

New Jersey Economic Development Authority (NJEDA)

Labor Compliance Department

Prevailing Wage (PW) & Affirmative Action (AA) Pre-Construction Packet

All forms can be found online at: Labor Standards Compliance - NJEDA

This packet is intended as a guide for contractors to help them maintain compliance throughout the life of the project. The following is a list of documents required for Labor Standards Compliance on NJEDA and PW and AA projects.

		NJEDA Contractor Portal Registration and NJDOL Debarment Status
Γ	1.	Web Portal & Contractor Registration - Instructions
	2.	Current NJ Debarment List: Wage and Hour Compliance Debarment List (nj.gov)

	PW and AA Pre-Construction Packet
3.	Contractor Registration Law (Chapter 376)
4.	Custom Fabrication Law
5.	Mandatory Contract Language; NJ Prevailing Wage*
6.	Mandatory Contract Language; Affirmative Action
7.	PW & AA Addendum to the Construction Contract (Business Entity Receiving Financial Assistance & GC/Prime/CM and Landlord)
8.	PW & AA Addendum to the Construction Contract (GC/Prime/CM and Subcontractors)
9.	County Goals for Minority and Women Participation
10.	AA FORM 1: Initial Construction Project Workforce Report
11.	AA FORM 2: Monthly Project Workforce Report
12.	Certified Payroll Report
13.	Sample Referral Letters for Good Faith Efforts (GFE)
14.	NJ Law Prohibits Discrimination in Employment Labor Poster
15.	PW & AA Completion Certificate
16.	Sample Contractor Release Letter

	For Informational Purposes Only
17.	Employee Misclassification (Employee vs. Independent Contractors)

PW & AA Requirements for Construction projects can be found on the NJEDA's Website at:

Labor Standards Compliance - NJEDA

*Information about the Economic Recovery Act:

New Jersey Economic Recovery Act - NJEDA



New Jersey Economic Development Authority (NJEDA)

Labor Compliance Department

Affirmative Action (AA) & Prevailing Wage (PW) Contractor Web Portal

As of January 1, 2015, General Contractors are required to submit all mandatory NJEDA Labor Compliance Documents via the Contractor Web Portal.

Web Portal Address: https://aaonline.njeda.com

Mandatory NJEDA Labor Compliance Documents

- ➤ NJEDA Affirmative Action & Prevailing Wage Addendum to Construction Contract Signature Page:
 - Business Entity Receiving Financial Assistance and General Contractor
 - General Contractor and each Subcontractor (all tiers)
 - Business Entity Receiving Financial Assistance, Landlord, and General Contractor (if applicable)
 - > Contractor Registration Certificate for the General Contractor and <u>each</u> Subcontractor (all tiers)
- ➤ NJEDA AA Form 1: Initial Construction Project Workforce Manning Report*
- ➤ NJEDA AA Form 2: Monthly Project Workforce Report*
- > Certified Payroll Reports
- ➤ Good Faith Effort (GFE) Referral Letters
 - * Electronic Submissions completed within the Contractor Web Portal not uploaded

NOTE: Uploading of Certified Payroll Reports does not apply to Hurricane Sandy construction projects. Please contact the Sandy compliance officer for instructions.

Instructions for the PW and AA Contractor Web Portal

REGISTRATION: (Only for Contractors who do not already have an account)

- 1. Go to http://aaonline.njeda.com
- 2. Click on the box "REGISTER FOR AN ACCOUNT" located on the upper right-hand side
- 3. Read the Agreement page and click "Accept"
- 4. Fill in your information on the REGISTER FOR ELECTRONIC SUBMISSION page then click SUBMIT
- 5. Following your submission, you will receive an email notification with your logon information (which will be your email address) and a Temporary Password. Log back in with the temporary password and change your password

UPLOADING DOCUMENTS:

- 1) Go to http://aaonline.njeda.com
- 2) Log in to the Web Portal using your email address and Password
- 3) Click on the grey box "UPLOAD Document" located on the upper right-hand side
- 4) Select what type of document you would like to upload and press continue
- 5) Please note that all contractors (all Tiers) **AWARDED ON OR AFTER April 1, 2020** on an NJEDA project are required to be registered with DOL as a Public Works Contractor. All Contractors are required to provide their Contractor Registration Certificate (CRC) via the Portal. More information about this can be obtained by going to the DOL website: Wage and Hour Compliance | Register with the Department (nj.gov)
- 6) Select the AAPWR number after clicking the down arrow; or if the project number does not appear, please type in the number in the given box
 - **If you do not know your AAPWR Number contact your EDA Compliance Officer**
- 7) As prompted for each compliance document type, enter Subcontractor's name
- 8) Click Select and navigate to the file you wish to upload, <u>ALL</u> documents must be submitted in Adobe PDF format
- 9) Click "Upload File"
- 10) Use the "Click here" to continue to upload more documents or if you are finished click "Logout"

CONTRACTOR REGISTRATION LAW

CHAPTER 376 (CORRECTED COPY)

AN ACT concerning public works contractor registration and amending P.L.1999, c.238.

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

1. Section 3 of P.L.1999, c.238 (C.34:11-56.50) is amended to read as follows:

C.34:11-56.50 Definitions relative to public works contractors.

3. As used in this act:

"Commissioner" means the Commissioner of Labor and Workforce Development or his duly authorized representatives.

"Contractor" means a person, partnership, association, joint stock company, trust, corporation, or other legal business entity or successor thereof who enters into a contract which is subject to the provisions of the "New Jersey Prevailing Wage Act," P.L.1963, c.150 (C.34:11-56.25 et seq.), or who is required to pay its workers the prevailing wage by any other provision of law, and includes any subcontractor or lower tier subcontractor of a contractor as defined herein.

"Department" means the Department of Labor and Workforce Development.

"Director" means the Director of the Division of Wage and Hour Compliance in the Department of Labor and Workforce Development.

"Worker" includes laborer, mechanic, skilled or semi-skilled laborer and apprentices or helpers employed by any contractor or subcontractor and engaged in the performance of services directly upon a public work, who have completed or are actively participating in a registered apprenticeship program, regardless of whether their work becomes a component part thereof, but does not include material suppliers or their employees who do not perform services at the job site.

"Registered apprenticeship program" means an apprenticeship program which is registered with and approved by the United States Department of Labor and which provides each trainee with combined classroom and on-the-job training in an occupation recognized as an apprenticeable trade and meets the program standards of enrollment and graduation under 29 C.F.R. s.29.6

2. Section 4 of P.L.1999, c.238 (C.34:11-56.51) is amended to read as follows:

C.34:11-56.51 Registration required for contractors, subcontractors.

