CERTIFICATION OF ENROLLMENT

SENATE BILL 6577

Chapter 163, Laws of 2002

57th Legislature 2002 Regular Session

PUBLIC WORKS CONTRACTS--SUBCONTRACTOR IDENTIFICATION

EFFECTIVE DATE: 6/13/02

I, Tony M. Cook, Secretary of the Senate of the State of Washington, do hereby certify that the attached is SENATE BILL 6577 as passed by the House March 6, 2002
YEAS 93 NAYS 0

Representatives on the dates hereon set forth.

Speaker of the
House of Representatives

FRANK CHOPP

Passed by the Senate March 11, 2002

YEAS 43 NAYS 0

Secretary

Approved March 27, 2002

FILED

CERTIFICATE

TONY M. COOK

March 27, 2002 - 8:43 a.m.

GARY LOCKE

Governor of the State of Washington

Secretary of State of Washington

SENATE BILL 6577

AS AMENDED BY THE HOUSE

Passed Legislature - 2002 Regular Session

State of Washington 57th Legislature 2002 Regular Session

By Senators Gardner, Roach and Costa

Read first time 01/22/2002. Referred to Committee on State & Local Government.

- 1 AN ACT Relating to identification of subcontractors on public works
- 2 contracts; amending RCW 39.30.060; and creating a new section.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 NEW SECTION. Sec. 1. This act is intended to discourage bid
- 5 shopping and bid peddling on Washington state public building and works
- 6 projects.
- 7 **Sec. 2.** RCW 39.30.060 and 1999 c 109 s 1 are each amended to read
- 8 as follows:
- 9 (1) Every invitation to bid on a prime contract that is expected to
- 10 cost one million dollars or more for the construction, alteration, or
- 11 repair of any public building or public work of the state or a state
- 12 agency or municipality as defined under RCW 39.04.010 or an institution
- 13 of higher education as defined under RCW 28B.10.016 shall require each
- 14 prime contract bidder to submit as part of the bid, or within one hour
- 15 after the published bid submittal time, the names of the subcontractors
- 16 with whom the bidder, if awarded the contract, will subcontract for
- 17 performance of the work of: HVAC (heating, ventilation, and air
- 18 conditioning((-)); plumbing as described in chapter 18.106 RCW((-));

- and electrical as described in chapter 19.28 RCW, or to name itself for 1 The prime contract bidder shall not list more than one 2 each category of work for identified, 3 subcontractor 4 subcontractors vary with bid alternates, in which case the prime contract bidder must indicate which subcontractor will be used for 5 which alternate. Failure of the prime contract bidder to submit as 6 7 part of the bid the names of such subcontractors or to name itself to 8 perform such work or the naming of two or more subcontractors to 9 perform the same work shall render the prime contract bidder's bid 10 nonresponsive and, therefore, void.
- (2) Substitution of a listed subcontractor in furtherance of bid 11 shopping or bid peddling before or after the award of the prime 12 contract is prohibited and the originally listed subcontractor is 13 14 entitled to recover monetary damages from the prime contract bidder who executed a contract with the public entity and the substituted 15 16 subcontractor but not from the public entity inviting the bid. It is the original subcontractor's burden to prove by a preponderance of the 17 evidence that bid shopping or bid peddling occurred. Substitution of 18 19 a listed subcontractor may be made by the prime contractor for the 20 following reasons:
- 21 <u>(a) Refusal of the listed subcontractor to sign a contract with the</u>
 22 prime contractor;
 - (b) Bankruptcy or insolvency of the listed subcontractor;
- 24 <u>(c) Inability of the listed subcontractor to perform the</u> 25 <u>requirements of the proposed contract or the project;</u>
- 26 (d) Inability of the listed subcontractor to obtain the necessary
 27 license, bonding, insurance, or other statutory requirements to perform
 28 the work detailed in the contract; or
- 29 <u>(e) The listed subcontractor is barred from participating in the</u> 30 <u>project as a result of a court order or summary judgment.</u>
- 31 (3) The requirement of this section to name the <u>prime contract</u>
 32 bidder's proposed ((heating, ventilation and air conditioning)) <u>HVAC</u>,
 33 plumbing, and electrical subcontractors applies only to proposed
 34 ((heating, ventilation and air conditioning)) <u>HVAC</u>, plumbing, and
 35 electrical subcontractors who will contract directly with the ((general contractor)) <u>prime contract bidder</u> submitting the bid to the public entity.

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Passed the Senate March 11, 2002. Passed the House March 6, 2002. Approved by the Governor March 27, 2002. Filed in Office of Secretary of State March 27, 2002.

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