SHB 2322 - H AMD 1692

By Representative Paul

WITHDRAWN 02/28/2020

1 On page 81, line 20, after "lapses." insert the following: "The 2 commencement of construction of new vessels for the ferry system is 3 important not only for safety reasons, but also to keep skilled marine 4 construction jobs in the Puget Sound region and to sustain the 5 capacity of the region to meet the ongoing construction and 6 preservation needs of the ferry system fleet of vessels. The 7 legislature has <u>determined</u> that the <u>current</u> vessel <u>procurement</u> <u>process</u> 8 must move forward with all due speed, balancing the interests of both 9 the taxpayers and shipyards. To accomplish construction of vessels in 10 accordance with RCW 46.70.810, the legislature directs the department 11 to require the prevailing shipbuilder to follow the historical 12 practice of subcontracting the construction of ferry superstructures 13 to a separate non-affiliated contractor located within the Puget Sound 14 Region, that is qualified in accordance with RCW 47.60.690. The 15 prevailing shipbuilder shall negotiate a fair-value contract with the 16 superstructure subcontractor or subcontractors. The negotiation of 17 the scope of work for the superstructure subcontract shall include, at 18 a minimum, the scope of work of superstructure construction 19 historically performed by subcontractors on ferry superstructures. 20 All negotiations must be completed within forty-five days of the 21 department's approval of the final technical proposal. The prevailing 22 shipbuilder must submit to the department evidence of good faith 23 efforts, as judged by the department, to meet the superstructure 24 subcontracting requirement set forth herein before proceeding with 25 construction of the vessel."

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<u>EFFECT:</u> Washington State Ferries must require the prevailing shipbuilder to follow the historical practice of subcontracting the construction of ferry vessel superstructures to a separate non-affiliate contractor located within the Puget Sound region.

FISCAL IMPACT: No net change to appropriated levels.

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