H-4546.3		
11 1010.0		

## SUBSTITUTE HOUSE BILL 2892

State of Washington 1998 Regular Session 55th Legislature

By House Committee on Transportation Policy & Budget (originally sponsored by Representatives Mitchell, Fisher, K. Schmidt, Radcliff, Hankins, Zellinsky, Backlund, Skinner, Chandler, Mielke, Sherstad, Thompson and D. Sommers)

Read first time 02/09/98. Referred to Committee on .

- 1 AN ACT Relating to the contracting of department of transportation
- 2 services; amending RCW 41.06.150 and 41.06.380; adding a new section to
- 3 chapter 47.04 RCW; and creating a new section.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 47.04 RCW to read as follows: 6
- (1) For purposes of this section, the following definitions apply: 7
- (a) "Repair" means any activity that restores or mends to a sound 8
- 9 good condition by replacing or fixing after decay, injury,
- 10 dilapidation, or partial destruction has occurred.
- (b) "Maintenance" means to preserve or retain in a condition of 11
- 12 good repair or efficiency.
- 13 (c) "Traffic services" means maintenance activities such as, but
- 14 not limited to, pavement striping; pavement marking; raised pavement
- 15 markers; repairing and replacing highway signage, guideposts, and
- 16 guardrails; traffic signal maintenance; and highway lighting.
- 17 (2) The department of transportation may purchase maintenance
- with individuals 18 by contract or business
- Maintenance services that may be contracted out include, but are not 19

SHB 2892 p. 1

- limited to, roadway maintenance and repair, drainage maintenance and slope repair, roadside and landscape maintenance, bridge and urban tunnel maintenance, snow and ice control, traffic services, and rest area maintenance. As prescribed in RCW 41.06.150(13), a discretionary decision by the department to purchase maintenance services by contract is not a bargainable issue.
- 7 (3) If the department intends to purchase maintenance services, the 8 secretary shall notify the director of the maintenance program, and any 9 exclusive bargaining representative who represents any employee whose 10 employment status will be directly affected by the contract. Together, 11 the director of the maintenance program and the exclusive bargaining 12 representative may offer an alternative competitive bid to the proposed 13 contract. The alternative competitive bid proposal must be based upon the inclusion of the following minimum bid items: (a) The current 14 15 certified prevailing wages established by the department of labor and industries for the classification of work to be performed under the 16 proposed contract; (b) an overhead factor of not less than sixty-six 17 percent of the base prevailing wage rate; (c) equipment charges that 18 19 reflect the current fair market value for equipment rental rates; (d) 20 sales tax; (e) and business and occupation tax. Alternative competitive bids must be submitted as a sealed bid to the secretary, 21 22 who will consider these alternatives in making the final decision to 23 contract out.
- (4) The department shall submit an annual report to the legislative transportation committee at the end of each fiscal year, disclosing all the maintenance service contracts awarded during the prior fiscal year.
- NEW SECTION. Sec. 2. The department shall conduct a three-year 27 maintenance contracting-out pilot project to commence on July 1, 1998, 28 29 and conclude on June 30, 2001. The pilot project may include any of the following maintenance services: Drainage maintenance and slope 30 repair, roadside and landscape maintenance, bridge and urban tunnel 31 32 maintenance, rest area maintenance, and third-party damages and disaster maintenance. The department shall submit the results of the 33 34 study to the legislative transportation committee for review by August 1, 2001. 35
- 36 **Sec. 3.** RCW 41.06.150 and 1996 c 319 s 2 are each amended to read 37 as follows:

SHB 2892 p. 2

- The board shall adopt rules, consistent with the purposes and provisions of this chapter, as now or hereafter amended, and with the best standards of personnel administration, regarding the basis and procedures to be followed for:
- 5 (1) The reduction, dismissal, suspension, or demotion of an 6 employee;
- 7 (2) Certification of names for vacancies, including departmental 8 promotions, with the number of names equal to six more names than there 9 are vacancies to be filled, such names representing applicants rated 10 highest on eligibility lists: PROVIDED, That when other applicants 11 have scores equal to the lowest score among the names certified, their 12 names shall also be certified;
- 13 (3) Examinations for all positions in the competitive and 14 noncompetitive service;
- 15 (4) Appointments;

