S-4053.2	

SENATE BILL 6788

State of Washington 56th Legislature 2000 Regular Session

By Senators Haugen and Horn

Read first time . Referred to Committee on .

- 1 AN ACT Relating to the contracting of department of transportation
- 2 maintenance services and establishing pilot projects; amending RCW
- 3 41.06.380 and 41.06.150; adding a new section to chapter 47.04 RCW; and
- 4 creating a new section.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 41.06.380 and 1979 ex.s. c 46 s 2 are each amended to 7 read as follows:
- 8 Nothing contained in this chapter shall prohibit any department, as
- 9 defined in RCW 41.06.020, from purchasing services by contract with
- 10 individuals or business entities if ((such)) services were regularly
- 11 purchased by valid contract by ((such)) the department prior to April
- 12 23, 1979: PROVIDED, That without prior legislative approval, no
- 13 ((such)) contract may be executed or renewed if it would have the
- 14 effect of terminating classified employees or classified employee
- 15 positions existing at the time of the execution or renewal of the
- 16 contract.
- 17 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 47.04 RCW
- 18 to read as follows:

p. 1 SB 6788

- 1 (1) For purposes of this section, the following definitions apply:
- 2 (a) "Repair" means any activity that restores or mends to a sound 3 or good condition by replacing or fixing after decay, injury, 4 dilapidation, or partial destruction has occurred.
- 5 (b) "Maintenance" means to preserve or retain in a condition of 6 good repair or efficiency.
- 7 (c) "Traffic services" means maintenance activities such as, but 8 not limited to, pavement striping; pavement marking; raised pavement 9 markers; repairing and replacing highway signage, guideposts, and 10 guardrails; traffic signal maintenance; and highway lighting.
- 11 (2) For purposes of the pilot projects authorized in section 3 of 12 this act, the department of transportation may purchase maintenance 13 by contract with individuals or business services entities. Maintenance services that may be contracted out include, but are not 14 15 limited to, roadway maintenance and repair, drainage maintenance and slope repair, roadside and landscape maintenance, bridge and urban 16 17 tunnel maintenance, snow and ice control, traffic services, and rest area maintenance. As prescribed in RCW 41.06.150(13), a discretionary 18 19 decision by the department to purchase maintenance services by contract 20 is not a bargainable issue.
- (3) If the department intends to purchase maintenance services, the 21 22 department shall notify the director of the maintenance program and any 23 exclusive bargaining representative who represents any employee whose 24 employment status will be directly affected by such a contract. 25 director of the maintenance program and the exclusive bargaining 26 representative may offer alternatives to the proposed contract, and the 27 department must consider these alternatives in making the final decision to contract out. 28
- NEW SECTION. Sec. 3. (1) The department of transportation shall conduct two three-year maintenance contracting pilot projects to commence on July 1, 2000, and conclude on June 30, 2003.
- (2) The department of transportation may determine the types of projects most appropriate for these pilot projects. However, the two projects selected shall reflect the diverse geographic nature of the state and incorporate the managed competition approach described in section 2(3) of this act.
- 37 (3) The department of transportation shall develop a methodology 38 for comparing the costs of government and privately delivered services.

- 1 The methodology shall reflect the fully allocated costs of services,
- 2 including, but not limited to:
- 3 (a) Employee salaries and wages;
- 4 (b) Employee benefits;
- 5 (c) Capital outlays, including supplies and equipment;
- 6 (d) Administrative and overhead expenditures;
- 7 (e) Contract administration and evaluation; and
- 8 (f) Taxes that would be received by the state or local governments
- 9 from private contractors for services.
- 10 (4) At the end of each fiscal year, the department of 11 transportation shall:
- 12 (a) Evaluate the effectiveness and the efficiency of the pilot 13 projects;
- 14 (b) Evaluate the cost-effectiveness of each project;
- 15 (c) Compare the costs of government and privately delivered 16 services where appropriate using the methodology developed under
- 17 subsection (3) of this section; and
- 18 (d) Identify the problems and benefits encountered in each project.
- 19 The department of transportation shall include this information in
- 20 an annual report to be submitted to the transportation commission and
- 21 the appropriate legislative bodies in August of each year starting in
- 22 August 2001. The department shall include in this report
- 23 recommendations that may be applied to similar projects in the future.
- 24 **Sec. 4.** RCW 41.06.150 and 1999 c 297 s 3 are each amended to read 25 as follows:
- 26 The board shall adopt rules, consistent with the purposes and
- 27 provisions of this chapter, as now or hereafter amended, and with the
- 28 best standards of personnel administration, regarding the basis and
- 29 procedures to be followed for:
- 30 (1) The reduction, dismissal, suspension, or demotion of an
- 31 employee;
- 32 (2) Certification of names for vacancies, including departmental
- 33 promotions, with the number of names equal to six more names than there
- 34 are vacancies to be filled, such names representing applicants rated
- 35 highest on eligibility lists: PROVIDED, That when other applicants
- 36 have scores equal to the lowest score among the names certified, their
- 37 names shall also be certified;

