# **Apprenticeship Program**

#### **Proposed Ordinance for Adoption**

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#### **Action**

Move to adopt Ordinance No. 6741 amending Bellevue City Code Chapter 4.28 to establish apprenticeship utilization requirements for certain public works projects.

## Agenda

- 1. Background
- 2. Proposed ordinance
- 3. Next steps



# **Background**

Date	Action
02/14/22	<b>Council Meeting:</b> Apprenticeship utilization program introduced; staff research authorized
	Staff research begins
11/21/22	<b>Budget Adoption:</b> Funding for apprenticeship program implementation and management
02/27/23	<b>Study Session:</b> Staff presents proposed apprenticeship program, Council direction to conduct additional stakeholder outreach
	Staff conducts additional outreach
04/17/23	<b>Study Session:</b> Staff presents stakeholder feedback; Council direction to return with ordinance after governor's decision on HB 1050, incorporating HB 1050, and not including enforcement.
05/09/23	HB 1050 signed by governor

### **HB 1050**



- HB 1050: State apprenticeship utilization requirements will apply to municipalities
- Effective: 7/1/24
- Monetary threshold: Step down
- Enforcement: Incentives and penalties
- Technical assistance: L&I and MRSC

### **Proposed Ordinance**

- Effective: 9/1/23 (delayed)
- Requirement: 15% of labor hours performed by apprentices on public works with estimated cost of \$2 M+
- Conformance with HB 1050:
   Threshold reduces to
  - \$1.5 M on 7/1/26
  - \$1 M on 7/1/28



### **Proposed Ordinance**



- Waiver/reduction: Updates to conform with HB 1050
- FAM: Administration, monitoring, and reporting
- Enforcement: Debarment removed; no enforcement.

# Comparison

	HB 1050	Proposed Ordinance No. 6741
Apprentice utilization	15%	Same
Monetary threshold	<ul> <li>\$2 M effective 7/1/2024</li> <li>\$1.5 M 7/1/2026</li> <li>\$1 M 7/1/2028</li> </ul>	Same, except effective 9/1/2023
Waiver	<ul> <li>Lack of available apprentices</li> <li>High material to labor cost</li> <li>Good faith effort</li> <li>Other criteria allowed</li> </ul>	<ul><li>Same + other criteria:</li><li>Conflict with state/federal/grant</li><li>Displacement of workforce</li><li>Emergency</li></ul>
Monitoring & reporting	Municipality responsible for monitoring and reporting to L&I	FAM responsible for monitoring and reporting to L&I
Enforcement	Financial incentives & penalties	None specified (to be amended)
Small, veteran, and WMBE	L&I one-time report on outcomes	FAM annual report on outcomes

### **Next steps**

#### If ordinance adopted:

- Staff to prepare for implementation
- Engage with L&I and MRSC on enforcement guidance
- Before HB 1050 takes effect on 7/1/24, return to
   Council with proposed amendments for enforcement





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