# CERTIFICATION OF ENROLLMENT

## ENGROSSED HOUSE BILL 1898

Chapter 437, Laws of 2007

60th Legislature 2007 Regular Session

## SCHOOL DISTRICT PROJECTS--APPRENTICE UTILIZATION

EFFECTIVE DATE: 07/22/07

Passed by the House April 14, 2007 Yeas 69 Nays 25

## FRANK CHOPP

# Speaker of the House of Representatives

Passed by the Senate April 6, 2007 Yeas 34 Nays 14

## CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED HOUSE BILL 1898** as passed by the House of Representatives and the Senate on the dates hereon set forth.

## RICHARD NAFZIGER

BRAD OWEN

Chief Clerk

## President of the Senate

Approved May 11, 2007, 11:10 a.m.

FILED

May 11, 2007

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

## ENGROSSED HOUSE BILL 1898

## AS AMENDED BY THE SENATE

Passed Legislature - 2007 Regular Session

## State of Washington

60th Legislature

2007 Regular Session

Representatives Quall, Conway, Haler, Santos, Appleton, McDermott, Haigh, P. Sullivan, Chase, Green, Fromhold, Moeller, Wood, Simpson, Linville, Hunt, Barlow, Sells, Hasegawa, Kenney, Hudgins, Morrell and Ormsby

Read first time 01/31/2007. Referred to Committee on Commerce & Labor.

- AN ACT Relating to apprenticeship utilization requirements on 1
- 2 school district public works projects; and amending RCW 39.04.310 and
- 39.04.320. 3
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 Sec. 1. RCW 39.04.310 and 2005 c 3 s 2 are each amended to read as follows: 6
- The definitions in this section apply throughout this section and 7
- 8 RCW 39.04.300 and 39.04.320 unless the context clearly requires
- otherwise. 9
- 10 (1) "Apprentice" means an apprentice enrolled in a state-approved apprenticeship training program.
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- 12 (2) "Apprentice utilization requirement" means the requirement that
- the appropriate percentage of labor hours be performed by apprentices. 13
- (3) "Labor hours" means the total hours of workers receiving an 14
- hourly wage who are directly employed on the site of the public works 15
- project. "Labor hours" includes hours performed by workers employed by 16
- the contractor and all subcontractors working on the project. "Labor 17
- 18 hours" does not include hours worked by foremen, superintendents,

- owners, and workers who are not subject to prevailing wage requirements.
- 3 (4) "School district" has the same meaning as in RCW 28A.315.025.
- 4 <u>(5)</u> "State-approved apprenticeship training program" means an 5 apprenticeship training program approved by the Washington state 6 apprenticeship council.
- 7 **Sec. 2.** RCW 39.04.320 and 2006 c 321 s 2 are each amended to read 8 as follows:
- 9 (1)(a) Except as provided in (b) and (c) of this subsection, from 10 January 1, 2005, and thereafter, for all public works estimated to cost 11 one million dollars or more, all specifications shall require that no 12 less than fifteen percent of the labor hours be performed by 13 apprentices.
- (b)(i) This section does not apply to contracts advertised for bid before July 1, 2007, for any public works by the department of transportation.
  - (ii) For contracts advertised for bid on or after July 1, 2007, and before July 1, 2008, for all public works by the department of transportation estimated to cost five million dollars or more, all specifications shall require that no less than ten percent of the labor hours be performed by apprentices.
- (iii) For contracts advertised for bid on or after July 1, 2008, and before July 1, 2009, for all public works by the department of transportation estimated to cost three million dollars or more, all specifications shall require that no less than twelve percent of the labor hours be performed by apprentices.
  - (iv) For contracts advertised for bid on or after July 1, 2009, for all public works by the department of transportation estimated to cost two million dollars or more, all specifications shall require that no less than fifteen percent of the labor hours be performed by apprentices.
- 32 (c)(i) This section does not apply to contracts advertised for bid 33 before January 1, 2008, for any public works by a school district, or 34 to any project funded in whole or in part by bond issues approved 35 before July 1, 2007.
- 36 (ii) For contracts advertised for bid on or after January 1, 2008,

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for all public works by a school district estimated to cost three million dollars or more, all specifications shall require that no less than ten percent of the labor hours be performed by apprentices.

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- (iii) For contracts advertised for bid on or after January 1, 2009, for all public works by a school district estimated to cost two million dollars or more, all specifications shall require that no less than twelve percent of the labor hours be performed by apprentices.
- 8 (iv) For contracts advertised for bid on or after January 1, 2010,
  9 for all public works by a school district estimated to cost one million
  10 dollars or more, all specifications shall require that no less than
  11 fifteen percent of the labor hours be performed by apprentices.
  - (2) Awarding agency directors <u>or school districts</u> may adjust the requirements of this section for a specific project for the following reasons:
- 15 (a) The demonstrated lack of availability of apprentices in 16 specific geographic areas;
  - (b) A disproportionately high ratio of material costs to labor hours, which does not make feasible the required minimum levels of apprentice participation;
  - (c) Participating contractors have demonstrated a good faith effort to comply with the requirements of RCW 39.04.300 and 39.04.310 and this section; or
  - (d) Other criteria the awarding agency director or school district deems appropriate, which are subject to review by the office of the governor.
  - (3) The secretary of the department of transportation shall adjust the requirements of this section for a specific project for the following reasons:
- 29 (a) The demonstrated lack of availability of apprentices in 30 specific geographic areas; or
- 31 (b) A disproportionately high ratio of material costs to labor 32 hours, which does not make feasible the required minimum levels of 33 apprentice participation.
- 34 (4) This section applies ((only)) to public works contracts awarded 35 by the state <u>and to public works contracts awarded by school districts</u>. 36 However, this section does not apply to contracts awarded by state 37 four-year institutions of higher education or state agencies headed by 38 a separately elected public official.

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- 1 (5)(a) The department of general administration must provide 2 information and technical assistance to affected agencies and collect 3 the following data from affected agencies for each project covered by 4 this section:
  - (i) The name of each apprentice and apprentice registration number;
- 6 (ii) The name of each project;

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- (iii) The dollar value of each project;
- (iv) The date of the contractor's notice to proceed;
- 9 (v) The number of apprentices and labor hours worked by them, 10 categorized by trade or craft;
- 11 (vi) The number of journey level workers and labor hours worked by 12 them, categorized by trade or craft; and
- 13 (vii) The number, type, and rationale for the exceptions granted 14 under subsection (2) of this section.
  - (b) The department of labor and industries shall assist the department of general administration in providing information and technical assistance.
  - (6) The secretary of transportation shall establish an apprenticeship utilization advisory committee, which shall include statewide geographic representation and consist of equal numbers of representatives of contractors and labor. The committee must include at least one member representing contractor businesses with less than thirty-five employees. The advisory committee shall meet regularly with the secretary of transportation to discuss implementation of this section by the department of transportation, including development of the process to be used to adjust the requirements of this section for a specific project. The committee shall provide a report to the legislature by January 1, 2008, on the effects of the apprentice labor requirement on transportation projects and on the availability of apprentice labor and programs statewide.
  - (7) At the request of the senate labor, commerce, research and development committee, the house of representatives commerce and labor committee, or their successor committees, and the governor, the department of general administration and the department of labor and industries shall compile and summarize the agency data and provide a joint report to both committees. The report shall include recommendations on modifications or improvements to the apprentice

- 1 utilization program and information on skill shortages in each trade or
- 2 craft.

Passed by the House April 14, 2007. Passed by the Senate April 6, 2007. Approved by the Governor May 11, 2007. Filed in Office of Secretary of State May 11, 2007.