- 4. No contractor shall bid on any contract for public work as defined in section 2 of P.L.1963, c.150 (C.34:11-56.26), or for which payment of the prevailing wage is required by any other provision of law, unless the contractor is registered pursuant to this act. No contractor shall list a subcontractor in a bid proposal for the contract unless the subcontractor is registered pursuant to P.L.1999, c.238 (C.34:11-56.48 et seq.) at the time the bid is made. No contractor or subcontractor, including a subcontractor not listed in the bid proposal, shall engage in the performance of any public work subject to the contract, unless the contractor or subcontractor is registered pursuant to that act.
 - 3. Section 8 of P.L.1999, c.238 (C.34:11-56.55) is amended to read as follows:

C.34:11-56.55 Submission of all subcontractor registration certificates by contractor.

P.L. 2019, CHAPTER 376

2

- 8. Each contractor shall, after the bid is made and prior to the awarding of the contract, submit to the public entity, including, but not limited to, any authority, board, or commission, the certificates of registration for all subcontractors listed in the bid proposal. Applications for registration shall not be accepted as a substitute for a certificate of registration for the purposes of this section.
 - 4. This act shall take effect on the first day of the third month following enactment.

Approved January 21, 2020.

Custom Fabrication

December 2021



Custom Fabrication

- The custom fabrication law to include part (b) 34:11-56.26. Definitions, as used in this act: "Custom fabrication" means:
 - (a) the fabrication of plumbing, heating, cooling, ventilation or exhaust duct systems, and mechanical insulation; or
 - (b) any other fabrication which is either of components or structures pre-fabricated to specifications for a particular project of public work or of other materials finished into components without further modification for use in a project of public work or for use in a type or classification of a project of public work.
- As it applies to a prevailing wage project, when the offsite work meets the definition of custom fabrication the off-site work would also be covered.

Essentially, for the work to be covered under custom fabrication, <u>it must be built to specifications</u> for the project.





New Jersey Economic Development Authority

MANDATORY CONSTRUCTION CONTRACT LANGUAGE PAYMENT OF PREVAILING WAGES IN AUTHORITY PROJECTS

N.J.A.C. 19:30 SUBCHAPTER 4. PAYMENT OF PREVAILING WAGES IN AUTHORITY PROJECTS

The New Jersey Economic Development Authority "Prevailing Wage Addendum to Construction Contract", which is provided by the Authority as part of its application for financial assistance and also available at Labor Standards Compliance - NJEDA must be part of all construction contracts and must be signed by the project owner/applicant, prime contractor and subcontractor (all tiers), and by the owner/applicant or recipient of authority financial assistance/ landlord, unless specifically exempted by N.J.A.C. 19:30-4.2.

N.J.A.C. 19:30-4.2 Payments of prevailing wages in projects receiving assistance

- (a) Not less than the prevailing wage rate shall be paid to workers employed in the performance of any construction contract, including contracts for mill work fabrication, undertaken in connection with Authority financial assistance or any of its projects, those projects which it undertakes pursuant to P.L. 2002, c. 43 (N.J.S.A. 52:27BBB-1 et seq.), or undertaken to fulfill any condition of receiving Authority financial assistance, including the performance of any contract to construct, renovate, or otherwise prepare a facility for operations which are necessary for the receipt of Authority financial assistance, unless the work performed under the contract is:
- 1. Performed on a facility owned by a landlord of the entity receiving the assistance;
- 2. The landlord is a party to a construction contract(s); and
- 3. Less than 55 percent of the facility is leased by the entity at the time of the contract and under any agreement to subsequently lease the facility.
- (b) In accordance with P.L. 2007, c. 245 (N.J.S.A. 34:1B-5.1), nothing in this subchapter shall be construed as requiring the payment of prevailing wage for construction commencing more than two years after an entity has executed with the Authority a commitment letter regarding Authority financial assistance and the first payment or other provision of the assistance is received.

N.J.A.C. 19:30-4.3 Assurances required

- (a) Recipients of Authority financial assistance for construction contract shall deliver a NJEDA affirmative action completion certificate to the Authority (or designated agent for the Authority), upon completion of the contract, signed by an authorized representative of the recipient, representing and confirming that:
- 1. It has complied and has caused its landlord, if applicable, contractors and subcontractors to comply with the requirements of N.J.A.C. 19:30-4.2; or
- 2. It has not entered into any construction contracts subject to the provisions of N.J.A.C. 19:30-4.2(a) and its landlord has not entered in any contracts pursuant to N.J.A.C. 19:30-4.2(a).



N.J.A.C. 19:30-4.4 Contract provisions required

- (a) All construction contracts in the amount of \$2,000 or more shall require that:
- 1. Prime contractors maintain and submit certified payrolls to the Authority; or
- 2. Contractors and subcontractors:
 - Permit the Authority, or its designated agent, complete access to payroll records and other records for purposes of determining compliance with the provisions of this subchapter; and
 - ii. Keep accurate records showing the name, craft or trade, and actual hourly rate of wages paid to each worker employed in connection with the performance of the contract and to preserve such records for two years from the date of payment.

In the event a construction contract has been executed between a project owner/applicant; or; a landlord <u>not exempted by N.J.A.C. 19:30-3.4</u>, and the contractor (or subcontractor) before the project owner/applicant applied to and/or received final approval, the Authority will require that any executed construction contract(s) be amended to include the NJEDA "Prevailing Wage Addendum to Construction Contract", on a go-forward basis or incorporate such addendum by a side letter agreement.



New Jersey Economic Development Authority

AFFIRMATIVE ACTION IN AUTHORITY-FINANCED CONSTRUCTION PROJECTS MANDATORY EQUAL EMPLOYMENT OPPORTUNITY LANGUAGE

Pursuant to N.J.A.C. 19:30 SUBCHAPTER 3.

