## ENGROSSED SENATE BILL 5993

State of Washington 64th Legislature 2015 Regular Session

By Senators King, Fain, Litzow, Braun, Schoesler, Parlette, Warnick, Sheldon, Hewitt, Becker, and Brown

Read first time 02/16/15. Referred to Committee on Transportation.

- 1 AN ACT Relating to public works contracts and projects; amending
- 2 RCW 39.04.320 and 39.12.026; adding a new section to chapter 47.01
- 3 RCW; providing an effective date; and declaring an emergency.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 39.04.320 and 2009 c 197 s 1 are each amended to 6 read as follows:
- 7 (1)(a) Except as provided in (b) through (d) of this subsection,
- 8 from January 1, 2005, and thereafter, for all public works estimated
- 9 to cost one million dollars or more, all specifications shall require
- 10 that no less than fifteen percent of the labor hours be performed by
- 11 apprentices.
- 12 (b)(i) This section does not apply to contracts advertised for
- 13 bid before July 1, 2007, for any public works by the department of
- 14 transportation.
- 15 (ii) For contracts advertised for bid on or after July 1, 2007,
- 16 and before July 1, 2008, for all public works by the department of
- 17 transportation estimated to cost five million dollars or more, all
- 18 specifications shall require that no less than ten percent of the
- 19 labor hours be performed by apprentices.
- 20 (iii) For contracts advertised for bid on or after July 1, 2008,
- 21 and before July 1, 2009, for all public works by the department of

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- transportation estimated to cost three million dollars or more, all specifications shall require that no less than twelve percent of the labor hours be performed by apprentices.
- (iv) For contracts advertised for bid on or after July 1, ((2009)) 2015, and before July 1, 2020, for all public works by the department of transportation estimated to cost ((two)) three million dollars or more, all specifications shall require that no less than fifteen percent of the labor hours be performed by apprentices.
- 9 (v) For contracts advertised for bid on or after July 1, 2020,
  10 for all public works by the department of transportation estimated to
  11 cost two million dollars or more, all specifications shall require
  12 that no less than fifteen percent of the labor hours be performed by
  13 apprentices.

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- (c)(i) This section does not apply to contracts advertised for bid before January 1, 2008, for any public works by a school district, or to any project funded in whole or in part by bond issues approved before July 1, 2007.
- (ii) For contracts advertised for bid on or after January 1, 2008, for all public works by a school district estimated to cost three million dollars or more, all specifications shall require that no less than ten percent of the labor hours be performed by apprentices.
- (iii) For contracts advertised for bid on or after January 1, 24 2009, for all public works by a school district estimated to cost two million dollars or more, all specifications shall require that no less than twelve percent of the labor hours be performed by apprentices.
  - (iv) For contracts advertised for bid on or after January 1, 2010, for all public works by a school district estimated to cost one million dollars or more, all specifications shall require that no less than fifteen percent of the labor hours be performed by apprentices.
  - (d)(i) For contracts advertised for bid on or after January 1, 2010, for all public works by a four-year institution of higher education estimated to cost three million dollars or more, all specifications must require that no less than ten percent of the labor hours be performed by apprentices.
- (ii) For contracts advertised for bid on or after January 1, 2011, for all public works by a four-year institution of higher education estimated to cost two million dollars or more, all

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specifications must require that no less than twelve percent of the labor hours be performed by apprentices.

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- (iii) For contracts advertised for bid on or after January 1, 2012, for all public works by a four-year institution of higher education estimated to cost one million dollars or more, all specifications must require that no less than fifteen percent of the labor hours be performed by apprentices.
- 8 (2) Awarding entities may adjust the requirements of this section 9 for a specific project for the following reasons:
- 10 (a) The demonstrated lack of availability of apprentices in 11 specific geographic areas;
- 12 (b) A disproportionately high ratio of material costs to labor 13 hours, which does not make feasible the required minimum levels of 14 apprentice participation;
- 15 (c) Participating contractors have demonstrated a good faith 16 effort to comply with the requirements of RCW 39.04.300 and 39.04.310 17 and this section; or
  - (d) Other criteria the awarding entity deems appropriate, which are subject to review by the office of the governor.
- 20 (3) The secretary of the department of transportation shall 21 adjust the requirements of this section for a specific project for 22 the following reasons:
- 23 (a) The demonstrated lack of availability of apprentices in 24 specific geographic areas; or
  - (b) A disproportionately high ratio of material costs to labor hours, which does not make feasible the required minimum levels of apprentice participation.
  - (4) This section applies to public works contracts awarded by the state, to public works contracts awarded by school districts, and to public works contracts awarded by state four-year institutions of higher education. However, this section does not apply to contracts awarded by state agencies headed by a separately elected public official.
- (5)(a) The department of ((general administration)) enterprise services must provide information and technical assistance to affected agencies and collect the following data from affected agencies for each project covered by this section:
- 38 (i) The name of each apprentice and apprentice registration 39 number;
  - (ii) The name of each project;

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(iii) The dollar value of each project;

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- 2 (iv) The date of the contractor's notice to proceed;
- 3 (v) The number of apprentices and labor hours worked by them, categorized by trade or craft; 4
  - (vi) The number of journey level workers and labor hours worked by them, categorized by trade or craft; and
- 7 (vii) The number, type, and rationale for the exceptions granted under subsection (2) of this section. 8
- (b) The department of labor and industries shall assist the department of ((general administration)) enterprise services 11 providing information and technical assistance.
  - (6) The secretary of transportation shall establish and maintain an apprenticeship utilization advisory committee, which shall include statewide geographic representation and consist of equal numbers of representatives of contractors and labor. The committee must include at least one member representing contractor businesses with less than thirty-five employees. The advisory committee shall meet regularly with the secretary of transportation to discuss implementation of section the department of transportation, this by including development of the process to be used to adjust the requirements of this section for a specific project. ((The committee shall provide a report to the legislature by January 1, 2008, on the effects of the apprentice labor requirement on transportation projects and on the availability of apprentice labor and programs statewide.))
  - (7) At the request of the senate labor, commerce, research and development committee, the house of representatives commerce and labor committee, or their successor committees, and the governor, the department of ((general administration)) enterprise services and the department of labor and industries shall compile and summarize the agency data and provide a joint report to both committees. The report shall include recommendations on modifications or improvements to the apprentice utilization program and information on skill shortages in each trade or craft.
- **Sec. 2.** RCW 39.12.026 and 2003 c 363 s 206 are each amended to 34 35 read as follows:
- 36 (1)In establishing the prevailing rate of wage under RCW 39.12.010, 39.12.015, and 39.12.020, all data collected by the 37 department of labor and industries may be used only in the county for 38 which the work was performed. 39

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- 1 (2) ((This section applies only to prevailing wage surveys
  2 initiated on or after August 1, 2003.)) The department of labor and
  3 industries must provide registered contractors with the option of
  4 completing a wage survey electronically.
- 5 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 47.01 6 RCW to read as follows:
- 7 The state coordinator for the federal helmets to hardhats program is created in the department, subject to the availability of amounts 8 appropriated for this specific purpose. The department must establish 9 10 procedures, in consultation with the department of veterans affairs and applicable veterans and labor organizations, for coordinating 11 with the federal helmets to hardhats program and other opportunities 12 13 for veterans to obtain skilled training and employment in the 14 construction industry.
- NEW SECTION. Sec. 4. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect July 1, 2015.

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