p. 3 SB 6788

- 1 (3) Examinations for all positions in the competitive and 2 noncompetitive service;
- 3 (4) Appointments;
- 4 (5) Training and career development;
- (6) Probationary periods of six to twelve months and rejections of probationary employees, depending on the job requirements of the class, except that entry level state park rangers shall serve a probationary period of twelve months;
- 9 (7) Transfers;
- 10 (8) Sick leaves and vacations;
- 11 (9) Hours of work;
- 12 (10) Layoffs when necessary and subsequent reemployment, both 13 according to seniority;
- (11) Determination of appropriate bargaining units within any agency: PROVIDED, That in making such determination the board shall consider the duties, skills, and working conditions of the employees, the history of collective bargaining by the employees and their bargaining representatives, the extent of organization among the employees, and the desires of the employees;
- (12) Certification and decertification of exclusive bargaining 20 representatives: PROVIDED, That after certification of an exclusive 21 bargaining representative and upon the representative's request, the 22 23 director shall hold an election among employees in a bargaining unit to 24 determine by a majority whether to require as a condition of employment 25 membership in the certified exclusive bargaining representative on or 26 after the thirtieth day following the beginning of employment or the date of such election, whichever is the later, and the failure of an 27 employee to comply with such a condition of employment constitutes 28 29 cause for dismissal: PROVIDED FURTHER, That no more often than once in 30 each twelve-month period after expiration of twelve months following 31 the date of the original election in a bargaining unit and upon petition of thirty percent of the members of a bargaining unit the 32 director shall hold an election to determine whether a majority wish to 33 34 rescind such condition of employment: PROVIDED FURTHER, That for 35 purposes of this clause, membership in the certified exclusive bargaining representative is satisfied by the payment of monthly or 36 37 other periodic dues and does not require payment of initiation, reinstatement, or any other fees or fines and includes full and 38 39 complete membership rights: AND PROVIDED FURTHER, That in order to

- safeguard the right of nonassociation of public employees, based on bona fide religious tenets or teachings of a church or religious body of which such public employee is a member, such public employee shall pay to the union, for purposes within the program of the union as designated by such employee that would be in harmony with his or her individual conscience, an amount of money equivalent to regular union dues minus any included monthly premiums for union-sponsored insurance programs, and such employee shall not be a member of the union but is entitled to all the representation rights of a union member;
 - (13) Agreements between agencies and certified exclusive bargaining representatives providing for grievance procedures and collective negotiations on all personnel matters over which the appointing authority of the appropriate bargaining unit of such agency may lawfully exercise discretion. Discretionary decisions to purchase maintenance services by contract by the department of transportation are not subject to this subsection;

- (14) Written agreements may contain provisions for payroll deductions of employee organization dues upon authorization by the employee member and for the cancellation of such payroll deduction by the filing of a proper prior notice by the employee with the appointing authority and the employee organization: PROVIDED, That nothing contained herein permits or grants to any employee the right to strike or refuse to perform his or her official duties;
- 24 (15) Adoption and revision of a comprehensive classification plan 25 for all positions in the classified service, based on investigation and 26 analysis of the duties and responsibilities of each such position.
 - (a) The board shall not adopt job classification revisions or class studies unless implementation of the proposed revision or study will result in net cost savings, increased efficiencies, or improved management of personnel or services, and the proposed revision or study has been approved by the director of financial management in accordance with chapter 43.88 RCW.
- 33 (b) ((Beginning July 1, 1995, through June 30, 1997, in addition to 34 the requirements of (a) of this subsection:
- (i) The board may approve the implementation of salary increases resulting from adjustments to the classification plan during the 1995-37 97 fiscal biennium only if:

p. 5 SB 6788

(A) The implementation will not result in additional net costs and the proposed implementation has been approved by the director of financial management in accordance with chapter 43.88 RCW;