16

22

32

33

3435

36 37

38 39

- (5) Training and career development;
- 17 (6) Probationary periods of six to twelve months and rejections of 18 probationary employees, depending on the job requirements of the class, 19 except that entry level state park rangers shall serve a probationary 20 period of twelve months;
- 21 (7) Transfers;
  - (8) Sick leaves and vacations;
- 23 (9) Hours of work;
- 24 (10) Layoffs when necessary and subsequent reemployment, both 25 according to seniority;
- (11) Determination of appropriate bargaining units within any agency: PROVIDED, That in making such determination the board shall consider the duties, skills, and working conditions of the employees, the history of collective bargaining by the employees and their bargaining representatives, the extent of organization among the employees, and the desires of the employees;
  - (12) Certification and decertification of exclusive bargaining representatives: PROVIDED, That after certification of an exclusive bargaining representative and upon the representative's request, the director shall hold an election among employees in a bargaining unit to determine by a majority whether to require as a condition of employment membership in the certified exclusive bargaining representative on or after the thirtieth day following the beginning of employment or the date of such election, whichever is the later, and the failure of an

p. 3 SHB 2892

employee to comply with such a condition of employment constitutes 1 cause for dismissal: PROVIDED FURTHER, That no more often than once in 2 each twelve-month period after expiration of twelve months following 3 4 the date of the original election in a bargaining unit and upon petition of thirty percent of the members of a bargaining unit the 5 director shall hold an election to determine whether a majority wish to 6 7 rescind such condition of employment: PROVIDED FURTHER, That for 8 purposes of this clause, membership in the certified exclusive 9 bargaining representative is satisfied by the payment of monthly or 10 other periodic dues and does not require payment of initiation, reinstatement, or any other fees or fines and includes full and 11 complete membership rights: AND PROVIDED FURTHER, That in order to 12 safeguard the right of nonassociation of public employees, based on 13 bona fide religious tenets or teachings of a church or religious body 14 15 of which such public employee is a member, such public employee shall pay to the union, for purposes within the program of the union as 16 17 designated by such employee that would be in harmony with his or her individual conscience, an amount of money equivalent to regular union 18 19 dues minus any included monthly premiums for union-sponsored insurance 20 programs, and such employee shall not be a member of the union but is entitled to all the representation rights of a union member; 21

- (13) Agreements between agencies and certified exclusive bargaining representatives providing for grievance procedures and collective negotiations on all personnel matters over which the appointing authority of the appropriate bargaining unit of such agency may lawfully exercise discretion. Discretionary decisions to purchase maintenance services by contract by the department of transportation is not subject to this subsection;
- (14) Written agreements may contain provisions for payroll deductions of employee organization dues upon authorization by the employee member and for the cancellation of such payroll deduction by the filing of a proper prior notice by the employee with the appointing authority and the employee organization: PROVIDED, That nothing contained herein permits or grants to any employee the right to strike or refuse to perform his or her official duties;
- 36 (15) Adoption and revision of a comprehensive classification plan 37 for all positions in the classified service, based on investigation and 38 analysis of the duties and responsibilities of each such position.

SHB 2892 p. 4

22

23

24

25

26

27

28 29

30

31

32

3334

35

(a) The board shall not adopt job classification revisions or class studies unless implementation of the proposed revision or study will result in net cost savings, increased efficiencies, or improved management of personnel or services, and the proposed revision or study has been approved by the director of financial management in accordance with chapter 43.88 RCW.

1

2

4

5

6

19

20

21

22

2324

25

26

27

28 29

30

- 7 (b) ((Beginning July 1, 1995, through June 30, 1997, in addition to 8 the requirements of (a) of this subsection:
- 9 (i) The board may approve the implementation of salary increases 10 resulting from adjustments to the classification plan during the 1995-11 97 fiscal biennium only if:
- 12 (A) The implementation will not result in additional net costs and 13 the proposed implementation has been approved by the director of 14 financial management in accordance with chapter 43.88 RCW;
- 15 (B) The implementation will take effect on July 1, 1996, and the 16 total net cost of all such actions approved by the board for 17 implementation during the 1995-97 fiscal biennium does not exceed the 18 amounts specified by the legislature specifically for this purpose; or
  - (C) The implementation is a result of emergent conditions. Emergent conditions are defined as emergency situations requiring the establishment of positions necessary for the preservation of the public health, safety, or general welfare, which do not exceed \$250,000 of the moneys identified in section 718(2), chapter 18, Laws of 1995 2nd sp. sess.
  - (ii) The board shall approve only those salary increases resulting from adjustments to the classification plan if they are due to documented recruitment and retention difficulties, salary compression or inversion, increased duties and responsibilities, or inequities. For these purposes, inequities are defined as similar work assigned to different job classes with a salary disparity greater than 7.5 percent.
- (iii) Adjustments made to the higher education hospital special pay
  plan are exempt from (b)(i) through (ii) of this subsection.
- (c)) Reclassifications, class studies, and salary adjustments to be implemented during the 1997-99 and subsequent fiscal biennia are governed by (a) of this subsection and RCW 41.06.152;
- 36 (16) Allocation and reallocation of positions within the 37 classification plan;
- 38 (17) Adoption and revision of a state salary schedule to reflect 39 the prevailing rates in Washington state private industries and other

