the portion of the contract awarded
- 24 to the defendant and may, if sought by the plaintiff, include profits
- 25 that the court determines the plaintiff would have made if the plaintiff
- had been awarded the contract and complied with P.L.1963, c.150 26
- (C.34:11-56.25 et seq.) and other applicable laws<sup>2</sup>. 27
- <sup>1</sup>[e.] d. <sup>1</sup> If the court determines that the defendant did not, in 28
- 29 connection with work performed pursuant to the contract, violate the 30 provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or fail to pay
- any contribution, tax, assessment or benefit required by other 31
- 32 applicable law, the court shall order the plaintiff to pay the <sup>3</sup>costs and <sup>3</sup>
- reasonable attorney's fees of the defendant. 3 Nothing herein shall 33
- 34 preclude a defendant who is found to have committed minor record
- 35 keeping mistakes, minor computational errors or other minor mistakes
- from being awarded relief pursuant to section 1 of P.L.1988, c.46 36
- (C.2A:15-59.1).<sup>3</sup> 37
- <sup>1</sup>[f.] <u>e.</u> <sup>1</sup> As used in this section: 38
- 39 "Person" means any individual, corporation, company, partnership,
- 40 firm, association or business;
- 41 "Contractor" means a person who is directly awarded a contract for
- 42 a public work by a public body; and
- "Subcontractor" means any subcontractor or lower tier 43
- subcontractor of a contractor. 44
- 45 2. This act shall take effect immediately.

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S436	[3R]
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3 Concerns certain projects.

### [Third Reprint] **SENATE, No. 436**

### STATE OF NEW JERSEY

INTRODUCED JANUARY 18, 1996

By Senators SINAGRA, CIESLA, Matheussen, Palaia, Martin, MacInnes, Kyrillos, Sacco, McGreevey, Assemblymen Roma and DiGaetano

1 AN ACT concerning certain projects and supplementing P.L.1963, c.150 (C.34:11-56.25 et seq.).

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**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

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1. a. Any person who submits a bid directly to a public body for a contract for any public work subject to the provisions of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.) and is not awarded the contract <sup>1</sup>and whose bid is the lowest bid other than the bid accepted by the public body 1 3 or, if, pursuant to law, the contract is awarded on the basis of factors other than or in addition to the lowest bid, whose bid is the highest in rank other than the bid accepted by the public body<sup>3</sup> (hereinafter referred to in this section as the "plaintiff") may bring an action for damages in a court of competent jurisdiction against the contractor who was directly awarded the contract by the public body or any subcontractor of that contractor (hereinafter referred to in this section as the "defendant") alleging that the defendant has, in connection with work performed pursuant to the contract, violated the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or failed to pay any contribution, tax, assessment or benefit required by any other applicable law. <sup>3</sup>If there is more than one losing bidder, a bidder with a higher bid than the second lowest bidder or lower rank than the second highest rank, if. pursuant to law, the contract is awarded on the basis of factors other than or in addition to the lowest bid, may bring the action if that bidder gives written notice of his intention to bring an action, sent by first-class mail and certified mail, return receipt requested, to every

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

Senate SCM committee amendments adopted February 15, 1996.

<sup>&</sup>lt;sup>2</sup> Senate floor amendments adopted March 21, 1996.

<sup>&</sup>lt;sup>3</sup> Assembly floor amendments adopted June 24, 1996.

1 other losing bidder whose bid was lower than his or whose bid was 2 higher in rank than his and none of the bidders notified files an action within 30 days following the date of their receipt of notice. The 3 4 written notice of intention to bring an action must contain the 5 following: (1) a statement of the specific violations or failures to pay allegedly committed, which shall not preclude, in the course of the 6 7 action, consideration of other violations or failures to pay as may be 8 revealed in the course of discovery, (2) a statement that the action is 9 to be filed pursuant to this act, and (3) a statement that the recipient of the notice may have the right to file an action and will be precluded 10 11 from doing so if he does not file an action within 30 days of his receipt 12 of the notice. If no other losing bidder so notified files an action within 30 days of his receipt of the notice, the losing bidder who sent 13 14 the notice shall file an action pursuant to this act within 15 days of the 15 last day any of the recipients of the notice could have filed an action. If more than one bidder files an action, all actions other than that filed 16 by the bidder whose bid is the lowest of the bidders who filed actions. 17 18 or, if, pursuant to law, the contract is awarded on the basis of factors 19 other than or in addition to the lowest bid, whose bid is the highest in 20 rank of the bidders who filed actions, shall be dismissed.<sup>3</sup> 21

