# CERTIFICATION OF ENROLLMENT

## SUBSTITUTE HOUSE BILL 1502

Chapter 224, Laws of 2021

67th Legislature 2021 Regular Session

ELECTRIC FERRIES—COUNTY PROCUREMENT AND DESIGN

EFFECTIVE DATE: July 25, 2021

Passed by the House February 26, 2021 Yeas 93 Nays 3

#### LAURIE JINKINS

Speaker of the House of Representatives

Passed by the Senate April 11, 2021 Yeas 48 Nays 0

DENNY HECK

President of the Senate Approved May 10, 2021 3:20 PM

#### CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1502** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

May 10, 2021

JAY INSLEE

Governor of the State of Washington

Secretary of State 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:

<u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 36.32
RCW to read as follows:

6 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 12 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 18 solicitation.

19 (2) In determining whether the bidder is a responsible bidder,20 the county must consider the following elements:

(a) The ability, capacity, and skill of the bidder to perform the
 contract or provide the service required;

3 (b) The character, integrity, reputation, judgment, experience,4 and efficiency of the bidder;

5 (c) Whether the bidder can perform the contract within the time 6 specified;

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(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;

10 (f) Whether, within the three-year period immediately preceding 11 the date of the bid solicitation, the bidder has been determined by a 12 final and binding citation and notice of assessment issued by the 13 department of labor and industries or through a civil judgment 14 entered by a court of limited or general jurisdiction to have 15 willfully violated, as defined in RCW 49.48.082, any provision of 16 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.

19 (3) Due to the unique aspects of electric ferry design and the 20 importance of well-integrated ship and shore equipment, in 21 determining the lowest responsive and responsible bidder for the 22 design and procurement of an electric ferry, a county may consider 23 best value criteria, including but not limited to:

(a) Whether the bid satisfies the needs of the county asspecified in the solicitation documents;

26 (b) Whether the bid encourages diverse contractor participation;

(c) Whether the bid provides competitive pricing, economies, andefficiencies;

29 (d) Whether the bid considers human health and environmental 30 impacts;

31 (e) Whether the bid appropriately weighs cost and noncost 32 considerations;

33 (f) Life-cycle cost;

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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1 The solicitation document must clearly set forth the (4) requirements and criteria that the contract will apply in evaluating 2 bid submissions. Before award of a contract, a bidder shall submit to 3 the contracting county a signed statement in accordance with chapter 4 5.50 RCW verifying under penalty of perjury that the bidder is in 5 6 compliance with the responsible bidder criteria requirement of subsection (2)(f) of this section. A contracting county may award a 7 contract in reasonable reliance upon such a sworn statement. 8

9 (5) The awarding county may at its discretion reject the bid of 10 any contractor who has failed to perform satisfactorily on a previous 11 contract with the county.

12 (6) After reviewing all bid submissions, a county may enter into 13 negotiations with the lowest responsive and responsible bidder in 14 order to determine if the bid may be improved. A county may not use 15 this negotiation opportunity to permit a bidder to change a 16 nonresponsive bid into a responsive bid.

17 (7) Except as provided in (a) of this subsection, all 18 proceedings, records, contracts, and other public records relating to 19 electric ferry design and procurement under this chapter shall be 20 open to the inspection of any interested person, firm, or corporation 21 in accordance with chapter 42.56 RCW.

Trade secrets, as defined in RCW 19.108.010, or other 22 (a) proprietary information submitted by a bidder, offeror, or contractor 23 in connection with electric ferry design and procurement under this 24 chapter shall be exempt from disclosure under chapter 42.56 RCW 25 pursuant to RCW 42.56.270 (1) and (2) if the bidder, offeror, or 26 contractor specifically states in writing at the time specific 27 28 identified materials or information is submitted to the county the reasons why protection is necessary and identifies the data or 29 materials to be protected, and the county concurs that disclosure 30 31 would harm the competitive position of the entity submitting the 32 material and that disclosure would not serve public interest in 33 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.

37 (8) Where critical equipment selections can be made to mature a 38 ferry design, reducing cost and performance risk in shipyard 39 contracts, these selections may be made and the chosen vendors 40 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:

10 To increase small business participation in ferry vessel 11 procurement, the Washington state department of transportation's 12 office of equal opportunity shall establish contract goals for county 13 electric ferry vessel procurement.

(1) The contract goal is defined as a percentage of the contract award amount that the prime contractor must meet by subcontracting 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.

> Passed by the House February 26, 2021. Passed by the Senate April 11, 2021. Approved by the Governor May 10, 2021. Filed in Office of Secretary of State May 10, 2021.

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