CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1502

67th Legislature 2021 Regular Session

Passed by the House February 26, 2021 Yeas 93 Nays 3	CERTIFICATE
1000 30 11010	I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is
Speaker of the House of Representatives	SUBSTITUTE HOUSE BILL 1502 as passed by the House of Representatives and the Senate on the dates hereon set forth.
Passed by the Senate April 11, 2021 Yeas 48 Nays 0	
	Chief Clerk
President of the Senate	
Approved	FILED
	Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE HOUSE BILL 1502

Passed Legislature - 2021 Regular Session

State of Washington 67th Legislature 2021 Regular Session

By House Transportation (originally sponsored by Representatives Wylie, Griffey, Ramel, Paul, Lekanoff, Berry, Ortiz-Self, Hackney, Harris-Talley, and Pollet)

READ FIRST TIME 02/22/21.

- 1 AN ACT Relating to the procurement and design of electric ferries
- 2 by counties; and adding new sections to chapter 36.32 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 36.32 5 RCW to read as follows:
- Any county may use the following competitive bidding procedures
- 7 for procurement and design of electric ferries:
- 8 (1)(a) After bids that are submitted in response to a competitive 9 solicitation process are reviewed by the awarding county, the 10 awarding county may:
- 11 (i) Reject all bids and rebid or cancel the competitive solicitation;
- 13 (ii) Request best and final offers from responsive and 14 responsible bidders; or
- 15 (iii) Award the purchase or contract to the lowest responsive and 16 responsible bidder.
- 17 (b) The county may award one or more contracts from a competitive solicitation.
- 19 (2) In determining whether the bidder is a responsible bidder, 20 the county must consider the following elements:

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- 1 (a) The ability, capacity, and skill of the bidder to perform the contract or provide the service required;
 - (b) The character, integrity, reputation, judgment, experience, and efficiency of the bidder;
- 5 (c) Whether the bidder can perform the contract within the time 6 specified;
 - (d) The quality of performance of previous contracts or services;
- 8 (e) The previous and existing compliance by the bidder with laws 9 relating to the contract or services;
 - (f) Whether, within the three-year period immediately preceding the date of the bid solicitation, the bidder has been determined by a final and binding citation and notice of assessment issued by the department of labor and industries or through a civil judgment entered by a court of limited or general jurisdiction to have willfully violated, as defined in RCW 49.48.082, any provision of chapter 49.46, 49.48, or 49.52 RCW; and
- 17 (g) Such other information as may be secured having a bearing on 18 the decision to award the contract.
 - (3) Due to the unique aspects of electric ferry design and the importance of well-integrated ship and shore equipment, in determining the lowest responsive and responsible bidder for the design and procurement of an electric ferry, a county may consider best value criteria, including but not limited to:
- 24 (a) Whether the bid satisfies the needs of the county as 25 specified in the solicitation documents;
 - (b) Whether the bid encourages diverse contractor participation;
 - (c) Whether the bid provides competitive pricing, economies, and efficiencies;
- 29 (d) Whether the bid considers human health and environmental 30 impacts;
- 31 (e) Whether the bid appropriately weighs cost and noncost 32 considerations;
 - (f) Life-cycle cost;

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- 34 (g) Project manager capabilities, including subcontractor 35 management;
- 36 (h) Proposed approach to overall project plan, including 37 integration, commissioning, and acceptance testing; and
- 38 (i) Demonstrated contractor and subcontractor technical knowledge 39 or specific technical capabilities to meet technical elements of the 40 design specified in the bid documents.

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(4) The solicitation document must clearly set forth the requirements and criteria that the contract will apply in evaluating bid submissions. Before award of a contract, a bidder shall submit to the contracting county a signed statement in accordance with chapter 5.50 RCW verifying under penalty of perjury that the bidder is in compliance with the responsible bidder criteria requirement of subsection (2)(f) of this section. A contracting county may award a contract in reasonable reliance upon such a sworn statement.

- (5) The awarding county may at its discretion reject the bid of any contractor who has failed to perform satisfactorily on a previous contract with the county.
- (6) After reviewing all bid submissions, a county may enter into negotiations with the lowest responsive and responsible bidder in order to determine if the bid may be improved. A county may not use this negotiation opportunity to permit a bidder to change a nonresponsive bid into a responsive bid.
- (7) Except as provided in (a) of this subsection, all proceedings, records, contracts, and other public records relating to electric ferry design and procurement under this chapter shall be open to the inspection of any interested person, firm, or corporation in accordance with chapter 42.56 RCW.
- (a) Trade secrets, as defined in RCW 19.108.010, or other proprietary information submitted by a bidder, offeror, or contractor in connection with electric ferry design and procurement under this chapter shall be exempt from disclosure under chapter 42.56 RCW pursuant to RCW 42.56.270 (1) and (2) if the bidder, offeror, or contractor specifically states in writing at the time specific identified materials or information is submitted to the county the reasons why protection is necessary and identifies the data or materials to be protected, and the county concurs that disclosure would harm the competitive position of the entity submitting the material and that disclosure would not serve public interest in ensuring fair and open competition for procurement.
- (b) All documents related to a procurement under this act are exempt from disclosure until the notification of the highest scoring finalist is made or the selection process is terminated.
- (8) Where critical equipment selections can be made to mature a ferry design, reducing cost and performance risk in shipyard contracts, these selections may be made and the chosen vendors specified by name in bid specifications without allowing

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- substitutions. Counties and their consultants may evaluate cost and noncost considerations when making these selections provided that the selection is made in good faith to identify the equipment best suited to the county's needs.
- 5 (9) For purposes of this section, a county may designate a public 6 works department as an alternative to the purchasing department as 7 the lead agency for the design and procurement of electric ferries.
- 8 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 36.32 9 RCW to read as follows:
- To increase small business participation in ferry vessel procurement, the Washington state department of transportation's office of equal opportunity shall establish contract goals for county electric ferry vessel procurement.
- 14 (1) The contract goal is defined as a percentage of the contract 15 award amount that the prime contractor must meet by subcontracting 16 with small business enterprises.
- 17 (2) Small business enterprises intending to benefit from the 18 small business enterprise enforceable goals program established in 19 this section must meet the definition of "small business" in RCW 20 39.26.010.

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