SENATE BILL REPORT SB 5356

As Reported by Senate Committee On: Housing & Local Government, February 9, 2021

Title: An act relating to prime contractor bidding submission requirements on public works contracts.

Brief Description: Concerning prime contractor bidding submission requirements on public works contracts.

Sponsors: Senators Short, Kuderer and Conway.

Brief History:

Committee Activity: Housing & Local Government: 2/04/21, 2/09/21 [DP].

Brief Summary of Bill

 Changes submittal requirements for a prime contract bidder on contracts expected to cost \$1,000,000 or more for the construction or alteration of any public building or public work.

SENATE COMMITTEE ON HOUSING & LOCAL GOVERNMENT

Majority Report: Do pass.

Signed by Senators Kuderer, Chair; Das, Vice Chair; Fortunato, Ranking Member; Gildon, Assistant Ranking Member; Short, Assistant Ranking Member; Lovelett, Salomon and Warnick.

Staff: Bonnie Kim (786-7316)

Background: Every invitation to bid on a prime contract that is expected to cost \$1,000,000 or more for the construction, alteration, or repair of any public building or public work of the state, or a state agency or municipality, or an institution of higher education, must require each prime contract bidder to submit:

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- within one hour after the published bid submittal time, the names of the subcontractors with whom the bidder, if awarded the contract, will subcontract for performance of the work of heating, ventilation, and air conditioning (HVAC), plumbing, and electrical work, or to name itself for the work; or
- within 48 hours after the published bid submittal time, the names of the subcontractors with whom the bidder, if awarded the contract, will subcontract for performance of structural steel installation and rebar installation work.

Summary of Bill: Every invitation to bid on a prime contract that is expected to cost \$1,000,000 or more for the construction, alteration, or repair of any public building or public work of the state, or a state agency or municipality, or an institution of higher education, must require each prime contract bidder to submit:

- within one hour after the published bid submittal time, the names of the subcontractors with whom the bidder, if awarded the contract, will subcontract for performance of HVAC, plumbing, and electrical work, or to name itself for the work; and
- within 48 hours after the published bid submittal time, the names of the subcontractors with whom the bidder, if awarded the contract, will subcontract for performance of structural steel installation and rebar installation work.

Appropriation: None.

Fiscal Note: Not requested.

Creates Committee/Commission/Task Force that includes Legislative members: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Staff Summary of Public Testimony: PRO: This is follow up on a bill we heard in the Local Government committee last year. We want to make sure prime contractors notify who they will use as subcontractors. This bill is an important technical fix to clarify confusion amongst contractors. The intention behind last year's bill was to include structural steel and rebar installation subcontractors not to make the inclusion optional. The intention of the bill last year was to include the disclosure of all subcontractors during the bid process. We intended the bill last year to have an "and" not an "or". This bill is small but impactful and hopefully does not fall through the cracks.

Persons Testifying: PRO: Senator Shelly Short, Prime Sponsor; Mark Streuli, NW District Council of Ironworkers - IMPACT; Neil Hartman, Washington State Association of the UA; Michael Transue, Mechanical Contractors Association of Western Washington; Mark Riker, Washington State Building and Construction Trades Council; Jerry VanderWood, Associated General Contractors of Washington.

Persons Signed In To Testify But Not Testifying: No one.