ENGROSSED SECOND SUBSTITUTE HOUSE BILL 1673

State of Washington 65th Legislature 2018 Regular Session

By House Labor & Workplace Standards (originally sponsored by Representatives Doglio, Sells, Gregerson, Ormsby, Macri, Goodman, Frame, Stonier, McBride, Cody, Senn, Ortiz-Self, and Pollet)

READ FIRST TIME 01/29/18.

AN ACT Relating to adding training on public works and prevailing wage requirements to responsible bidder criteria; amending RCW 39.04.350; creating a new section; and providing an effective date.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 Sec. 1. RCW 39.04.350 and 2017 c 258 s 2 are each amended to 6 read as follows:

7 (1) Before award of a public works contract, a bidder must meet 8 the following responsibility criteria to be considered a responsible 9 bidder and qualified to be awarded a public works project. The bidder 10 must:

11 (a) At the time of bid submittal, have a certificate of 12 registration in compliance with chapter 18.27 RCW;

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(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; and a state excise tax registration number as required in Title 82 RCW;

19 (d) Not be disqualified from bidding on any public works contract 20 under RCW 39.06.010 or 39.12.065(3);

(e) If bidding on a public works project subject to the 1 apprenticeship utilization requirements in RCW 39.04.320, not have 2 been found out of compliance by the Washington state apprenticeship 3 and training council for working apprentices out of ratio, without 4 appropriate supervision, or outside their approved work processes as 5 б outlined in their standards of apprenticeship under chapter 49.04 RCW 7 for the one-year period immediately preceding the date of the bid solicitation; 8

9 (f) ((Until December 31, 2013, not have violated RCW 39.04.370 more than one time as determined by the department of labor and 10 industries)) <u>Have received training on the requirements re</u>lated to 11 12 public works and prevailing wage under this chapter and chapter 39.12 RCW. The bidder must designate a person or persons to be trained on 13 these requirements. The training must be provided by the department 14 of labor and industries or by a training provider whose curriculum is 15 approved by the department. The department, in consultation with the 16 17 prevailing wage advisory committee, must determine the length of the training. Bidders that have completed three or more public works 18 19 projects and have had a valid business license in Washington for three or more years are exempt from this subsection. The department 20 21 of labor and industries must keep records of entities that have 22 satisfied the training requirement or are exempt and make the records available on its web site. Responsible parties may rely on the 23 records made available by the department regarding satisfaction of 24 25 the training requirement or exemption; and

(g) Within the three-year period immediately preceding the date of the bid solicitation, not have been determined by a final and binding citation and notice of assessment issued by the department of labor and industries or through a civil judgment entered by a court of limited or general jurisdiction to have willfully violated, as defined in RCW 49.48.082, any provision of chapter 49.46, 49.48, or 49.52 RCW.

33 (2) Before award of a public works contract, a bidder shall 34 submit to the contracting agency a signed statement in accordance 35 with RCW 9A.72.085 verifying under penalty of perjury that the bidder 36 is in compliance with the responsible bidder criteria requirement of 37 subsection (1)(g) of this section. A contracting agency may award a 38 contract in reasonable reliance upon such a sworn statement.

39 (3) In addition to the bidder responsibility criteria in 40 subsection (1) of this section, the state or municipality may adopt

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relevant supplemental criteria for determining bidder responsibility
applicable to a particular project which the bidder must meet.

3 (a) Supplemental criteria for determining bidder responsibility, 4 including the basis for evaluation and the deadline for appealing a 5 determination that a bidder is not responsible, must be provided in 6 the invitation to bid or bidding documents.

7 (b) In a timely manner before the bid submittal deadline, a 8 potential bidder may request that the state or municipality modify 9 the supplemental criteria. The state or municipality must evaluate 10 the information submitted by the potential bidder and respond before 11 the bid submittal deadline. If the evaluation results in a change of 12 the criteria, the state or municipality must issue an addendum to the 13 bidding documents identifying the new criteria.

14 (c) If the bidder fails to supply information requested 15 concerning responsibility within the time and manner specified in the 16 bid documents, the state or municipality may base its determination 17 of responsibility upon any available information related to the 18 supplemental criteria or may find the bidder not responsible.

(d) If the state or municipality determines a bidder to be not 19 responsible, the state or municipality must provide, in writing, the 20 21 reasons for the determination. The bidder may appeal the determination within the time period specified in the bidding 22 documents by presenting additional information to the state or 23 municipality. The state or municipality must consider the additional 24 25 information before issuing its final determination. If the final determination affirms that the bidder is not responsible, the state 26 or municipality may not execute a contract with any other bidder 27 until two business days after the bidder determined to be not 28 responsible has received the final determination. 29

30 (4) The capital projects advisory review board created in RCW 31 39.10.220 shall develop suggested guidelines to assist the state and 32 municipalities in developing supplemental bidder responsibility 33 criteria. The guidelines must be posted on the board's web site.

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NEW SECTION. Sec. 2. This act takes effect July 1, 2019.

35 <u>NEW SECTION.</u> Sec. 3. If specific funding for the purposes of 36 this act, referencing this act by bill or chapter number, is not

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1 provided by June 30, 2018, in the omnibus appropriations act, this

2 act is null and void.

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