N.J.A.C. 19:30-3.5 Construction contracts

- The New Jersey Economic Development Authority "Affirmative Action Addendum to Construction Contract", which is provided by the Authority as part of its application for financial assistance and also available at <u>Labor Standards Compliance - NJEDA</u>, must be part of all construction contracts and must be signed by the project owner/applicant, prime contractor and subcontractor (all tiers).
- 2. Unless specifically exempted by N.J.A.C. 19:30-3.4 or 3.5(b), 10 percent of every disbursement for each construction contract in connection with the construction project shall be retained by the project owner/applicant, agent, trustee or lender until 50 per cent completion of the contract. Upon notification to the AA Compliance Officer that a contract is 50 percent complete and confirmation from the AA Compliance Officer that the project is in substantial compliance with this subchapter, five percent of every disbursement for each construction contract must be retained. Upon approximately 90 percent completion of the construction contract and receipt of an Authority Affirmative Action Completion Certificate that is acceptable to the Authority, the Authority will notify the project owner/applicant that the remaining retainage may be released.
- 3. The contractor or subcontractor, where applicable, will not discriminate against any employee or applicant for employment because of age, race, creed, color, national origin, ancestry, marital status, affectional, or sexual orientation, gender identity or expression, disability, nationality, or sex. Except with respect to affectional or sexual orientation and gender identity or expression, the contractor or subcontractor will ensure that equal employment opportunity is afforded to such applicants in recruitment and employment, and that employees are treated during employment, without regard to their age, race, creed, color, national origin, ancestry, marital status, affectional or sexual orientation, gender identity or expression, disability, nationality, or sex. Such equal employment opportunity shall include, but not be limited to, the following: employment, upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship.
- 4. The contractor agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the Authority setting forth provisions of this nondiscrimination clause.
- 5. The contractor or subcontractor, where applicable, will in all solicitations or advertisements for employees placed by or on behalf of the contractor or subcontractor, state that all qualified applicants will receive consideration for employment without regard to age, race, creed, color, national origin, ancestry, marital status, affectional or sexual orientation, gender identity or expression, disability, nationality or sex.
- 6. The contractor or subcontractor, where applicable, will send to each labor union or representative of workers with which it has a collective bargaining agreement or other contract of understanding, a referral letter, to be provided by the Authority, advising the labor union or workers' representative of the contractor's commitments under this subchapter and shall post copies of the referral letters in conspicuous places available to employees and applicants for employment.

1

April 2019



- 7. The contractor or subcontractor agrees to make good faith efforts to employ minority and women workers in each construction trade consistent with the applicable county employment goals established in accordance with N.J.A.C. 17:27-7.2; provided, however, that the Authority may, in its discretion, exempt a contractor or subcontractor from compliance with the good faith procedures prescribed in N.J.A.C. 19:30-3.6 (see below), as long as the Authority is satisfied that the contractor or subcontractor is employing workers provided by a union which provides evidence, in accordance with standards prescribed by the Authority, that its percentage of active "card-carrying" members who are minority and women workers is equal to or greater than the applicable employment goals established in accordance with N.J.A.C. 17:27-7.2.
- 8. The general contractor that is awarded a construction contract or the project owner/applicant must submit an initial project workforce report to the Authority. Each initial workforce report shall identify the estimated workforce requirements, by trade or craft, of the construction contractors and subcontractors for the duration of the construction contract.
- 9. The general contractor must submit a monthly project workforce report to the Authority within 15 business days after the end of the reporting month.
- 10. The contractor or subcontractor agrees to inform in writing its appropriate recruitment agencies including, but not limited to, employment agencies, placement bureaus, colleges, universities, and labor unions, that it does not discriminate on the basis of age, creed, color, national origin, ancestry, marital status, affectional or sexual orientation, gender identity or expression, disability, nationality or sex, and that it will discontinue the use of any recruitment agency which engages in direct or indirect discriminatory practices.
- 11. In the event a construction contract has been executed between a project owner/applicant; Or; a landlord <u>not exempted by N.J.A.C. 19:30-3.4</u>, and the contractor or subcontractor before the project owner/applicant applied to and/or received final approval, the Authority will require that any executed construction contract(s) be amended to include the NJEDA "Affirmative Action Addendum to Construction Contract", on a go-forward basis or incorporate such addendum by a side letter agreement.

19:30-3.6 Good Faith

(a) A contractor will be considered in compliance with this subchapter only if the contractor has made good faith efforts to meet the minority and women hiring goals for each trade or craft employed on the project. The goals are expressed as percentages of the total hours worked on the project in each trade. The goals are established by the Department of the Treasury, Division of Public Contracts Equal Employment Opportunity Compliance and can be found at the Division's website at: www.state.nj.us/treasury/contract_compliance/.

The contractor must take the following steps in demonstrating good faith effort:

1. When hiring or scheduling workers in each construction trade, the contractor or subcontractor shall make good faith efforts to employ minority and women workers in each construction trade consistent with the applicable employment goal prescribed by N.J.A.C. 17:27-7.2; provided, however, that the Authority may, in its discretion, exempt a contractor or subcontractor from compliance with the good faith procedures prescribed by this paragraph and (a) 2 below, as long as the Authority is satisfied that the contractor or subcontractor is employing workers provided by a union which provides evidence, in accordance with standards prescribed by the Authority, that its percentage of "card carrying" members who are minority and

2



women workers is equal to or greater than the applicable employment goal established in accordance with N.J.A.C. 17:27-7.3.

A good faith effort by the contractor or subcontractor shall include compliance with the following procedures:

- i. If the contractor or subcontractor has a referral agreement or arrangement with a union for a construction trade, the contractor or subcontractor shall, within three business days of the contract award, seek assurances from the union that it will cooperate with the contractor or subcontractor as it fulfills its affirmative action obligations under this contract and in accordance with this subchapter [N.J.A.C. 19:30 Subchapter 3] as supplemented and amended from time to time. If the contractor or subcontractor is unable to obtain said assurances from the construction trade union at least five business days prior to commencement of construction work, the contractor or subcontractor shall attempt to hire or schedule minority and women workers directly, consistent with the applicable employment goal. If the contractor's or subcontractor's prior experience with a construction trade union, regardless of whether the union has provided said assurances, indicates a significant possibility that the trade union will not refer sufficient minority and women workers consistent with the applicable employment goal, the contractor or subcontractor shall be prepared to hire or schedule minority and women workers directly, consistent with the applicable employment goal, by complying with the hiring or scheduling procedures prescribed under N.J.A.C. 19:30-3.6(a)2 below; and the contractor or subcontractor shall take said action immediately if it determines or is so notified by the Authority that the union is not referring minority and women workers consistent with the applicable employment goal.
- 2. If the hiring or scheduling of a workforce consistent with the employment goal has not or cannot be achieved for each construction trade by adhering to the procedures of (a)1 above, or if the contractor does not have a referral agreement or arrangement with a union for a construction trade, the contractor or subcontractor shall take the following actions consistent with the applicable county employment goals:
 - Notify the Authority's Affirmative Action Compliance Officer and minority and women referral
 organizations listed by the Department of the Treasury, Division of Public Contracts Equal
 Employment Opportunity Compliance pursuant to N.J.A.C. 17:27-5.3, of its workforce needs,
 and request referral of minority and women workers.
 - ii. Notify any minority and women workers who have been listed with it as awaiting available vacancies;
 - iii. Prior to commencement of work, request that the local construction trade union refer minority and women workers to fill job openings, provided the contractor or subcontractor has a referral agreement or arrangement with a union for the construction trade;
 - iv. Leave standing requests for additional referral to minority and women workers with the local construction trade union, provided the contractor or subcontractor has a referral agreement or arrangement with a union for the construction trade, the State training and employment service at

http://careerconnections.nj.gov/careerconnections/plan/support/njccsites/one_stop_career_ce_nters.shtml

and other approved referral sources in the area until such time as the workforce is consistent with the employment goal; and

