SUBSTITUTE SENATE BILL 5592

State of Washington 52nd Legislature 1991 Regular Session

By Senate Committee on Commerce & Labor (originally sponsored by Senators McDonald, Owen, Sellar and Roach).

Read first time March 5, 1991.

- 1 AN ACT Relating to purchasing services by contract; amending RCW
- 2 28B.16.040; adding a new section to chapter 43.19 RCW; adding a new
- 3 section to chapter 28B.16 RCW; and creating new sections.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 28B.16.040 and 1990 c 60 s 201 are each amended to
- 6 read as follows:
- 7 (1) The following classifications, positions, and employees of
- 8 institutions of higher education and related boards are hereby exempted
- 9 from coverage of this chapter:
- 10 $((\frac{1}{1}))$ (a) Members of the governing board of each institution and
- 11 related boards, all presidents, vice presidents and their confidential
- 12 secretaries, administrative and personal assistants; deans, directors,
- 13 and chairmen; academic personnel; and executive heads of major
- 14 administrative or academic divisions employed by institutions of higher
- 15 education; and any employee of a community college district whose place

- 1 of work is one which is physically located outside the state of
- 2 Washington and who is employed pursuant to RCW 28B.50.092 and assigned
- 3 to an educational program operating outside of the state of Washington.
- 4 $((\frac{2}{2}))$ (b) Student, part time, or temporary employees, and part
- 5 time professional consultants, as defined by the higher education
- 6 personnel board, employed by institutions of higher education and
- 7 related boards.
- 8 $((\frac{3}{3}))$ (c) The director, his or her confidential secretary,
- 9 assistant directors, and professional education employees of the state
- 10 board for community college education.
- 11 (((4))) (d) The personnel director of the higher education
- 12 personnel board and his or her confidential secretary.
- 13 (((5))) (e) The governing board of each institution, and related
- 14 boards, may also exempt from this chapter, subject to the employees
- 15 right of appeal to the higher education personnel board,
- 16 classifications involving research activities, counseling of students,
- 17 extension or continuing education activities, graphic arts or
- 18 publications activities requiring prescribed academic preparation or
- 19 special training, and principal assistants to executive heads of major
- 20 administrative or academic divisions, as determined by the higher
- 21 education personnel board: PROVIDED, That no nonacademic employee
- 22 employed directly by the institution of higher education or related
- 23 boards engaged in office, clerical, maintenance, or food and trade
- 24 services may be exempted by the higher education personnel board under
- 25 this provision.
- 26 (f) Persons employed by an individual or business entity, or any
- 27 individual that has contracted with an institution for higher education
- 28 or related board for delivery of services.
- 29 (2) Any classified employee having civil service status in a
- 30 classified position who accepts an appointment in an exempt position

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- 1 shall have the right of reversion to the highest class of position
- 2 previously held, or to a position of similar nature and salary.
- 3 A person occupying an exempt position who is terminated from the
- 4 position for gross misconduct or malfeasance does not have the right of
- 5 reversion to a classified position as provided for in this section.
- 6 <u>NEW SECTION.</u> **Sec. 2.** In addition to the purchasing authorized
- 7 under RCW 28B.16.240, an institution of higher education, as defined
- 8 under RCW 28B.10.016, or related board, may purchase the following
- 9 services by contract with individuals or business entities: Printing
- 10 janitorial, including window washing, laundry, building and
- 11 maintenance, telecommunications, security, groundskeeping,
- 12 microfilming, computing, and food service.
- 13 <u>NEW SECTION.</u> **Sec. 3.** In addition to the purchasing authorized
- 14 under RCW 41.06.380, a department, as defined under RCW 41.06.020, may
- 15 purchase the following services by contract with individuals or
- 16 business entities: Printing, janitorial, including window washing,
- 17 laundry, building and maintenance, telecommunications, security,
- 18 groundskeeping, microfilming, computing, and food service.
- 19 <u>NEW SECTION.</u> **Sec. 4.** A new section is added to chapter 43.19 RCW
- 20 to read as follows:
- 21 The department of general administration shall adopt rules
- 22 regulating the purchase of services by state departments under section
- 23 3 of this act. The rules may include provisions to:
- 24 (1) Establish contracts for a length of time long enough to attract
- 25 prospective contractors, but short enough to maintain a competitive
- 26 environment;

- 1 (2) Require sufficient specificity in the contract to ensure
- 2 quality service delivery;
- 3 (3) Require a performance bond or some other demonstration of
- 4 financial security from the contractor and include penalty provisions
- 5 for not meeting contract specifications;
- 6 (4) Monitor contracts to ensure service quality and build
- 7 monitoring costs into the evaluation of the cost-effectiveness of
- 8 contracting; and
- 9 (5) Bid contracts far enough in advance to allow for a smooth
- 10 transition between the state and private contractors and to avoid
- 11 unreasonable dislocation of classified employees.
- 12 <u>NEW SECTION.</u> **Sec. 5.** A new section is added to chapter 28B.16 RCW
- 13 to read as follows:
- 14 An institution of higher education, in preparing bid specifications
- 15 to contract for services under section 2 of this act, shall consider:
- 16 (1) Establishing contracts for a length of time long enough to
- 17 attract prospective contractors, but short enough to maintain a
- 18 competitive environment;
- 19 (2) Requiring sufficient specificity in the contract to ensure
- 20 quality service delivery;
- 21 (3) Requiring a performance bond or some other demonstration of
- 22 financial security from the contractor and include penalty provisions
- 23 for not meeting contract specifications;
- 24 (4) Monitoring contracts to ensure service quality and build
- 25 monitoring costs into the evaluation of the cost-effectiveness of
- 26 contracting; and
- 27 (5) Bidding contracts far enough in advance to allow for a smooth
- 28 transition between the state and private contractors and to avoid
- 29 unreasonable dislocation of classified employees.

- 1 <u>NEW SECTION.</u> **Sec. 6.** The department of general administration
- 2 is directed to study the impact of this act, and submit a report to the
- 3 Washington state senate and house of representatives by January 1994.
- 4 The report shall include a comparison of the use of contracting with
- 5 private entities to provide public services versus the traditional
- 6 practice of public employees providing public services. The report
- 7 shall also analyze the potential for expanding the practice of
- 8 contracting with private entities to provide public services.