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b. Upon <sup>2</sup>a finding by the court that the plaintiff was a responsible bidder for the contract and a<sup>2</sup> finding that one or more defendants violated the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or failed to pay any contribution, tax, assessment or benefit required by any other applicable law in connection with work performed pursuant to the contract, and that the plaintiff submitted a bid for the contract which was less than the sum total of the bid accepted by the public body plus any additional amount that the defendant or defendants would have paid during the term of the contract to be in full compliance with P.L.1963, c.150 (C.34:11-56.25 et seq.) and other applicable laws in connection with the contract, the court shall order the defendant or defendants to pay to the plaintiff the entire amount of damages sustained plus <sup>3</sup>costs and <sup>3</sup> reasonable attorney's fees or, if the court finds the noncompliance to be intentional, three times the amount of damages sustained plus <sup>3</sup>costs and <sup>3</sup> reasonable attorney's fees 2, except that the court shall order no payment to the plaintiff if the court finds that the violation or failure to pay was caused by minor record keeping mistakes or minor computational errors<sup>2 3</sup>or by other minor mistakes. The occurrence of more than two violations or failures to pay shall lead to the rebuttable presumption that the violation or failure to pay at issue is not minor<sup>3</sup>. If there are two or more defendants, the court shall allocate the payments for damages sustained and attorney's fees among the defendants in a reasonable manner. Nothing in this section shall be construed as requiring payments to a plaintiff by any contractor or subcontractor who has not violated the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or

- 1 failed to pay any contribution, tax, assessment or benefit required by
- 2 any other applicable law in connection with work performed pursuant
- to the contract. <sup>2</sup>A plaintiff may designate an agent or representative 3
- to maintain the action <sup>3</sup>if the violation or failure to pay has an adverse 4
- effect on the agent or representative or, if the agent or representative 5
- 6 is an organization or association, on any member of the organization
- 7 or association. If the plaintiff prevails, the agent or representative
- 8 shall be entitled to reimbursement for costs and reasonable attorney's
- 9 fees of the agent or representative but not to a financial interest in the
- damages awarded<sup>3</sup>.<sup>2</sup> 10

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- c. '[A plaintiff may designate an agent or representative to maintain the action for and on behalf of all other plaintiffs who are similarly situated. In any action involving two or more plaintiffs, each plaintiff shall recover the entire amount of damages sustained by that plaintiff, as determined by the court, or if the court finds the noncompliance to be intentional, each plaintiff shall recover three times the entire amount of damages sustained by that plaintiff.
- d. I For the purposes of this section, the damages sustained by a 18 plaintiff shall '[include] '[be'] include the plaintiff's costs of 19 preparing and submitting the bid <sup>1</sup> [and may, if sought by the plaintiff, 20 21 include profits that the court determines the plaintiff would have made 22 if the plaintiff had been awarded the contract and complied with the P.L.1963, c.150 (C.34:11-56.25 et seq.) and other applicable laws
- 23 24 <sup>2</sup> plus ten percent of the value of the portion of the contract awarded
- 25 to the defendant 1 and may, if sought by the plaintiff, include profits
- that the court determines the plaintiff would have made if the plaintiff 26
- 27 had been awarded the contract and complied with P.L.1963, c.150
- 28 (C.34:11-56.25 et seq.) and other applicable laws<sup>2</sup>.
- 29 [e.] d. If the court determines that the defendant did not, in connection with work performed pursuant to the contract, violate the 30
- 31 provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or fail to pay
- 32 any contribution, tax, assessment or benefit required by other
- 33 applicable law, the court shall order the plaintiff to pay the <sup>3</sup>costs and <sup>3</sup>
- reasonable attorney's fees of the defendant. <sup>3</sup>Nothing herein shall 34 35
- preclude a defendant who is found to have committed minor record keeping mistakes, minor computational errors or other minor mistakes 36
- 37 from being awarded relief pursuant to section 1 of P.L.1988, c.46
- (C.2A:15-59.1).<sup>3</sup> 38
- <sup>1</sup>[f.] <u>e.</u> <sup>1</sup> As used in this section: 39
- "Person" means any individual, corporation, company, partnership, 40 41 firm, association or business;
- 42 "Contractor" means a person who is directly awarded a contract for a public work by a public body; and 43
- 44 "Subcontractor" means any subcontractor or lower
- 45 subcontractor of a contractor.

