HOUSE FILE 178 BY HUNTER

## A BILL FOR

- An Act requiring the consideration of project labor agreements
   for state construction projects.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 1953HH (2) 84 je/rj 1 Section 1. <u>NEW SECTION</u>. 72.6 Project labor agreements.

2 1. For the purposes of this section:

3 *a.* "*Labor organization*" means an area or state building 4 and construction trades or crafts council, organization, or 5 association or a comparable body.

*b.* "Large-scale construction project" means the
construction, rehabilitation, alteration, conversion,
extension, repair or improvement of a vertical public works
project, including a building and other real property-related
project, where the total project cost is twenty-five million
dollars or more.

12 c. "Project labor agreement" means a comprehensive pre-hire 13 collective bargaining agreement that is negotiated between 14 a project's owner and an appropriate labor organization and 15 which sets out the basic terms and working conditions for that 16 particular project.

A state agency shall consider using a project labor
 agreement in connection with a large-scale construction project
 which meets the criteria established in this section.

3. In awarding a contract in connection with a large-scale construction project, or in obligating funds pursuant to such a contract, a state agency, on a project-by-project basis, may require the use of a project labor agreement where the use will advance the state's interest. In making the decision whether to use a project labor agreement, the state agency shall consider the following factors:

*a.* The potential for a labor disruption, such as a strike,
lockout, or slowdown, which could affect the timely completion
of the project.

30 *b*. The number of trades and crafts anticipated to be used 31 on the project.

32 *c.* The need and urgency of the project and the harm to the 33 public if the completion of the project is delayed.

34 d. The size and complexity of the project and the time 35 needed for its completion.

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e. The benefits to the public from the use of a project
 labor agreement relative to a project's cost, efficiency,
 guality, safety, and timeliness of completion.

4 f. The ability to ensure compliance with all applicable
5 state laws and regulations governing safety and health, equal
6 employment opportunity, labor, and employment standards.

7 4. If a state agency determines that the use of a project 8 labor agreement will advance the state's interest, the state 9 agency may require that every contractor or subcontractor 10 on the project agree, for that project, to negotiate or 11 become a party to a project labor agreement with one or more 12 appropriate labor organizations. The decision to use a project 13 labor agreement shall be supported by written findings by 14 the affected state agency which demonstrate how the use of a 15 project labor agreement will benefit the state's interest, 16 particularly with respect to the factors enumerated in section 17 3.

18 5. A project labor agreement reached pursuant to this 19 section shall do all of the following:

*a.* Bind all contractors and subcontractors on the
21 large-scale construction project through the inclusion of
22 appropriate specifications in all relevant solicitation
23 provisions and contract documents.

*b.* Allow all contractors and subcontractors to compete for
contracts and subcontracts without regard to whether they are
otherwise parties to collective bargaining agreements.

27 c. Contain guarantees against strikes, lockouts, and similar28 job disruptions.

29 d. Set forth effective, prompt, and mutually binding
30 procedures for resolving labor disputes arising during the term
31 of the project labor agreement.

*e.* Provide other mechanisms for labor-management cooperation
 on matters of mutual interest and concern, including but not
 limited to productivity, quality of work, safety, and health.
 *f.* Fully conform to all applicable state statutes and

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l regulations.

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6. This section shall not be construed to preclude the use of a project labor agreement on any construction project not otherwise subject to this section. This section shall not be construed to require a contractor or subcontractor to enter into a project labor agreement with any particular labor organization.

8 7. This section shall not be construed to create any right 9 or benefit, substantive or procedural, enforceable at law or in 10 equity, by any party against the state, a state agency, or any 11 person.

## EXPLANATION

13 This bill relates to project labor agreements for state 14 construction projects.

The bill includes definitions relating to project labor 15 16 agreements. The bill requires a state agency to consider 17 using a project labor agreement for a large-scale construction 18 project. The bill defines a "large-scale construction project" 19 as the construction, rehabilitation, alteration, conversion, 20 extension, repair, or improvement of a vertical public works 21 project, including a building and other real property-related 22 project, where the total project cost is \$25 million or more. 23 The bill provides that a state agency may require the use of a 24 project labor agreement where the use will advance the state's 25 interest. The bill sets out certain factors for making such 26 a decision. The bill delineates the effects of a project 27 labor agreement. The bill specifies that the bill should not 28 be construed to preclude a state agency from using a project 29 labor agreement for any construction project not otherwise 30 covered by the bill. The bill specifies that the bill should 31 not be construed to require a contractor or subcontractor to 32 enter into a project labor agreement with any particular labor 33 organization. The bill also specifies that the bill should not 34 be construed to create any new right or benefit.

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