

HOW TO CALCULATE ABC NORCAL APPRENTICE WAGES Contractor Instructions

Prevailing Wage Projects:

- Apprentice prevailing wage rates can be found by following this link: <u>http://www.dir.ca.gov/oprl/pwappwage/PWAppWageStart.asp</u>
- Select the Wage Determination Period (based on date in which the project was first advertised for bid)
- Select the County where the project is being performed
- Select the appropriate trade
- The apprentice period is determined most of the time by the OJT (On-the-Job Training) hours the apprentice has completed in their apprenticeship program and can be obtained directly from the FlashPoint database. Please keep in mind that apprentices report their hours to ABC NorCal no later than the 10th of every month for all hours worked the previous month so the report may have some hour variance due to timing
- If the periods are determined by OJT hours, be sure to track the OJT hours worked by the apprentice(s) dispatched to your company while working for your company so that you can apply all state raises as required by DIR
- If the apprentice period is NOT determined by the number of OJT hours, then follow the period that matches their level in the program. For example, 5th level apprentice will be paid the 5th period rate. The apprentice's level information can be obtained directly from the FlashPoint database
- Once you've determined the correct period, calculations should be as follows:
 - Hourly Total Rate
 - ABC NorCal Benefit Trust Fund Contributions
 - ABC NorCal Training Trust Fund Contributions (or amount indicated under Training column whichever greater)
 - = Apprentice Taxable Wages
- The taxable wages must be at least the amount indicated under Hourly Basic Rate column, for the applicable period, on the DIR wage sheet
- If ABC NorCal Benefit and Training Trust amounts are greater than the apprentice total fringe benefits amount per DIR, the contractor is responsible for the difference
- If you provide the apprentice with additional approved benefits, you can deduct the cost of the benefits from the amount left in the Fringes. The taxable wages must meet the minimum required per the DIR
- Remember to apply any applicable predetermined increases

EXAMPLE:

Electrician – 2019-1 Fresno County - Apprentice dispatched with 2200 OJT hours in programThe apprentice will need to be paid 3rd period wages since period 1 is up to 1,000 hours of on-the-jobtraining and period 2 is from 1,000 hours to 2,000 hours of on-the-job training hoursTotal Hourly Rate= \$40.30ABC NorCal Benefit Trust-\$6.50ABC NorCal Training Trust- \$2.25No other benefits provided by youTaxable Wage\$31.55 (minimum taxable wages required by DAS \$21.31)

The electrical apprentice working under this determination and county will get the next pay increase upon completing 2,750 OJT hours per the wage determination



Northern California Chapter

Federal Projects:

- Journeyperson's rate can be obtained from the Federal Davis Bacon website <u>https://beta.sam.gov/search?index=wd</u>
- Select the following criteria and the county where the project is located:

Wage Determination Type Davis-Bacon Act (DBA)
O Service Contract Act (SCA)
Collective Bargaining Agreement (CBA)
Location
Select State
California 😮
Select County/Independent City
Alameda 😮
DBA: Construction Type Select Construction Type
Building O

• Click on the Search Results Link

Search Results

Showing 1 - 1 of 1 results

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Davis-Bacon Act WD #: CA20190018

State California	
County/ies Alameda, Calaveras, Contra Costa, Fresno, Kings, Madera, Mariposa, Merced, Monterey, San Benito, San Francisco, San Joaquin, San Mate Santa Clara, Santa Cruz, Stanislaus, Tuolumne	

- Scroll through the document to find the trade and county for the project
- The apprentice is paid a percentage of the journeyperson's base rate and the same percentage of the journeyperson fringes
- The percentage is listed in the FlashPoint database (i.e. 40.00%)
- Once you've determined the correct level, calculations should be as follows:
 - Total Hourly Rate (apprentice total base rate plus apprentice total fringes)
 - ABC NorCal Benefit Trust Fund Contributions
 - ABC NorCal Training Trust Fund Contributions
 - = Apprentice Taxable Wages (must be at least the base rate required per DOL)



Northern California Chapter

- Contractors will receive a rate increase notification from the ABC NorCal office when apprentices complete required hours and time in the program and can be advanced to the next level and the next rate of pay
- The taxable wages must be at least the Apprentice Base Rate per DOL (Journeyperson's base x Apprentice percentage per the level)
- If ABC NorCal Benefit and Training Trust amounts are greater than the apprentice total fringe benefits amount per DOL (Journeyperson fringe benefits x Apprentice percentage), the contractor is responsible for the difference
- If you provide the apprentice with additional approved benefits, you can deduct the cost of the benefits from the amount left in the Fringes. The taxable wages must meet the minimum required per the wage sheet

EXAMPLE:

Painter – Alameda County - Apprentice dispatched at the 5th level – 62.84%Journeyman Base Rate = \$42.67Journeyman Fringes = \$24.03Apprentice Base Rate = \$42.67 x 62.84% = \$26.81 (taxable wages – must meet at least the Federal minimum wage)Apprentice Fringes = \$24.03 x 62.84% = \$26.81 (taxable wages – must meet at least the Federal minimum wage)Apprentice Fringes = \$24.03 x 62.84% = \$26.81 (taxable wages – must meet at least the Federal minimum wage)Apprentice Fringes = \$24.03 x 62.84% = \$15.10Total Hourly Rate = \$41.91 (\$26.81 + \$15.10)ABC NorCal Benefit Trust - \$6.50ABC NorCal Training Trust - \$1.00No other benefits provided by youTaxable Wage\$34.41

The painting apprentice will advance to the next level and get a pay increase when 3000 OJT hours and 30 months in the program are completed per notification from ABC NorCal



Privately funded Projects:

- Apprentice wage sheets can be obtained from the ABC NorCal office
- When requesting a wage sheet from ABC NorCal, please indicate the Trade and the County where the project is being performed
- The apprentice period is indicated on the Apprentice Dispatch or most recent Level Advancement form
- Once you've determined the correct level, calculations should be as follows:
 - Total Hourly Rate
 - ABC NorCal Benefit Trust Fund Contributions
 - ABC NorCal Training Trust Fund Contributions
 - = Apprentice Taxable Wages
- Contractors will receive a rate increase notification from the ABC NorCal office when apprentices complete required hours and time in the program and can be advanced to the next level and the next rate of pay
- The taxable wages must be at least the amount indicated under Basic Hourly Rate on the apprentice wage sheet
- If ABC NorCal Benefit and Training Trust amounts are greater than the apprentice total fringe benefits amount per DAS, the contractor is responsible for the difference
- If you provide the apprentice with additional approved benefits, you can deduct the cost of the benefits from the amount left in the Fringes. The taxable wages must meet the minimum required per the wage sheet

EXAMPLE:

Construction Craft Laborer – work performed during October 2019 in Alameda County -Apprentice dispatched at the 3rd level Total Hourly Rate = \$36.33 (based \$23.61+ fringes \$12.71) ABC Benefit Trust - \$6.50 ABC Training Trust - \$1.00 No other benefits provided by you Taxable Wage \$28.83 (minimum taxable wages required by DAS \$23.61)

The construction craft laborer apprentice will advance to the next level and get a pay increase when 2250 OJT hours and 18 months in the program are completed per notification from ABC