CERTIFICATION OF ENROLLMENT

ENGROSSED SENATE BILL 6239

66th Legislature 2020 Regular Session

Passed by the Senate March 10, 2020 Yeas 37 Nays 12

President of the Senate

Passed by the House March 4, 2020 Yeas 60 Nays 37

CERTIFICATE

I, Brad Hendrickson, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **ENGROSSED SENATE BILL 6239** as passed by the Senate and the House of Representatives on the dates hereon set forth.

Secretary

Speaker of the House of Representatives

Approved

FILED

Secretary of State State of Washington

Governor of the State of Washington

ENGROSSED SENATE BILL 6239

AS AMENDED BY THE HOUSE

Passed Legislature - 2020 Regular Session

State of Washington 66th Legislature 2020 Regular Session

By Senators Conway, Keiser, Hasegawa, Saldaña, Van De Wege, Lovelett, and Wilson, C.

Prefiled 01/10/20. Read first time 01/13/20. Referred to Committee on Labor & Commerce.

1 AN ACT Relating to compliance with apprenticeship utilization 2 requirements and bidding on public works projects; and amending RCW 3 39.04.310 and 39.04.350.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 39.04.310 and 2015 c 48 s 1 are each amended to read 6 as follows:

7 The definitions in this section apply throughout this section and 8 RCW 39.04.300 and 39.04.320 unless the context clearly requires 9 otherwise.

10 (1) "Apprentice" means an apprentice enrolled in a state-approved 11 apprenticeship training program.

(2) <u>"Apprenticeship utilization plan" means a plan submitted by a</u>
 prospective bidder specifically detailing verifiable efforts to meet
 the apprenticeship utilization requirements.

15 <u>(3)</u> "Apprentice utilization requirement" means the requirement 16 that the appropriate percentage of labor hours be performed by 17 apprentices.

18 (((3))) (4) "Labor hours" means the total hours of workers 19 receiving an hourly wage who are directly employed upon the public 20 works project. "Labor hours" includes hours performed by workers 21 employed by the contractor and all subcontractors working on the

1 project. "Labor hours" does not include hours worked by foremen, 2 superintendents, owners, and workers who are not subject to 3 prevailing wage requirements.

4 (((4))) (5) "School district" has the same meaning as in RCW 5 28A.315.025.

6 (((5))) <u>(6)</u> "State-approved apprenticeship training program" 7 means an apprenticeship training program approved by the Washington 8 state apprenticeship council.

9 Sec. 2. RCW 39.04.350 and 2019 c 232 s 15 are each amended to 10 read as follows:

(1) Before award of a public works contract, a bidder must meet the following responsibility criteria to be considered a responsible bidder and qualified to be awarded a public works project. The bidder must:

15 (a) At the time of bid submittal, have a certificate of 16 registration in compliance with chapter 18.27 RCW;

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(b) Have a current state unified business identifier number;

(c) If applicable, have industrial insurance coverage for the bidder's employees working in Washington as required in Title 51 RCW; an employment security department number as required in Title 50 RCW; and a state excise tax registration number as required in Title 82 RCW;

23 (d) Not be disqualified from bidding on any public works contract 24 under RCW 39.06.010 or 39.12.065(3);

If bidding on a public works project subject to the 25 (e) apprenticeship utilization requirements in RCW 39.04.320, not have 26 27 been found out of compliance by the Washington state apprenticeship and training council for working apprentices out of ratio, without 28 appropriate supervision, or outside their approved work processes as 29 30 outlined in their standards of apprenticeship under chapter 49.04 RCW 31 for the one-year period immediately preceding the date of the bid 32 solicitation;

(f) Have received training on the requirements related to public works and prevailing wage under this chapter and chapter 39.12 RCW. The bidder must designate a person or persons to be trained on these requirements. The training must be provided by the department of labor and industries or by a training provider whose curriculum is approved by the department. The department, in consultation with the prevailing wage advisory committee, must determine the length of the

1 training. Bidders that have completed three or more public works projects and have had a valid business license in Washington for 2 three or more years are exempt from this subsection. The department 3 of labor and industries must keep records of entities that have 4 satisfied the training requirement or are exempt and make the records 5 6 available on its web site. Responsible parties may rely on the 7 records made available by the department regarding satisfaction of the training requirement or exemption; and 8

9 (g) Within the three-year period immediately preceding the date 10 of the bid solicitation, not have been determined by a final and 11 binding citation and notice of assessment issued by the department of 12 labor and industries or through a civil judgment entered by a court 13 of limited or general jurisdiction to have willfully violated, as 14 defined in RCW 49.48.082, any provision of chapter 49.46, 49.48, or 15 49.52 RCW.

16 (2) Before award of a public works contract, a bidder shall 17 submit to the contracting agency a signed statement in accordance 18 with chapter 5.50 RCW verifying under penalty of perjury that the 19 bidder is in compliance with the responsible bidder criteria 20 requirement of subsection (1)(g) of this section. A contracting 21 agency may award a contract in reasonable reliance upon such a sworn 22 statement.

(3) In addition to the bidder responsibility criteria in subsection (1) of this section, the state or municipality may adopt relevant supplemental criteria for determining bidder responsibility applicable to a particular project which the bidder must meet.

(a) Supplemental criteria for determining bidder responsibility,
including the basis for evaluation and the deadline for appealing a
determination that a bidder is not responsible, must be provided in
the invitation to bid or bidding documents.

31 (b) In a timely manner before the bid submittal deadline, a 32 potential bidder may request that the state or municipality modify 33 the supplemental criteria. The state or municipality must evaluate 34 the information submitted by the potential bidder and respond before 35 the bid submittal deadline. If the evaluation results in a change of 36 the criteria, the state or municipality must issue an addendum to the 37 bidding documents identifying the new criteria.

38 (c) If the bidder fails to supply information requested 39 concerning responsibility within the time and manner specified in the 40 bid documents, the state or municipality may base its determination

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1 of responsibility upon any available information related to the 2 supplemental criteria or may find the bidder not responsible.

3 (d) If the state or municipality determines a bidder to be not responsible, the state or municipality must provide, in writing, the 4 reasons for the determination. The bidder may appeal the 5 6 determination within the time period specified in the bidding documents by presenting additional information to the state or 7 municipality. The state or municipality must consider the additional 8 information before issuing its final determination. If the final 9 determination affirms that the bidder is not responsible, the state 10 11 or municipality may not execute a contract with any other bidder 12 until two business days after the bidder determined to be not responsible has received the final determination. 13

14 <u>(e) If the bidder has a history of receiving monetary penalties</u> 15 for not achieving the apprentice utilization requirements pursuant to 16 RCW 39.04.320, or is habitual in utilizing the good faith effort 17 exception process, the bidder must submit an apprenticeship 18 utilization plan within ten business days immediately following the 19 notice to proceed date.

(4) The capital projects advisory review board created in RCW 39.10.220 shall develop suggested guidelines to assist the state and municipalities in developing supplemental bidder responsibility criteria. The guidelines must be posted on the board's web site.

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