

County Administrator's Office

Project Labor Agreement Policy Update

May 3, 2022

Project Labor Agreement Ad Hoc

- Project Labor Agreement: Collective bargaining agreements negotiated for construction projects typically between the County as project owner and the local building trade unions.
- Ad Hoc Goals: Explore updates to the County's PLA policies to meet the following goals:
 - Increasing local job creation
 - Supporting training and internship opportunities in the building trades
 - Avoiding costly labor disruptions or work stoppages
 - Ensuring adequate health, welfare and retirement benefits for workers
 - Avoiding significant increases in County project costs
 - Supporting the County's commitment to achieving racial equity.



Project Labor Agreement Ad Hoc

- Research from other Jurisdictions
- Equity Analysis
- Stakeholder Outreach:
 - ABC NorCal/Pacific Advocacy Group
 - Behler Construction Company
 - Coalition for Fair Employment in Construction
 - North Bay Building and Construction Trades Council
 - North Bay Jobs with Justice
 - North Bay Trades Introduction Program
 - Q&D Construction
 - Western Water



Research of Other Jurisdictions

| | City of San Jose | City of San Jose | Santa Clara Valley Water District | Santa Rosa City Schools | Alameda County | Sonoma County | Santa Rosa Junior College |
|---|---|--|--------------------------------------|---|--|--|---|
| Date Approved | 6/20/2002 | 3/28/2019 | 1/11/2022 | Out for execution | 9/22/2020 | 1/28/2014 | 2017 |
| Term | | 3 years | Ş | Ş | 10 years | No term, project specific | Project Specific |
| Threshold | NA | >\$3M | >\$2M | no | >1M for most projects, >\$3M for Public Works projects | | Project Specific |
| Project Specific or All Capital Projects | Project Specific | Project Specific if meeting threshold | All projects meeting threshold | Left to the discretion of the School District | | All projects meeting threshold | Project Specific |
| Labor | Santa Clara and San Benito County Building Trades | Santa Clara and San Benito County Building Trades | | Sonoma & Mendocino County Building Trades | of Alameda County | North Bay Building and Construction Trades Council | Sonoma, Lake & Mendocino Counties Building and Construction Trades Council |



Key Policy Elements

- Threshold amount
- Exempting emergency work
- Including Water Agency, Fairgrounds, Airport
- Certified payroll
- Core workforce



Ad Hoc Recommendations for PLA Policy Updates

- Lowering PLA threshold at least 20% (\$8M)
- Exempting emergency and disaster response projects



Recommended Actions

- 1. Accept the report of the Project Labor Agreement Policy Update Review Ad Hoc committee.
- 2. Adopt recommendation to lower the cost threshold in the County's Project Labor Agreement Policy.
- 3. Adopt recommendation to exempt emergency and disaster response work from the Project Labor threshold requirement.