3



- v. If it is necessary to lay off any of the workers in a given trade on the construction site, assure, consistent with the applicable State and Federal statutes and court decisions, that sufficient minority and women employees remain on the site consistent with the employment goal; and employ any minority and women workers laid off by the contractor on any other construction site on which its workforce composition is not consistent with an employment goal established pursuant to rules implementing N.J.S.A. 10:5-31 et seq.;
- 3. The contractor or subcontractor shall adhere to the following procedure when minority and women workers apply or are referred to the contractor or subcontractor:
 - i. If said individuals have never previously received any document or certification signifying a level of qualification lower than that required in order to perform the work of the construction trade, the contractor or subcontractor shall determine the qualifications of such individuals and if the contractor's or subcontractor's workforce in each construction trade is not consistent with the applicable employment goal, it shall hire or schedule those individuals who satisfy appropriate qualification standards. However, a contractor or subcontractor shall determine that the individual at least possess the requisite skills, and experience as recognized by a union, apprentice program or a referral agency, provided the referral agency is acceptable to the Authority. If necessary, the contractor or subcontractor shall hire or schedule minority workers who qualify as trainees pursuant to these rules. All of these requirements, however, are limited by the provisions of N.J.A.C. 19:30-3.6(a) 4 below.
 - ii. If the contractor's or subcontractor's workforce is consistent with the applicable employment goal, the name of any interested woman or minority individual shall be maintained on a waiting list for the first consideration, in the event the contractor's or subcontractor's workforce is no longer consistent with the applicable employment goal.
 - iii. If, for any reason, a contractor or subcontractor determines that a minority individual or a woman is not qualified or if the individual qualifies as an advanced trainee or apprentice, the contractor or subcontractor shall inform the individual in writing of the reasons for the determination, maintain a copy of the determination in its files, and send a copy to the Authority's Affirmative Action Compliance Officer.
 - iv. The contractor or subcontractor shall keep a complete and accurate record of all requests made for the referral of workers in any trade covered by the contract, on forms made available by the Authority and submitted promptly to the Authority's Affirmative Action Compliance Officer upon request.
- 4. Nothing contained in N.J.A.C. 19:30-3.6(a) 2 above shall preclude the contractor or subcontractor from complying with the union hiring hall or apprenticeship policies in any applicable collective bargaining agreement or union hiring hall arrangement, and, where required by custom or agreement, it shall send journeymen and trainees to the union for referral, or to the apprenticeship program for admission, pursuant to such agreement or arrangement. However, where the practices of a union or apprenticeship program will result in the exclusion of minorities and women or the failure to refer minorities and women consistent with the county employment goal, the contractor or subcontractor shall consider for employment persons referred to N.J.A.C.19:30-3.6(a) 2 above without regard to such agreement or arrangement; provided further, however, that the contractor or subcontractor shall not be required to employ women and minority advanced trainees and trainees in numbers which result in the employment of advanced trainees and trainees as a percentage of the total workforce for the construction trade, which percentage significantly



exceeds the apprentice to journey workers ratio specified in the applicable collective bargaining agreement, or in the absence of a collective bargaining agreement, exceeds the ratio established by practice in the area for said construction trade. Also, in implementing the procedures of (a) 2 above, the contract or subcontractor shall, where applicable, employ minority and women workers, residing within the geographical jurisdiction of the union. After notification of award, but prior to signing a construction

contract, the contractor shall submit to the Authority an initial EDA project workforce report provided by the Authority for distribution to and completion by the contractor, in accordance with N.J.A.C. 19:30-3.7. The contractor shall also submit a copy of the Monthly Project Workforce Report once a month thereafter for the duration of this contract to the Authority. The contractor agrees to notify the Authority and at least two minority referral organizations of the contractor's labor needs, and to request referrals of minority and women workers. The contractor shall leave standing requests for referrals of minority and women workers with the local unions, the State Employment Service, New Jersey Bureau of Apprenticeship and Training and at least two referral sources designated from time to time by the Authority until such a time as the contractor has met its hiring goals.

- 5. In conforming with the applicable employment goals, the contractor or subcontractor shall review all procedures relating to transfer, upgrading, downgrading and layoff to ensure that all such actions are taken without regard to age, creed, color, national origin, ancestry, marital status, affectional or sexual orientation, gender identity or expression, disability, nationality or sex, consistent with the statutes and court decisions of the State of New Jersey, and applicable Federal law and applicable Federal court decisions.
- (b) When compliance challenges are initiated pursuant to N.J.A.C. 19:30-3.8, the Authority shall consider the following factors in its determination of whether a contractor or subcontractor has acted in good faith:
 - 1. Whether the contractor or subcontractor has knowledge of and has considered the general availability of minorities and women having requisite skills in the immediate labor area;
 - 2. Whether the contractor or subcontractor has knowledge of and has considered the percentage of minorities and women in the total workforce in the immediate labor area;
 - 3. Whether, when the opportunity has presented itself, the contractor or subcontractor has considered promoting minority and women employees within its organization;
 - 4. Whether the contractor or subcontractor attempted to hire minorities and women based upon the anticipated expansion, contraction and turnover of its workforce;
 - 5. Whether the contractor or subcontractor has the ability to consider undertaking training as a means of making all job classifications available to minorities and women and whether it has done so;
 - 6. Whether the contractor or subcontractor has utilized the available recruitment resources to attract minorities and women with requisite skills, including but not limited to training institutions, job placement services, referral agencies, newspapers, trade papers, faith-based organizations, and community-based organizations; and

5

7. Whether the contractor or subcontractor has documented its attempts to attain the goals.



NJEDA AAPWR NUMBER:

NJEDA AFFIRMATIVE ACTION AND PREVAILING WAGE- ADDENDUM TO THE CONSTRUCTION CONTRACT Business Entity Receiving Financial Assistance and/or Applicant/Leasee, General Contractor, Construction Manager,

and Landlord PW and AA Certification Form

Pursuant to N.J.A.C. 19:30 SUBCHAPTER 3 & 4 and Economic Recovery Act, P.L. 2020, c. 156 (as amended by P.L. 2021, c. 160)

I/We, the undersigned certify to the New Jersey Economic Development Authority that the Authority's "Prevailing Wage and Affirmative Action Addendum to Construction Contract" has/will be included as part of all of this project's construction contract(s) greater than \$2,000.

If applicable, the landlord of the recipient of EDA financial assistance is ONLY required to sign this form, when the greater of the tenant required occupancy percentage of the facility as required for the Program under which the recipient is receiving financial assistance is, or will be leased by the recipient, at the time of the contract and under any agreement to subsequently lease the facility.

