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IN THE SENATE

SENATE BILL NO. 1386

BY STATE AFFAIRS COMMITTEE

AN ACT RELATING TO RIGHT TO WORK; PROVIDING LEGISLATIVE INTENT; AMENDING CHAPTER 20, TITLE 44, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 44-2013, IDAHO CODE, TO PROVIDE DEFINITIONS, TO PROVIDE THAT IN REGARD TO CONTRACTS FOR CERTAIN PUBLIC WORKS THE STATE OR ANY POLITICAL SUBDIVISION SHALL NOT REQUIRE CERTAIN PAYMENT TO CERTAIN EMPLOYEES, TO PROVIDE FOR EXCEPTIONS, TO PROVIDE THAT IN REGARD TO CONTRACTS FOR CERTAIN PUBLIC WORKS THE STATE OR ANY POLITICAL SUBDIVISION SHALL NOT REQUIRE THAT A CONTRACTOR, SUBCONTRACTOR, MATERIAL SUPPLIER OR CARRIER ENGAGED IN PUBLIC WORKS BECOME A PARTY TO CERTAIN AGREEMENTS, TO PROVIDE 10 FOR STANDING AND TO PROVIDE FOR APPLICATION OF LAWS; AND PROVIDING 11 12 SEVERABILITY.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. LEGISLATIVE INTENT. The Legislature finds that construction contracts subject to union-only project labor agreements are always awarded exclusively to unionized contractors and that union-only project labor agreements eliminate merit shop contractors and their employees from winning and participating in construction projects. The Legislature also finds that by following outdated and inefficient union work rules, union-only project labor agreements increase the cost of construction projects. The Legislature finds that because ninety percent of Idaho's construction workforce are not union members and that less than ten percent of Idaho's construction workforce is unionized, there is a high likelihood that union workers from outside local areas would be given preference over qualified and available non-union workers on construction projects subject to union-only project labor agreements. Further, the Legislature finds that union-only project labor agreements run counter to the intent of this state's Right to Work Laws by requiring that the employer or contractor sign an agreement -- the Project Labor Agreement -- with a union in order to contract for the project. The practical result is that workers are required to join a union in order to gain access to the work project. Finally, the Legislature recognizes that a 2005 report from the Associated Builders and Contractors, Inc., finds poor performance and other numerous failures on union-only project labor agreements.

SECTION 2. That Chapter 20, Title 44, Idaho Code, be, and the same is hereby amended by the addition thereto of a NEW SECTION, to be known and designated as Section 44-2013, Idaho Code, and to read as follows:

44-2013. PUBLIC WORKS -- WAGES. Notwithstanding any other provision found in chapter 10, title 44, Idaho Code, and chapter 57, title 67, Idaho Code, the following shall apply:

(1) This act shall be known as the "Open Access to Work Act."

(2) For purposes of this section, the following terms have the following meanings:

- (a) "Political subdivision" means the state of Idaho, or any county, city, school district, sewer district, fire district, or any other taxing subdivision or district of any public or quasi-public corporation of the state, or any agency thereof, or with any other public board, body, commission, department or agency, or officer or representative thereof.
- (b) "Public works" shall have the same meaning as that provided for "public works construction" in section 54-1901, Idaho Code.
- (3) (a) Except as provided in subsection (2) (b) of this section or as required by federal or state law, the state or any political subdivision that contracts for the construction, alteration, equipping, furnishing, maintenance, repair or improvement of public works shall not require that a contractor, subcontractor, material supplier or carrier engaged in the construction, alteration, equipping, furnishing, maintenance, repair or improvement of public works pay its employees:
 - (i) A predetermined amount of wages or wage rate; or
 - (ii) A type, amount or rate of employee benefits.
- (b) Subsection (2) (a) of this section shall not apply when federal law requires the payment of prevailing or minimum wages to persons working on projects funded in whole or in part by federal funds.
- (4) The state or any political subdivision that contracts for the construction, alteration, equipping, furnishing, maintenance, repair or improvement of public works shall not require that a contractor, subcontractor, material supplier or carrier engaged in the construction, alteration, equipping, furnishing, maintenance, repair or improvement of public works execute or otherwise become a party to any project labor agreement, collective bargaining agreement, prehire agreement or any other agreement with employees, their representatives or any labor organization as a condition of bidding, negotiating, being awarded or performing work on a public works project.
- (5) Any interested party, which shall include a bidder, offeror, contractor, subcontractor or taxpayer, shall have standing to challenge any bid award, specification, project agreement, controlling document, grant or cooperative agreement that violated the provisions of this section, and such interested party shall be awarded costs and attorney's fees in the event that such challenge prevails.
- (6) The provisions of this section apply to any contract executed after July 1, 2010.

SECTION 3. SEVERABILITY. The provisions of this act are hereby declared to be severable and if any provision of this act or the application of such provision to any person or circumstance is declared invalid for any reason, such declaration shall not affect the validity of the remaining portions of this act.