p. 5 SHB 2892

governmental units but the rates in the salary schedules or plans shall 1 be increased if necessary to attain comparable worth under an 2 implementation plan under RCW 41.06.155 and that, for institutions of 3 higher education and related boards, shall be competitive for positions 4 of a similar nature in the state or the locality in which an 5 institution of higher education or related board is located, such 6 7 adoption and revision subject to approval by the director of financial 8 management in accordance with the provisions of chapter 43.88 RCW;

- (18) Increment increases within the series of steps for each pay grade based on length of service for all employees whose standards of performance are such as to permit them to retain job status in the classified service;
- (19) Providing for veteran's preference as required by existing statutes, with recognition of preference in regard to layoffs and 14 subsequent reemployment for veterans and their surviving spouses by 16 giving such eligible veterans and their surviving spouses additional 17 credit in computing their seniority by adding to their unbroken state service, as defined by the board, the veteran's service in the military 18 19 not to exceed five years. For the purposes of this section, "veteran" means any person who has one or more years of active military service in any branch of the armed forces of the United States or who has less than one year's service and is discharged with a disability incurred in 22 the line of duty or is discharged at the convenience of the government 23 and who, upon termination of such service has received an honorable discharge, a discharge for physical reasons with an honorable record, or a release from active military service with evidence of service other than that for which an undesirable, bad conduct, or dishonorable discharge shall be given: PROVIDED, HOWEVER, That the surviving spouse of a veteran is entitled to the benefits of this section regardless of the veteran's length of active military service: PROVIDED FURTHER, That for the purposes of this section "veteran" does not include any person who has voluntarily retired with twenty or more years of active 33 military service and whose military retirement pay is in excess of five 34 hundred dollars per month;
- 35 (20) Permitting agency heads to delegate the authority to appoint, reduce, dismiss, suspend, or demote employees within their agencies if 36 37 such agency heads do not have specific statutory authority to so delegate: PROVIDED, That the board may not authorize such delegation 38

SHB 2892 p. 6

9

10

11

12

13

15

20

21

24

25

26 27

28 29

30

31

32

- 1 to any position lower than the head of a major subdivision of the 2 agency;
- 3 (21) Assuring persons who are or have been employed in classified 4 positions before July 1, 1993, will be eligible for employment, 5 reemployment, transfer, and promotion in respect to classified 6 positions covered by this chapter;
- 7 (22) Affirmative action in appointment, promotion, transfer, 8 recruitment, training, and career development; development and 9 implementation of affirmative action goals and timetables; and 10 monitoring of progress against those goals and timetables.
- The board shall consult with the human rights commission in the development of rules pertaining to affirmative action. The department of personnel shall transmit a report annually to the human rights commission which states the progress each state agency has made in meeting affirmative action goals and timetables.
- 16 **Sec. 4.** RCW 41.06.380 and 1979 ex.s. c 46 s 2 are each amended to 17 read as follows:
- 18 Nothing contained in this chapter shall prohibit any department, as defined in RCW 41.06.020, from purchasing services by contract with 19 individuals or business entities if such services were regularly 20 purchased by valid contract by such department prior to April 23, 1979: 21 PROVIDED, That no such contract may be executed or renewed if it would 22 23 have the effect of terminating classified employees or classified 24 employee positions existing at the time of the execution or renewal of 25 the contract. This section does not apply to maintenance activities of the department of transportation as defined by section 1 of this act. 26

--- END ---

p. 7 SHB 2892