S-1462.1

SENATE CONCURRENT RESOLUTION 8407

State of Washington 59th Legislature 2005 Regular Session

By Senators Shin, Berkey, Kastama, Doumit, Rockefeller, Keiser, Esser, Kohl-Welles, Jacobsen, Kline and Rasmussen

Read first time 02/14/2005. Referred to Committee on Labor, Commerce, Research & Development.

1 WHEREAS, Offshore outsourcing of public and private sector jobs has 2 created concern about job loss in Washington; and

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WHEREAS, Some contracts entered into by state agencies are being performed, in whole or in part, outside the United States; and

WHEREAS, The legislature is concerned that these state contracts are being entered into with little, if any, legislative oversight; and WHEREAS, Offshore outsourcing of private sector jobs is creating concern about unemployment in our state and demands on our public services; and

WHEREAS, Offshore outsourcing of public and private sector work may be eroding job opportunities and continuing to affect Washington families and communities already suffering from high unemployment and a jobless recovery; and

WHEREAS, Offshore outsourcing may put at risk the privacy of medical records, financial data, and other personal information of Washington citizens; and

WHEREAS, Offshore outsourcing may impact state and local tax revenues needed to provide for the basic education, as well as to protect the public health and safety, of Washington citizens; and

p. 1 SCR 8407

WHEREAS, Offshore outsourcing may result in transfers of knowledge and core functions that curb entrepreneurial activities and limit technological innovation essential to the future economic success of Washington businesses; and

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WHEREAS, The legislature invests significant public resources in work force training and retraining, and wants to ensure that students and workers who benefit from these investments have opportunities to climb career ladders from entry-level jobs to family-wage jobs, and to enjoy the prosperity that is the American dream; and

WHEREAS, The legislature has also invested significant public resources in business development, recruitment, and retention, and wants to ensure that corporations that benefit from these investments are accountable to the legislature and the citizens of Washington state; and

WHEREAS, The legislature is concerned about and wants to examine the potential consequences of offshore outsourcing;

NOW, THEREFORE, BE IT RESOLVED, By the Senate of the state of Washington, the House of Representatives concurring, That a study of offshore outsourcing be conducted to evaluate the following issues:

The degree to which state contracts, and any subcontracts awarded under such contracts, are being performed at locations outside the United States;

The extent to which the following are adequate to protect legislative authority over state procurement: The process for making and extending the state's commitments under the agreement on government procurement of the world trade organization and other international trade agreements; and the exceptions in the agreement on government procurement of the world trade organization and other international trade agreements;

The applicability of international trade agreements to state procurement policies;

The compliance of signatories to such agreements with international and state child labor, environmental protection, human rights, and labor standards;

The effects of such agreements on domestic preferences adopted by signatories to such agreements;

The economic benefit of awarding personal services, purchased services, civil service, and public works contracts to Washington

SCR 8407 p. 2

companies, including: The number of total employment positions in all of the various wage categories; the number of full-time, part-time, and temporary employment positions as a percent of total employment; and the number of employment positions that have employer-provided medical, dental, and retirement benefits, in all of the various wage categories;

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The economic impacts of performing work under personal services, purchased services, civil service, and public works contracts in Washington, including: The multiplier effect on state and local tax revenues; and the multiplier effect on state and local employment levels;

The cost to the state of retraining workers who are separated from employment because their positions were outsourced to locations outside the United States, and issues relative to their eligibility for training benefits under RCW 50.22.150;

The extent to which state contracts performed at locations outside the United States involve solicitation or disclosure of personal information; and

The relationship between state labor market conditions, including unemployment rate and implications for trade-dependent industries, and offshore outsourcing decisions; and

BE IT FURTHER RESOLVED, That the study be conducted by a joint task force of the Senate and the House of Representatives consisting of the following: Four senators to be appointed by the majority leader of the Senate, four senators to be appointed by the minority leader of the Senate; four representatives to be appointed by the Speaker of the House of Representatives, and four representatives to be appointed by the minority leader of the House of Representatives. The task force shall be governed by cochairs, one to be selected by the majority leader of the Senate, and the other to be selected by the Speaker of the House of Representatives; and

BE IT FURTHER RESOLVED, That the joint task force shall consult with an advisory committee consisting of contracting specialists from: The department of general administration, office of state procurement; the department of social and health services; the department of health; the department of corrections; the department of information services; and such private sector and labor representatives as the task force shall select; and

p. 3 SCR 8407

BE IT FURTHER RESOLVED, That the findings and recommendations of the joint task force be reported to the legislature by January 1, 2006.

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SCR 8407 p. 4