## HOUSE BILL 2846

State of Washington 64th Legislature 2016 Regular Session

By Representatives Ormsby, Sells, Frame, Gregerson, Moscoso, Bergquist, Jinkins, Cody, Peterson, Robinson, Farrell, Riccelli, Sawyer, Pollet, Appleton, Reykdal, Kilduff, Stanford, Walkinshaw, and Santos

Read first time 01/22/16. Referred to Committee on Labor & Workplace Standards.

- 1 AN ACT Relating to compliance with apprenticeship utilization
- 2 requirements; amending RCW 39.04.350 and 39.12.055; and adding a new
- 3 section to chapter 49.04 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 39.04.350 and 2010 c 276 s 2 are each amended to 6 read as follows:
  - (1) Before award of a public works contract, a bidder must meet the following responsibility criteria to be considered a responsible bidder and qualified to be awarded a public works project. The bidder
- 10 must:

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- 11 (a) At the time of bid submittal, have a certificate of 12 registration in compliance with chapter 18.27 RCW;
- (b) Have a current state unified business identifier number;
- (c) If applicable, have industrial insurance coverage for the bidder's employees working in Washington as required in Title 51 RCW; an employment security department number as required in Title 50 RCW;
- 17 and a state excise tax registration number as required in Title 82
- 18 RCW;
- 19 (d) Not be disqualified from bidding on any public works contract 20 under RCW 39.06.010 or 39.12.065(3);

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(e) If bidding on a public works project subject to the apprenticeship utilization requirements in RCW 39.04.320, not have been found out of compliance with the percentage of labor hours required to be performed by apprentices under RCW 39.04.320 or not have been found out of compliance by the Washington state apprenticeship and training council for working apprentices out of ratio, without appropriate supervision, or outside their approved work processes as outlined in their standards of apprenticeship under chapter 49.04 RCW, for the one-year period immediately preceding the date of the bid solicitation; and

- (f) Until December 31, 2013, not have violated RCW 39.04.370 more than one time as determined by the department of labor and industries.
  - (2) In addition to the bidder responsibility criteria in subsection (1) of this section, the state or municipality may adopt relevant supplemental criteria for determining bidder responsibility applicable to a particular project which the bidder must meet.
  - (a) Supplemental criteria for determining bidder responsibility, including the basis for evaluation and the deadline for appealing a determination that a bidder is not responsible, must be provided in the invitation to bid or bidding documents.
  - (b) In a timely manner before the bid submittal deadline, a potential bidder may request that the state or municipality modify the supplemental criteria. The state or municipality must evaluate the information submitted by the potential bidder and respond before the bid submittal deadline. If the evaluation results in a change of the criteria, the state or municipality must issue an addendum to the bidding documents identifying the new criteria.
  - (c) If the bidder fails to supply information requested concerning responsibility within the time and manner specified in the bid documents, the state or municipality may base its determination of responsibility upon any available information related to the supplemental criteria or may find the bidder not responsible.
  - (d) If the state or municipality determines a bidder to be not responsible, the state or municipality must provide, in writing, the reasons for the determination. The bidder may appeal the determination within the time period specified in the bidding documents by presenting additional information to the state or municipality. The state or municipality must consider the additional information before issuing its final determination. If the final

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- determination affirms that the bidder is not responsible, the state or municipality may not execute a contract with any other bidder until two business days after the bidder determined to be not responsible has received the final determination.
- 5 (3) The capital projects advisory review board created in RCW 39.10.220 shall develop suggested guidelines to assist the state and municipalities in developing supplemental bidder responsibility criteria. The guidelines must be posted on the board's web site.
- 9 **Sec. 2.** RCW 39.12.055 and 2009 c 197 s 3 are each amended to 10 read as follows:

A contractor shall not be allowed to bid on any public works contract for one year from the date of a final determination that the contractor has committed any combination of two of the following violations or infractions within a five-year period:

(1) Violated RCW 51.48.020(1) or 51.48.103;

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- 16 (2) Committed an infraction or violation under chapter 18.27 RCW for performing work as an unregistered contractor;  $((\Theta r))$
- 18 (3) Determined to be out of compliance by the Washington state 19 apprenticeship and training council for working apprentices out of 20 ratio, without appropriate supervision, or outside their approved 21 work processes as outlined in their standards of apprenticeship under 22 chapter 49.04 RCW; or
- 23 (4) Determined to be out of compliance with the percentage of 24 labor hours required to be performed by apprentices under RCW 25 39.04.320.
- NEW SECTION. Sec. 3. A new section is added to chapter 49.04 27 RCW to read as follows:
- (1) In addition to the duties established under RCW 49.04.030, the supervisor of apprenticeship shall monitor compliance by contractors and awarding agencies of apprenticeship utilization requirements. The supervisor may coordinate with the department of enterprise services, the state department of transportation, the office of the superintendent of public instruction, and any other appropriate agency or organization to assist in tracking compliance.

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1 (2) Compliance information must be made available to the 2 apprenticeship council and must be used to determine compliance for 3 purposes of RCW 39.04.350 and 39.12.055.

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