	Project Name, Address, and Description of where construction will be u	undertaken:					
1							
NANCIA	Company Name of Entity receiving EDA Assistance and/or Applicant/Leasee						
ENTITY RECEIVING EDA FINANCIAL ASSISTANCE AND/OR APPLICANT/LEASEE	Mailing Address of Entity receiving assistance and/or Applicant/Leasee (Street Address / P.O./ City / S	State/ Zip)					
ECEIVING EDA ASSISTANCE DR APPLICANT	Name and Title of Authorized Signatory	Phone					
UTITY RE	Signature of Authorized representative of Entity receiving EDA Assistance and/or Applicant/Leasee	Date of Signature					
<u></u>	E-mail address						
TOR/ OR/ VAGER	Company Name of General Manager, Prime Contractor, or Construction Manager						
NTRACT	Mailing Address of General Contractor, Prime Contractor, or Construction Mgr. (Street Address / P.O)./ City / State/ Zip)					
GENERAL CONTRACTOR/ PRIME CONTRACTOR/ CONSTRUCTION MANAGER	Name and Title of Authorized Signatory	Phone					
GENI PRI CONS	Signature of Authorized Representative	Date of Signature					
	Name of Person in Payroll, Accounting, etc. responsible for preparing monthly reports	E-mail address					
ENT	Company Name of Landlord of Entity above						
	Mailing Address of Landlord of Entity above (Street Address / P.O./ City / State/ Zip)						
LANDLORD OF RECIP (IF APPLICABLE)	Name and Title of Authorized Signatory	Date of Signature					
LAND	Signature of Authorized Representative of Landlord of Entity above	Phone					
	F-mail address						

The General Contractor must scan and upload the signed Certification(s) at the beginning of the construction project to:

NJ Economic Development Authority - Labor Compliance Dept. via https://aaonline.njeda.com/aaweb/



NJEDA AAPWR NUMBER:	
---------------------	--

NJEDA PREVAILING WAGE AND AFFIRMATIVE ACTION- ADDENDUM TO THE CONSTRUCTION CONTRACT

General Contractor and Sub-contractor (all tiers) PW and AA Certification Form

(Please complete one for each sub-contractor, both the General Contractor and Sub-Contractor must sign below)

Pursuant to N.J.A.C. 19:30 SUBCHAPTER 3 & 4 and Economic Recovery Act, P.L. 2020, c. 156 (as amended by P.L. 2021, c. 160)

I/We, the undersigned certify to the New Jersey Economic Development Authority that the Authority's "Prevailing Wage and Affirmative Action Addendum to Construction Contract" has/will be included as part of all of this project's construction contract(s) greater than \$2,000.

	Project Name, Address, and Description of where construction v	will be undertaken:											
OR/ OR/ NAGER	Company Name of General Manager, Prime Contractor, or Construction Manager												
NTRACT ITRACTC ION MA	Mailing Address of General Contractor, Prime Contractor, or Construction Mgr. (Street Address / P.O./ City / State/ Zip)												
GENERAL CONTRACTOR/ PRIME CONTRACTOR/ or CONSTRUCTION MANAGER	Signatory Name and Title	Phone											
GENE PRI or CON	Signature of Authorized Representative	Date of Signature											
	Name of Person in Payroll, Accounting, etc. responsible for preparing monthly reports												
~	Company Name of Subcontractor												
RACTOF	Mailing Address of Subcontractor (Street Address / P.O./ City / State/ Zip)												
SUBCONTRACTOR	Signatory Name and Title	Phone											
<u> </u>	Signature of Authorized Representative	Date of Signature											
	Name of Person in Payroll, Accounting, etc. responsible for preparing monthly reports	E-mail address											
	Company Name of Subcontractor (lower tier)												
roR licable													
RACT(f appli	Mailing Address of Subcontractor (lower tier) (Street Address / P.O./ City / State/ Zip)												
SUBCONTRACT (Lower tier) if app	Signatory Name and Title	Phone											
St (Low	Signature of Authorized Representative	Date of Signature											
	Name of Person in Payroll, Accounting, etc. responsible for preparing monthly reports	E-mail address											

The General Contractor must scan and upload the signed Certification(s) at the beginning of the construction project to:

NJ Economic Development Authority - Labor Compliance Dept. via https://aaonline.njeda.com/aaweb/



New Jersey Department of Treasury Equal Employment Opportunity and Affirmative Action

COUNTY GOALS FOR MINORITY AND WOMEN WORKFORCE PARTICIPATION - CONSTRUCTION (In accordance with N.J.A.C. 17:27-7.2)

Available at the Department's website at: http://www.state.nj.us/treasury/contract_compliance

Trade	Minority %	Women %
ATLANTIC	18	6.9
BERGEN	22	6.9
BURLINGTON	15	6.9
CAMDEN	19	6.9
CAPE MAY	5	6.9
CUMBERLAND	27	6.9
ESSEX	53	6.9
GLOUCESTER	9	6.9
HUDSON	60	6.9
HUNTERDON	3	6.9
MERCER	30	6.9
MIDDLESEX	24	6.9
MONMOUTH	15	6.9
MORRIS	16	6.9
OCEAN	7	6.9
PASSAIC	36	6.9
SALEM	10	6.9
SOMERSET	20	6.9
SUSSEX	4	6.9
UNION	45	6.9
WARREN	5	6.9

NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY

LABOR COMPLIANCE DEPARTMENT

36 West State Street, Trenton, NJ 08625-0990

INITIAL CONSTRUCTION PROJECT WORKFORCE REPORT (NJEDA AA Form 1)

