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SENATE BILL NO. 242

Offered January 11, 2012 Prefiled January 10, 2012

A BILL to amend the Code of Virginia by adding a section numbered 2.2-4321.2, relating to contracts with state agencies for public works; agreements with labor organizations.

Patrons-Obenshain, Black, Blevins, Carrico, Garrett, Hanger, Martin, McDougle, McWaters, Newman, Norment, Reeves, Ruff, Smith, Stanley, Stosch, Stuart, Vogel, Wagner and Watkins

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Referred to Committee on General Laws and Technology

Be it enacted by the General Assembly of Virginia: 10

1. That the Code of Virginia is amended by adding a section numbered 2.2-4321.2 as follows: 11 § 2.2-4321.2. Public works contract requirements. 12

A. As used in this section:

13 14 "Public works" means the operation, erection, construction, alteration, improvement, maintenance, or

15 repair of any public facility or immovable property owned, used, or leased by a state agency.

"State agency" means any authority, board, department, instrumentality, institution, agency, or other 16 unit of state government. "State agency" shall not include any county, city, or town. 17

B. Except as provided in subsection F or as required by federal law, each state agency, when 18 19 engaged in procuring products or services or letting contracts for construction, manufacture, maintenance, or operation of public works paid for in whole or in part by state funds, or when 20 21 overseeing or administering such procurement, construction, manufacture, maintenance, or operation, 22 shall ensure that neither the state agency nor any construction manager acting on behalf of the state 23 agency shall, in its bid specifications, project agreements, or other controlling documents: 24

1. Require or prohibit bidders, offerors, contractors, or subcontractors to enter into or adhere to agreements with one or more labor organizations, on the same or related public works projects; or

26 2. Otherwise discriminate against bidders, offerors, contractors, subcontractors, or operators for 27 becoming or refusing to become or remain signatories or otherwise to adhere to agreements with one or 28 more labor organizations, on the same or other related public works projects. 29

Nothing in this subsection shall prohibit contractors or subcontractors from voluntarily entering into 30 agreements described in subdivision 1.

31 A state agency issuing grants, providing financial assistance, or entering into cooperative С. 32 agreements for the construction, manufacture, maintenance, or operation of public works shall ensure 33 that neither the bid specifications, project agreements, nor other controlling documents therefor awarded 34 by recipients of grants or financial assistance or by parties to cooperative agreements, nor those of any 35 construction manager acting on behalf of such recipients, shall: 36

1. Require or prohibit bidders, offerors, contractors, or subcontractors to enter into or adhere to agreements with one or more labor organizations, on the same or related projects; or

38 2. Otherwise discriminate against bidders, offerors, contractors, subcontractors, or operators for 39 becoming or refusing to become or remain signatories or otherwise to adhere to agreements with one or 40 more labor organizations, on the same or other related projects.

D. If an awarding authority, a recipient of grants or financial assistance, a party to a cooperative 41 agreement, or a construction manager acting on behalf of any of them performs in a manner contrary to 42 the provisions of subsection B or C, the state agency awarding the contract, grant, or assistance shall 43 44 be entitled to injunctive relief to prevent any violation of this section.

45 E. Any interested party, which shall include a bidder, offeror, contractor, subcontractor, operator, or taxpayer, shall have standing to challenge any bid specification, project agreement, neutrality 46 47 agreement, controlling document, grant, or cooperative agreement that violates the provisions of this 48 section. Furthermore, such interested party shall be entitled to injunctive relief to prevent any violation 49 of this section. 50

F. The provisions of this section shall not:

51 1. Apply to any public-private agreement for any construction or infrastructure project in which the 52 private body, as a condition of its investment or partnership with the state agency, requires that the 53 private body have the right to control its labor relations policy with its own employees and the employees of its contractors and subcontractors in any manner permitted by the National Labor Relations Act, 29 U.S.C. § 151 et seq.; 54 55

2. Prohibit an employer or any other person covered by the National Labor Relations Act from 56 57 entering into agreements or engaging in any other activity protected by law; or

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58 3. Be interpreted to interfere with the labor relations of persons covered by the National Labor
59 Relations Act.