Santa Clara Valley Water District Capital Improvement Program Committee Meeting Information on Project Labor Agreements

April 17, 2019

SPEAKER NOTES

David Bini, SC/SB Counties Building and Construction Trades Council (Track 29, 03:50 – Track 30, 04:05)

- Every district within Santa Clara County that has entered into a PLA agreement has been satisfied with the results, and has extended or renewed PLAs for subsequent terms
- The Building and Trades Council represents up to 75% of each of the individual construction industry crafts, locally
- Contractors with work forces up to 2,500 are not impacted by PLA's as alleged by Mr. Christen, as even on the largest jobs, rarely are more than 100 workers assigned, and at that it is only for a temporary portion of peak construction
- The SC/SB Counties Building and Construction Trades Council, and the Associated Builders and Contractors Northern California Chapter train 30,000 and 500 respectively
- Minorities are more highly represented in union construction trades
- PLA's deliver labor harmony

Cherie Cabral, SC/SB Counties Building and Construction Trades Council (Track 30, 04:15 – Track 33, 00:27)

- Use of PLA's across the state has increased by 500% since 2008, have been in use since the 1930's, and were used for Hoover and Coulee Dams
- PLA's ensure tax payer dollars are spent locally
- The City of Selma Police Station Project came in over budget because the original engineers estimate did not include critical components such as security cameras and a fenced area for patrol car parking and officer access to the facility
- Patterns of bids being over engineer estimates are resulting from estimates being established 5-6 years before projects bid, and the state of the economy at that time
- As of 2019, reports show that there are 850,000 construction workers, and 82,000 apprentices, in the State of California. The Building and Trades Council represents an excess 400,000 construction workers, and 80,000 apprentices.
- Non Union apprentices represent 1% of the apprentices total apprentices in California, and have a 0-30% annual graduation rate.
- Public agencies within the State of California have no way to stipulate their PLAs as union only agreements. This violates Public Contract Section 2500.

Frank Biehl, SC/SB Counties Building and Construction Trades Council (Track 33, 00:50 – Track 34: 00:30)

- Information on results from a study of 88 California Community Colleges, and the opinion of College of Marin regarding their 3 PLA vs. 4 non-PLA experiences, as sited in Attachment 9, shows that using PLAs resulted in more bidders per project, than non-PLA projects, and resulted in more frequent receipt of bids below engineer's estimate
- In 2010 the Building and Trades Council spent \$230 million to produce 15,200

apprenticeships, while non-union agencies spent \$28 million to produce 420 apprenticeships. A total of 72,400 union, and 2,050 non-union apprenticeships were produced between 2010 and 2015.

• Most PLA's are private agreements between Building and Trade agencies and contractors, and not public agreements