- (B) The implementation will take effect on July 1, 1996, and the total net cost of all such actions approved by the board for implementation during the 1995-97 fiscal biennium does not exceed the amounts specified by the legislature specifically for this purpose; or
- (C) The implementation is a result of emergent conditions. Emergent conditions are defined as emergency situations requiring the establishment of positions necessary for the preservation of the public health, safety, or general welfare, which do not exceed \$250,000 of the moneys identified in section 718(2), chapter 18, Laws of 1995 2nd sp. sess.
- (ii) The board shall approve only those salary increases resulting from adjustments to the classification plan if they are due to documented recruitment and retention difficulties, salary compression or inversion, increased duties and responsibilities, or inequities. For these purposes, inequities are defined as similar work assigned to different job classes with a salary disparity greater than 7.5 percent.
- 20 (iii) Adjustments made to the higher education hospital special pay
 21 plan are exempt from (b)(i) through (ii) of this subsection.
 - (c)) Reclassifications, class studies, and salary adjustments to be implemented during the 1997-99 and subsequent fiscal biennia are governed by (a) of this subsection and RCW 41.06.152;
- 25 (16) Allocation and reallocation of positions within the 26 classification plan;
 - (17) Adoption and revision of a state salary schedule to reflect the prevailing rates in Washington state private industries and other governmental units but the rates in the salary schedules or plans shall be increased if necessary to attain comparable worth under an implementation plan under RCW 41.06.155 and that, for institutions of higher education and related boards, shall be competitive for positions of a similar nature in the state or the locality in which an institution of higher education or related board is located, such adoption and revision subject to approval by the director of financial management in accordance with the provisions of chapter 43.88 RCW;
- 37 (18) Increment increases within the series of steps for each pay 38 grade based on length of service for all employees whose standards of

performance are such as to permit them to retain job status in the classified service;

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(19) Optional lump sum relocation compensation approved by the agency director, whenever it is reasonably necessary that a person make a domiciliary move in accepting a transfer or other employment with the state. An agency must provide lump sum compensation within existing If the person receiving the relocation payment terminates resources. or causes termination with the state, for reasons other than layoff, disability separation, or other good cause as determined by an agency director, within one year of the date of the employment, the state is entitled to reimbursement of the lump sum compensation from the person; (20) Providing for veteran's preference as required by existing statutes, with recognition of preference in regard to layoffs and subsequent reemployment for veterans and their surviving spouses by giving such eligible veterans and their surviving spouses additional credit in computing their seniority by adding to their unbroken state service, as defined by the board, the veteran's service in the military not to exceed five years. For the purposes of this section, "veteran" means any person who has one or more years of active military service in any branch of the armed forces of the United States or who has less than one year's service and is discharged with a disability incurred in the line of duty or is discharged at the convenience of the government and who, upon termination of such service has received an honorable discharge, a discharge for physical reasons with an honorable record, or a release from active military service with evidence of service other than that for which an undesirable, bad conduct, or dishonorable discharge shall be given: PROVIDED, HOWEVER, That the surviving spouse of a veteran is entitled to the benefits of this section regardless of the veteran's length of active military service: PROVIDED FURTHER, That for the purposes of this section "veteran" does not include any person who has voluntarily retired with twenty or more years of active military service and whose military retirement pay is in excess of five hundred dollars per month;

(21) Permitting agency heads to delegate the authority to appoint, reduce, dismiss, suspend, or demote employees within their agencies if such agency heads do not have specific statutory authority to so delegate: PROVIDED, That the board may not authorize such delegation to any position lower than the head of a major subdivision of the agency;

p. 7 SB 6788

1 (22) Assuring persons who are or have been employed in classified 2 positions before July 1, 1993, will be eligible for employment, 3 reemployment, transfer, and promotion in respect to classified 4 positions covered by this chapter;

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- (23) Affirmative action in appointment, promotion, transfer, recruitment, training, and career development; development and implementation of affirmative action goals and timetables; and monitoring of progress against those goals and timetables.
- 9 The board shall consult with the human rights commission in the 10 development of rules pertaining to affirmative action. The department 11 of personnel shall transmit a report annually to the human rights 12 commission which states the progress each state agency has made in 13 meeting affirmative action goals and timetables.

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