

## **\*\*CONTRACTOR ANNOUNCEMENT\*\***

### **Repeal of Michigan's Prevailing Wages on State Projects Law, Public Act 166 of 1965**

On June 6<sup>th</sup>, 2018, Michigan's Prevailing Wages on State Projects, Act 166 of 1965, was repealed as the result of a legislative initiative.

To comply with this repeal, MDOT has taken the following actions on state-only funded projects:

1. For contracts awarded prior to the repeal of the law, the contractual procedures in place requiring state prevailing wages will continue throughout the life of the contract, as provided in the frequently used Special Provision for Labor Compliance (12SP-107G-01).
2. For contracts advertised but not yet let, addenda have been issued for both the 6/29/18 and the 7/13/18 bid lettings. The addenda will add a Special Provision for Jobsite Posters and delete the Special Provision for Labor Compliance, the Notice to Bidders for Multiple State Prevailing Wage Schedules and the State of Michigan Wage and Hour Division Labor Rates.
3. For those contracts that have gone through the bid letting but are not yet awarded, MDOT has created a document titled "Post Letting Changes to Contract" which adds and deletes the documents as mentioned above. Revised contracts which include the "Post Letting Changes to Contract" document have been resent to the low-bid contractors.
4. Beginning with the 8/3/18 bid letting, a Special Provision for Jobsite Posters will be contained in all state-funded projects in lieu of the Special Provision for Labor Compliance (12SP-107G-01). Without state prevailing wage rates, there will no longer be a requirement to provide certified payrolls on the project, conduct wage rate interviews, or maintain payrolls and basic records.

If you have questions regarding the repeal of state wages, please contact Heather Stinson at [stinsonh@michigan.gov](mailto:stinsonh@michigan.gov) or Larry Strzalka at [strzalkal@michigan.gov](mailto:strzalkal@michigan.gov).