### S436 [3R] 4

1	2. This act shall take effect immediately.
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6	Concerns certain projects.

failed to pay any contribution, tax, assessment or benefit required by any other applicable law in connection with work performed pursuant to the contract.

- c. A plaintiff may designate an agent or representative to maintain the action for and on behalf of all other plaintiffs who are similarly situated. In any action involving two or more plaintiffs, each plaintiff shall recover the entire amount of damages sustained by that plaintiff, as determined by the court, or if the court finds the noncompliance to be intentional, each plaintiff shall recover three times the entire amount of damages sustained by that plaintiff.
- d. For the purposes of this section, the damages sustained by a plaintiff shall include the plaintiff's costs of preparing and submitting the bid and may, if sought by the plaintiff, include profits that the court determines the plaintiff would have made if the plaintiff had been awarded the contract and complied with the P.L.1963, c.150 (C.34:11-56.25 et seq.) and other applicable laws.
- e. If the court determines that the defendant did not, in connection with work performed pursuant to the contract, violate the provisions of P.L.1963, c.150 (C.34:11-56.25 et seq.) or fail to pay any contribution, tax, assessment or benefit required by other applicable law, the court shall order the plaintiff to pay the reasonable attorney's fees of the defendant.
  - f. As used in this section:

"Person" means any individual, corporation, company, partnership, firm, association or business;

"Contractor" means a person who is directly awarded a contract for a public work by a public body; and

"Subcontractor" means any subcontractor or lower tier subcontractor of a contractor.

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2. This act shall take effect immediately.

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#### **STATEMENT**

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This bill permits any contractor who unsuccessfully bids for a public works contract to bring a court action as a plaintiff against the bidder who won the bid or the winning bidder's subcontractors based on violations of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.) or other applicable laws requiring payments in connection with the contract.

If the court finds that the winning bidder or a subcontractor of that bidder violated the laws and that the sum of the winning bid plus any additional payments that the violator or violators would have paid to be in full compliance with the laws is greater than the plaintiff's bid, the court is required to order the violator or violators to pay the reasonable attorney's fees of the plaintiff and the damages sustained by the plaintiff or triple damages, if the violation was intentional.

The action may be joined by similarly situated plaintiffs, each of whom is entitled to full damages or triple damages, if the violation is intentional. Damages include the plaintiff's costs of bidding and may, if sought by the plaintiff, include profits that the plaintiff would have made if the plaintiff had won the bid.

If the court determines that there was no violation, the plaintiff is required to pay the reasonable attorney's fees of the defendant.

The purpose of this bill is to give recourse for conscientious, law-abiding building contractors who are often underbid by unscrupulous competitors who fail to pay the wages, benefits or taxes required by law and undermine the health, safety and training standards needed to sustain appropriate quality levels in public works. The bill empowers the private sector to help ensure that required wages are paid in full, along with the associated unemployment insurance contributions, taxes and health benefits, therefore reducing State costs caused by uncompensated health care, lost taxes and contributions and substandard construction practices.

Concerns certain projects.

#### STATEMENT TO

## [Second Reprint] **SENATE, No. 436**

with Assembly Floor Amendments (Proposed By Assemblyman DiGAETANO)

ADOPTED: JUNE 24, 1996

These Assembly amendments provide that a defendant shall not be required to make payments for a violation subject to the bill if the court finds that the violation was caused by minor record keeping mistakes or computational errors or other minor mistakes. This differs from the bill without these amendments because it permits the court to consider minor mistakes other than minor record keeping mistakes and minor computational mistakes and it creates a rebuttable presumption that the mistakes or errors are not minor if there have been more than two violations by the defendant.

The amendments provide that if a contract is awarded on a basis other than or in addition to the lowest bid, a loosing bidder whose bid is the highest in rank other than the winning bidder may have standing to be a plaintiff.

The amendments prevent a plaintiff from choosing any representative to maintain an action under the bill who does not have a direct interest in the action. To achieve this, the amendments require that a representative may maintain an action for the plaintiff only if the violation has an adverse effect on the representative or, if the representative is an organization, members of the organization. The amendments provide that if the plaintiff prevails, the representative is entitled to reimbursement for costs and reasonable attorney's fees and other expenses, but not to a financial interest in the damages awarded.

Finally, the amendments provide a mechanism for a losing bidder other than the second runner-up bidder to bring an action under the bill if no bidder of higher rank is interested in bringing an action.

As amended, this bill is identical to Assembly Bill No. 1404 [3R].

