HOUSE BILL 1723

State of Washington 69th Legislature 2025 Regular Session

By Representatives Fosse, Thomas, Salahuddin, Parshley, Scott, Cortes, Nance, Ormsby, Obras, Hill, Macri, and Zahn; by request of Superintendent of Public Instruction

Read first time 01/29/25. Referred to Committee on Capital Budget.

- 1 AN ACT Relating to promoting the efficient administration of
- 2 school construction assistance program projects; adding new sections
- 3 to chapter 28A.525 RCW; and creating a new section.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that project labor
- 6 agreements promote the creation of jobs in Washington, strengthen the
- 7 state economy, and promote efficiencies in the administration of
- 8 state government capital projects, including school district
- 9 construction projects.
- 10 <u>NEW SECTION.</u> **Sec. 2.** The definition in this section applies
- 11 throughout sections 3 and 4 of this act unless the context clearly
- 12 requires otherwise.
- 13 "Project labor agreement" means a prehire collective bargaining
- 14 agreement with one or more labor organizations that establishes the
- 15 terms and conditions of employment for a specific construction
- 16 project and is an agreement described in 29 U.S.C. Sec. 158(f). To
- 17 establish the terms and conditions for employment on a single
- 18 construction project, the project labor agreement must be a single
- 19 agreement covering all labor organizations representing the building

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1 and construction employees involved in the project and all 2 contractors and subcontractors working on the project.

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- NEW SECTION. Sec. 3. (1) When awarding a school construction assistance program project for which the total estimated cost of the construction contract is \$35,000,000 or more, or obligating funds pursuant to such a contract, school districts shall require every contractor or subcontractor engaged in construction on the project to agree, for that project, to negotiate or become a party to a project labor agreement with one or more appropriate labor organizations.
- 10 (2) Any project labor agreement reached pursuant to this section 11 must:
 - (a) Bind all contractors and subcontractors on the construction project through the inclusion of appropriate specifications in all relevant solicitation provisions and contract documents;
 - (b) Allow all contractors and subcontractors on the construction project to compete for contracts and subcontracts without regard to whether they are otherwise parties to collective bargaining agreements;
- 19 (c) Contain guarantees against strikes, lockouts, and similar job 20 disruptions;
 - (d) Set forth effective, prompt, and mutually binding procedures for resolving labor disputes arising during the term of the project labor agreement;
 - (e) Provide other mechanisms for labor-management cooperation on matters of mutual interest and concern, including productivity, quality of work, safety, and health; and
 - (f) Fully conform to all state laws and regulations.
- 28 (3) Contractors or subcontractors entering into a project labor 29 agreement pursuant to this section may not be required to do so with 30 any particular labor organization.
- 31 (4) Projects awarded or receiving funding under RCW 28A.525.159 32 or 28A.525.320 are exempt from the requirements of this section.
- 33 (5) Nothing in this section precludes a school district from 34 requiring the use of a project labor agreement in circumstances not 35 covered by the requirements of this section.
- NEW SECTION. Sec. 4. The department of labor and industries may grant an exception from the requirements of section 3 of this act for a particular contract by, no later than the solicitation date of the

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contract, providing a specific written explanation of why at least one of the following circumstances exists with respect to that contract:

- 4 (1) Requiring a project labor agreement on the project would not 5 advance the state's interests in achieving economy and efficiency in 6 state procurement. Such a finding must be based on the following 7 factors:
- 8 (a) The project is of short duration and lacks operational 9 complexity;
 - (b) The project will involve only one craft or trade;

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- 11 (c) The project will involve specialized construction work that 12 is available from only a limited number of contractors or 13 subcontractors;
- 14 (d) The school district's need for the project is of such an 15 unusual and compelling urgency that a project labor agreement would 16 be impracticable; or
- 17 (e) The project implicates other similar factors deemed 18 appropriate in regulations or guidance;
 - (2) Based on an inclusive market analysis, requiring a project labor agreement on the project would substantially reduce the number of potential bidders so as to frustrate full and open competition; or
- 22 (3) Requiring a project labor agreement on the project would 23 otherwise be inconsistent with state laws and regulations.
- NEW SECTION. Sec. 5. Sections 2 through 4 of this act are each added to chapter 28A.525 RCW.

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