			5. Co. receiving EDA Finance Assistance or Real Estate Project Name									
1. NJEDA PROJECT No. (5 digits e.g. 12345)	2. AAPW Re	ecord ID	5. Co. recei	ving EDA Finance Assist	ance or Real Estate P	roject Name						
3. NAME AND ADDRESS OF GENERAL CONT	RACTOR OR	CONSTRUCTION MGR.										
			0.0475.05		= 5011.45.440							
(NAME)			6. DATE OF AWARD 7. DOLLAR AMOUNT OF AWA									
(STREET ADDI	RESS)			8. NAME & ADDRE	SS OF PROJECT							
· · · · · · · · · · · · · · · · · · ·	-		C. TO THE WASSINGTON OF THOSE OF									
	NJ											
			9 N I COUNTY tha	t Project is Located in:		OJECT COVERED BY A						
(CITY)	(STATE)	(ZIP CODE)	3.140 0001411 1110	it i roject is Located iii.		OR AGREEMENT (PLA)?						
					Yes o	or No						
11. TRADE OR CRAFT		PROJEC1	TED EMPLOYEES (HEAD	DCOUNT)	PROJECT	MILESTONES						
			40 " OF WOMEN	44 # OF MINODITIES	15.	16.						
		12. TOTAL	13. # OF WOMEN (AS A SUBSET	14. # OF MINORITIES (AS A SUBSET	PROJECTED	PROJECTED						
		HEADCOUNT	OF 12. TOTAL)	OF 12. TOTAL)	PHASE-IN DATE	COMPLETION DATE						
1. ASBESTOS WORKER						52						
2. ASPHALT WORKER												
3. BOILER MAKER												
4. BRICK LAYER												
5. CARPENTER												
6. CEMENT FINISHERS												
7. DOCK BUILDER												
8. DRILLER												
9. ELECTRICIAN												
10. ELEVATOR CONSTRUCTION												
11. FLOOR LAYER												
12. GLAZIERS												
13. HVAC												
14. IRON WORKER												
15. INSULATION MECHANIC												
16. LABORER												
17. MASON 18. MECHANIC												
19. MILLWRIGHT												
20. OPERATING ENGINEER												
21. PAINTERS												
22. PIPE FITTER												
23. PLASTERER		_										
24. PLUMBER												
25. ROOFER												
26. SHEETMETAL WORKER												
27. SPRINKLER FITTER												
28. SURVEYOR												
29. TEAMSTER, TRUCK DRIVER												
30. TELEDATA - ELECTRICIAN												
31. TILE LAYER; TITLE SETTER												
32. TAPER 33. WELDER												
33. WELDER 34. OTHER LABOR FOREMAN												
OTHER LABOR FUREIVIAN	TOTAL:											
	TOTAL											

NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY

Revised 2021 Nov

Labor Compliance Department
36 West State Street
Trenton, N.L. 08625-0990

				0.150	(973)) 855-3	447 aff	irmative	08625	@njeda	a.com *	e-mail			. –	٥)										
Complete and su	ubmit forr	MONTH				RKFC	RCE				OR SS N		(NJE	DA A	A Forr	n 2)										
. Name & Address of		-	<u> </u>	jcuu.co		A AAPW	Report I																			
	Conoral Co						Поролги		4. Reporting Month (mm/dd/yyyy)																	
	(Na	ame)							5. Name	of Comp	oany that	is Recipie	ent of NJ	EDA Fina	ancial Ass	sistance	6. Date	Gen. Con	tract was a	awarded						
		(A	Address)						7. Name	& Addre	ess of Pro	ject			8. Co	ounty	9. NJE	DA Proje	ect No. (5	digits)						
	(City)			(St	ate)		(Zip Code)																			
	(5.1.3)					NI IMPED (OF EMPLOY	EEC		15.TOTAL	16	WORK HOL	IDC	17 % OE \	WORK HRS	10 CLIMI	JLATIVE W	ODV UDS	19. CUM.	0/. OE W/U				CPRs **		
). CONTRACTOR NAME	11. PERCENT		40.01400	Α.	В.	C.	D.	E.	F.		TOTAL	A.	В.	A.	B.	TOTAL	A.	B.	A.	B.	mm/da	d/yyyy	mm/dd/yyyy	mm/dd/yyyy	mm/dd/yyyy	mm/dd/yyyy
(LIST GENERAL CONTRACTOR WITH SUBS FOLLOWING)	OF WORK COMPLETED	12. TRADE OR CRAFT	13. CLASS.	TOTAL	BLACK	HISPANIC	AMERICAN INDIAN	ASIAN	WOMEN	NO. OF MIN. EMP.	WORK HOURS	MIN W/H	WOM W/H	% OF MIN W/H	% OF WOM W/H	WORK	MIN. HOURS	WOMEN HOURS	% OF MIN W/H	% OF WOM W/H	wee		week 2	week 3	week 4	week 5
			F																					1		
			J																							
			AP																					I		
			F																							
			.i																							
			AP																					İ		
			F																			_				
			' -																			-				
			AP																					İ		
			, « _																			一十				
			<u>г</u>																			\dashv		 I	<u> </u>	
			J AP																					I		
			AP -																							
			F																							
			J AP			1						1		1										İ		
			AP _																						 	
			F																			\dashv			<u> </u>	
			J																					İ		
0. COMPLETED BY (I	PRINT OP	TVPE)	AP]	<u> </u>						<u> </u>		<u> </u>												
J. JOINI LETED DT (I	I MINI OR	· · · · <i>L</i> /					I CERT	IFY THA	T THE IN	NFORMA	ATION OI	N THIS F	ORM IS	TRUE AI	ND CORI	RECT								Work" for we		
	(NAME)					(SIGNATURE	=)							(TIT	LE)					constr	uction	was condu	ucted at the	construcion	site.
(AREA CODE)	(TELEPHONE NUMBER) (EXT.) (COMPANY NAME)						NAME)		(DATE)																	

New Jersey Law Prohibits Discrimination in Employment

ON THE BASIS OF: Race, Creed, Color, National Origin, Age, Ancestry, Nationality,

Marital or Domestic Partnership or Civil Union Status, Sex, Gender

Identity or Expression, Disability, Liability for Military Service, Affectional or Sexual Orientation, Atypical Cellular or Blood Trait, Genetic Information (including the refusal to submit to genetic testing)

BY: Private or State and Local Government Employers, Employment

Agencies, or Labor Unions

WITH RESPECT TO: Hiring, Promotion, Transfer, Demotion, Termination, Salary, Benefits,

Other Privileges, Conditions or Terms of Employment, Layoff,

Harassment, Apprenticeship and Training Programs, Job Referrals, or

Union Membership

OR: In Retaliation for Filing a Complaint, Participating or Testifying in Any

Proceedings or for Opposing Any Acts Forbidden under the New

Jersey Law Against Discrimination

REMEDY MAY INCLUDE: An Order Restraining Unlawful Discrimination, Back Pay, Damages

for Pain and Humiliation Experienced as a Result of Unlawful Discrimination, Punitive Damages, and Attorney's Fees

It is also unlawful to publish employment advertisements which discriminate against persons in violation of the New Jersey Law Against Discrimination, N.J.S.A. 10:5-1 et seq.

Violations Should Be Reported To the Nearest Office of the NJ Division on Civil Rights or Call Toll Free at 866-405-3050

Atlantic City

26 S. Pennsylvania Avenue, 3rd Floor Atlantic City, NJ 08401 (609) 441-3100 (Phone) (609) 441-7648 (TTY)

Newark

31 Clinton Street, 3rd Floor Newark, NJ 07102 (973) 648-2700 (Phone) (973) 648-4678 (TTY)

Camden

One Port Center 2 Riverside Drive, 4th Floor Camden, NJ 08103 (856) 614-2550 (Phone) (856) 614-2574 (TTY)

Paterson

100 Hamilton Plaza, 8th Floor Paterson, NJ 07501 (973) 977-4500 (Phone) (973) 977-1955 (TTY)

Jersey City

574 Newark Avenue, 3rd Floor Jersey City, NJ 07306 (201) 798-5168 (Phone)

Trenton

140 East Front Street, 6th Floor Trenton, NJ 08625 (609) 292-4605 (Phone) (609) 292-1785 (TTY)

www.NJCivilRights.org

The regulations of the New Jersey Division on Civil Rights require that all employers, employment agencies and labor organizations who are covered by the New Jersey Law Against Discrimination shall display this official poster in places easily visible to all employees and applicants. N.J.A.C. 13:8-1.2.