### STATEMENT TO

## [First Reprint] **SENATE, No. 436**

with Senate Floor Amendments (Proposed By Senator SINAGRA)

ADOPTED: MARCH 21, 1996

These Senate amendments modify the bill's provisions regarding the damages and other payments that can be recovered by a contractor who looses a bid on a public works contract (the "plaintiff") because the winning bidder (the "defendant") violated the prevailing wage law or failed to make other required payments.

The amendments provide that the defendant is not required to make any payments to the plaintiff if it is found that the violation or failure to pay was caused by minor record keeping mistakes or minor computational errors.

The amendments also provide that payments are not required unless it is found that the plaintiff was a responsible bidder for the contract.

Finally, the amendments eliminate the bill's previous provisions that the damages awarded to a plaintiff be the plaintiff's costs of preparing and submitting a bid plus 10% of the value of the portion of a contract which is awarded to the defendant. The bill instead provides that the damages include the costs of preparing and submitting the bid and, if sought by the plaintiff, the value of the profits that the plaintiff would have made if the plaintiff had been awarded the contract.

### SENATE COMMERCE COMMITTEE

#### STATEMENT TO

SENATE, No. 436

with committee amendments

### STATE OF NEW JERSEY

DATED: FEBRUARY 15, 1996

The Senate Commerce Committee reports favorably and with committee amendments Senate Bill No. 436.

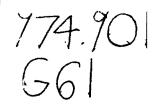
This bill, as amended by the committee, permits any contractor who unsuccessfully bids for a public works contract and whose bid is the lowest bid other than the winning bid, to bring a court action as a plaintiff against the bidder who won the bid or the winning bidder's subcontractors (defendant) based on violations of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.), or failure to pay any contribution, tax, assessment or benefit required by any other applicable law.

If the court finds that the winning bidder or a subcontractor of that bidder violated that law or failed to make any of those payments and the sum of the winning bid plus any additional payments that the violator would have paid to be in full compliance with those laws is greater than such unsuccessful bidder's bid, the court is required to order the violator or violators to pay the reasonable attorney's fees of such unsuccessful bidder and the damages sustained by him or triple damages, if the violation was intentional. Damages include the cost of preparing a bid plus 10% of the value of the portion of the contract awarded to the defendant.

If the court determines that there was no violation, the plaintiff is required to pay the reasonable attorney's fees of the defendant.

The committee amendments: provide that only the unsuccessful bidder whose bid was the lowest bid other that the winning bid may bring an action under the bill; eliminate the provisions of the bill permitting multiple plaintiffs; and provide that the damages sustained by a plaintiff are equal to the plaintiff's cost of preparing the bid plus 10% of the value of the portion of the contract awarded to the defendant.

As reported by the committee, this bill is identical to Assembly, No. 1404 (1R).





# OFFICE OF THE GOVERNOR NEWS RELEASE

CN-001
CONTACT: Becky Taylor

(609)777-2600

TRENTON, NJ 08625

RELEASE: Thurs., July 18, 1996

Gov. Christie Whitman today signed into law the Conscientious Contracting Act of 1996 during a meeting of the leaders of the Building and Construction Trade Unions in Jamesburg.

"The vast majority of New Jersey business people are fair and honest, and when they compete for government business, they play by the rules," said Gov. Whitman. "But those who bend the rules cheat their government, cheat other contractors and their workers, and ultimately they cheat the taxpayers. This legislation will prevent unjust contracting practices and ensure fairness in public contracting across the board."

The legislation permits a contractor who bids unsuccessfully for a public contract to bring a court action as a plaintiff against the winning bidder if that bidder violates the New Jersey Prevailing Wage Act or other applicable laws requiring payments in connection with the contract. The damages which may be awarded are plaintiff's cost of preparing and submitting the bid, plaintiff's attorney fees, and profits that the court determines plaintiff would have made if plaintiff had been awarded the contract. If the court determines that there was no violation, the plaintiff must pay the defendant's attorney fees.

To be successful, the plaintiff must show that the sum of the winning bid, plus any additional payments that the violator should have paid to be in compliance with the law, is greater than the plaintiff's bid. The plaintiff may recover triple damages if the violation is proven to be intentional. Damages shall not be awarded if the court finds that the violation was caused by minor record keeping or computational errors.

The legislation, **S-436/A-1404**, was sponsored by Senators Jack Sinagra (R-Middlesex) and Andrew Ciesla (R-Monmouth/Ocean) and Assemblymen Patrick Roma (R-Bergen) and Paul DiGaetano (R-Bergen/Essex/Passaic).