Payroll Certification for Public Works Projects

for Contractor and Subcontractor's Weekly and Final Certification

Other (specify)

Name of	actor or									Projec Contr			roject I.I	Э.			SUBMIT form by email: equalpayact@dol.nj.gov IMPORTANT: For purposes of law,													
	Date Wa & Paid (n	ges Due nm/dd/yyyy)	nding Date									Cont	racto	r Regi	stration	#			you must also submit this form to the appropriate public body or lessor.											
		T	or U Fi	inal Certification		T																								
1.		Job Title		Work Work Classifica	tion /	3. Demogra	Race	Straight Time or Overtime	SU	МО		y and D WE	ate TH	FR	SA	5.	6. Hourly		7. Gross Amt. Earned				3. ctions			9.	10. Total			
Employee Name		e.g., appren		Occupational Category		<u>Sex</u> M=Male F=Female	<u>recc</u>	aight ertime	mm/dd r	nm/dd	mm/dd m	nm/dd	mm/dd	mm/dd	mm/dd	Total	Rate	This	This		Federal	State		(specify)	Total	Net Wages Paid for	Fringe Benefit			
and Address		journeyman, foreman		e.g., carpenter, mason, plumb		X=Non-Binary	See Key				Hours wo	orked ea	ch day			Hours	of Pay	Project	Week	FICA	Tax	Tax			Deductions	Week	Cost/Hour			
								S																						
								0																						
								S																						
								0																						
								S																						
							-																							
								0																						
								S																						
								0																						
								S																						
								0																						
								s																						
							 -	0	\dashv																					
								S																						
								0																						
								S	I																					
								0]												
								S														+								
								0																						

KEY W= White; **B**= Black or African American;

A= Asian; **N**= American Indian or Native Alaskan; **I**= Native Hawaiian or Pacific Islander; **M**= 2 or More

☐ Check if additional sheets used

I, the undersigned, do hereby state and certify: (1) That I pay or supervise the payment of the persons employed by (Contractor or Subcontractor) on the (Project Name & Location) that during the payroll period beginning on (date) _ ending on (date) _____, all persons employed on said project have been paid the full weekly wages earned, that no rebates have been or will be made either directly or indirectly to or on behalf of the aforenamed Contractor or Subcontractor from the full weekly wages earned by any person and that no deductions have been made either directly or indirectly from the full wages earned by any person, other than permissible deductions as defined in the New Jersey Prevailing Wage Act, N.J.S.A. 34:11-56.25 et seg. and Regulation N.J.A.C. 12:60 et seg. and the Payment of Wages Law, N.J.S.A. 34:11-4.1 et (2) That any payrolls otherwise under this contract required to be submitted for the above period are correct and complete; that the wage rates for laborers or mechanics contained therein are not less than the applicable wage rates contained in any wage determination incorporated into the contract; that the classifications set forth therein for each laborer or mechanic conform with the work he performed. (3) That any apprentices employed in the above period are duly registered with the United States Department of Labor. Bureau of Apprenticeship and Training and enrolled in a certified apprenticeship program. (4) That: (a) WHERE FRINGE BENEFITS ARE PAID TO APPROVED PLANS. **FUNDS OR PROGRAMS** ☐ In addition to the basic hourly wage rates paid to each laborer or mechanic listed in the above-referenced payroll, payments of fringe benefits have been or will be made when due to appropriate programs for the benefit of such employ-ees, as noted in Section 4(c) at right. (b) WHERE FRINGE BENEFITS ARE PAID IN CASH ☐ Each laborer or mechanic listed in the above-referenced payroll has been paid as indicated on the payroll, an amount not less than the sum of the applicable basic hourly wage rate plus the amount of the required fringe benefits as listed in the contract, except as noted in Section 4(c) at right. (5) N.J.S.A. 12:60-2.1 and 5.1 - The Public Works employers shall submit to the public body or lessor a certified payroll record each pay period within 10 days of the payment of wages. (6) By checking this box and typing my name below, I am electronically signing this application. I understand that an electronic signature has the same legal effect as a written signature. Date (mm/dd/yy) ___ Title

THE FALSIFICATION OF ANY OF THE ABOVE STATEMENTS MAY SUBJECT THE CONTRACTOR OR SUBCONTRACTOR TO CIVIL OR CRIMINAL PROSECUTION.

– N.J.S.A. 34:11-56.25 ET SEQ. AND N.J.A.C. 12:60 ET SEQ. AND N.J.S.A. 34:11-4.1 ET SEQ.

4(c) Benefit Program Information in AMOUNT CONTRIBUTED PER HOUR (Must be completed if 4(a) is checked)

To calculate the cost per hour, divide 2,000 hours into the benefit cost per year per employee.

		. 4'	Vacation/h	Apprentice	shipl				
Program Tit or Inc	tle, Classification Title, dividual Workers	Health .	Vacation	Apprening Training	Pension	Other Benefit Type and Amount (e.g., training, long-term disability or life ins.)	Name & Address of Fringe Benefit Fund, Plan, or Program Administrator	USDOL Benefit Plan Filing Number/EIN	Third-Party Trustee &/or Contract Person



NJEDA SAMPLE REFERRAL LETTER TO UNION HALL

DATE				
LOCAL UNION HALL CONTACT NAME ADDRESS CITY, STATE, ZIP RE: Request for Minority and Women Workers				
RE: Request for Minority and Women Workers For (NJEDA Project Number and Name)				
Dear Sir or Madam:				
Acting in accordance with the New Jersey Economic Development Authority Act N.J.A.C 19:30 Subchapter 3 "Affirmative Action in Authority Financed Construction Projects" please provide us with qualified minority and women workers to reach our goals of% minority work hours and 6.9% women work hours for each trade:				
# of Minority Workers for the following trades:				
# of Women Workers for the following trades:				
Please send us your written response within 48 hours of receipt of this request.				
Sincerely,				
Contractor representative (with signature)				



NJEDA SAMPLE REFERRAL LETTER TO A MINORITY AND WOMEN REFERRAL ORGANIZATION

DATE	3		
CONT ADDI	ERRAL ORGANIZATION NAME FACT NAME RESS , STATE, ZIP		
RE:	Request for Minority and Women Workers For P#XXX Project Name XXX		
Dear S	Sir or Madam:		
Acting in accordance with the New Jersey Economic Development Authority Act N.J.A.C 19:30 Subchapter 3 "Affirmative Action in Authority Financed Construction Projects" please provide us with qualified minority and women workers to reach our goals of% minority work hours and 6.9% women work hours for each trade:			
-	# of Minority Workers for the following trades:		
7	# of Women Workers for the following trades:		
Please	e send us your written response within 48 hours of receipt of this request.		
Since	rely,		
	actor representative signature)		

NEW JERSEY ECONOMIC DEVELOPMENT AUTHORITY

Affirmative Action & Prevailing Wage Completion Certificate

RECIPIENT OF AUTHORITY FINANCIAL ASSISTANCE COMPANY NAME (Legal Name of Recipient of NJEDA Financial Assistance (e.g. Bond, Loan, GrowNJ or ERG, etc.)

PROJECT NAME and LOCATION (include the Facility Name, Street Address, City and Zip Code of where construction was undertaken)

CONSTRUCTION COMPLETION DATE

NJ COUNTY (Project Location)

AAPWR NUMBER

Completion Certificate to be completed and signed by the Recipient and the General Contractor and submitted to NJEDA Labor Compliance Department:

Instructions:

When the project is substantially complete (at least 90%), complete the document below and email it to your assigned NJEDA Compliance Officer with a list of all sub-contractors(all tiers) who worked on this project.

I/We, the undersigned, certify to the New Jersey Economic Development Authority as follows:

The construction of the above project is substantially complete (at least 90% of the entire project's construction is completed)

All workers employed in construction of the Project have been paid at a rate not less than the NJ Prevailing Wage rate unless specifically exmpted by N.J.A.C. 19:30-4.2 (a) or (b), or N.J.A.C. 19:30-4.4 if appplicable; In making this certification I have relied on payroll certifications prepared and submitted by the general contractor, prime contractor, all subcontractors including all lower-tier subcontractors.

We have made good faith efforts to achieve minority and women workforce participation goals and submitted all reports and certificates required by the Authority.

1	, , , , , , , , , , , , , , , , , , ,	
RECIPIENT OF AUTHORITY FINANCIAL ASSISTANCE	Date (mm/dd/yyyy) Authorized Rep. Phone Number	Signature of Authorized Representative - Recipient of NJEDA Financial Assistance Print Authorized Representative Name and Title Print Company's Legal Name - Recipient of NJEDA Financial Assistance Company's Street Address
		City, State and Zip Code
GENERAL CONTRACTOR/ PRIME CONTRACTOR/ CONSTRUCTION MANAGER	Date (mm/dd/yyyy)	Signature of Authorized Representative - General Contractor/Prime/ Construction Manager
FRACTC	Authorized Rep. Phone Number	Print Authorized Representative Name and Title
RAL CONT		Print Company's Legal Name
GENEF		Company's Street Address
CO)		City, State and Zip Code

I/We, the authorized representative of the Recipient of NJEDA Financial Assistance and the Construction Manager or General Contractor, certify that I/We have no knowledge or information which would cause me/us to believe that any facts, information or representations made here in are false or misleading.



DATE

CONTRACTOR NAME ADDRESS CITY, STATE ZIP

Re: Project Owner: XXXXXXX

Project Number: P-XXXXX / AAPWR-XXXXXX

Dear XXXXX:

You are hereby notified that the NJEDA has determined, based on information available to us, that the general construction contractor(s) and/or subcontractor(s) on the referenced project, and therefore the project owner, are compliant with the Prevailing Wage and Affirmative Action Regulations of the New Jersey Economic Development Authority.

If you have any additional questions, please contact me at XXX-XXXX, or email, XXX@njeda.com

Sincerely,

COMPLIANCE OFFICER
Labor Compliance Department

CC: Lorena Garcia, Program Manager, Labor Compliance Department File



Employee Misclassification

Employee (W2)

Independent Contractor (1099)

Misclassification Task Force



Governor Murphy's Misclassification Task Force

- Chaired by the NJ Department of Labor, with combined representatives from the Departments of Agriculture, Economic Development, Human Services, Transportation, Treasury, and the Attorney General's office works in a collaborative effort on strengthening misclassification enforcement.
- By misclassifying workers as independent contractors workers who file 1099s, not W2s employers avoid paying unemployment and disability taxes, costing state and federal taxpayers untold millions of dollars.
- ➤ In New Jersey alone, auditors have identified more than \$80 million in underreported employer contributions since 2010.

2

A Side-by-Side Comparison Employee vs. Independent Contractor



Employee

To be classified as an Employee of a company, the worker will:

- > Receive a W2 which includes
 - √ W2-Includes wages and withholding
 - √ W2-includes Withheld Federal & State taxes, Social Security, Workers Comp and Unemployment
- > Employee is paid hourly or salaried
- An Employee's hours for work performed will be captured on the Certified Payroll of the Reporting Company that hired them.
- The Employer will report Prevailing Wage requirements on behalf of the (W2) Employee
- Labor Compliance reporting is <u>not</u> the responsibility of the Employee, but submitted through the Employer

Independent Contractor

To be classified as an Independent Contractor, the worker:

- > Also Known As the 1099 worker
- Receives a 1099 for taxes to be paid by the worker and not the employee
- > Is paid based on contract
- > Earned income with no withholding
- Expectation of annual payment to Federal & State Government
- The Independent Contractor <u>prepares and reports</u> <u>workhours on a Certified Payroll for work</u> <u>performed</u>
- All Labor Compliance requirements (e.g. AA,PW) are reported by the Independent Contractor as a registered contractor for the project

Classifying an W2 Employee / Independent Contractor (1099)



What is a Misclassified Worker?

- Misclassification occurs when workers are mislabeled as independent contractors vs regular employees.
- Misclassified Workers do not have legal protections of Wage and Hour laws, Unemployment, and Workers Comp
- Unemployment, Workers Comp, other legally required withholdings not taken out.
- > Employer must repay all withholding, back taxes and penalties for misclassified workers.
- Misclassification is a form of tax evasion and may result in costly financial penalties

Tax Responsibilities W2 Employee / Independent Contractor (1099)



What are the differences in Withholding?

- For employers, determining the classification status of employees and clearly communicating this status is important for maintaining understanding between the parties and clarifying expectation in terms of taxation.
- ➤ Understanding the difference in tax payment accountability between a full time (W-2) and contract (1099) employee is important because the responsibility for withholding and paying taxes is different but the individual responsibility for payment is the same.
- ➤ The employee with a 1099 is entirely responsible for determining and withholding the appropriate amount from their pay, so that they can pay the state and federal government what they owe.

