ENGROSSED	SENATE	\mathtt{BILL}	5958
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State of Washington 66th Legislature 2019 Regular Session

By Senators Lovelett and Nguyen

1 AN ACT Relating to public works contracts and interlocal 2 agreements; and amending RCW 39.34.030.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 39.34.030 and 2015 c 232 s 1 are each amended to 5 read as follows:

6 (1) Any power or powers, privileges or authority exercised or 7 capable of exercise by a public agency of this state may be exercised and enjoyed jointly with any other public agency of this state having 8 the power or powers, privilege or authority, and jointly with any 9 10 public agency of any other state or of the United States to the 11 extent that laws of such other state or of the United States permit 12 such joint exercise or enjoyment. Any agency of the state government when acting jointly with any public agency may exercise and enjoy all 13 14 of the powers, privileges and authority conferred by this chapter 15 upon a public agency.

16 (2) Any two or more public agencies may enter into agreements 17 with one another for joint or cooperative action pursuant to the 18 provisions of this chapter, except that any such joint or cooperative 19 action by public agencies which are educational service districts 20 and/or school districts shall comply with the provisions of RCW 21 28A.320.080. Appropriate action by ordinance, resolution or otherwise 1 pursuant to law of the governing bodies of the participating public 2 agencies shall be necessary before any such agreement may enter into 3 force.

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(3) Any such agreement shall specify the following:

5 (a) Its duration;

6 (b) The precise organization, composition and nature of any separate legal or administrative entity created thereby together with 7 the powers delegated thereto, provided such entity may be legally 8 created. Such entity may include a nonprofit corporation organized 9 pursuant to chapter 24.03 or 24.06 RCW whose membership is limited 10 11 solely to the participating public agencies or a partnership organized pursuant to chapter 25.04 or 25.05 RCW whose partners are 12 limited solely to participating public agencies, or a limited 13 liability company organized under chapter 25.15 RCW whose membership 14 is limited solely to participating public agencies, and the funds of 15 16 any such corporation, partnership, or limited liability company shall 17 be subject to audit in the manner provided by law for the auditing of 18 public funds;

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(c) Its purpose or purposes;

20 (d) The manner of financing the joint or cooperative undertaking21 and of establishing and maintaining a budget therefor;

22 (e) The permissible method or methods to be employed in 23 accomplishing the partial or complete termination of the agreement 24 and for disposing of property upon such partial or complete 25 termination; and

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(f) Any other necessary and proper matters.

(4) In the event that the agreement does not establish a separate legal entity to conduct the joint or cooperative undertaking, the agreement shall contain, in addition to provisions specified in subsection (3)(a), (c), (d), (e), and (f) of this section, the following:

(a) Provision for an administrator or a joint board responsible
for administering the joint or cooperative undertaking. In the case
of a joint board, public agencies that are party to the agreement
shall be represented; and

36 (b) The manner of acquiring, holding and disposing of real and 37 personal property used in the joint or cooperative undertaking. Any 38 joint board is authorized to establish a special fund with a state, 39 county, city, or district treasurer servicing an involved public 40 agency designated "Operating fund of joint board." 1 (5) No agreement made pursuant to this chapter relieves any 2 public agency of any obligation or responsibility imposed upon it by 3 law except that:

4 (a) To the extent of actual and timely performance thereof by a 5 joint board or other legal or administrative entity created by an 6 agreement made pursuant to this chapter, the performance may be 7 offered in satisfaction of the obligation or responsibility; and

(b) With respect to one or more public agencies purchasing or 8 otherwise contracting through a bid, proposal, or contract awarded by 9 another public agency or by a group of public agencies, any 10 ((statutory)) obligation ((to provide notice for)) with respect to 11 12 <u>competitive</u> bids or proposals that applies to the public agencies involved is satisfied if the public agency or group of public 13 agencies that awarded the bid, proposal, or contract complied with 14 its own statutory requirements and either (i) posted the bid or 15 16 solicitation notice on a web site established and maintained by a 17 public agency, purchasing cooperative, or similar service provider, 18 for purposes of posting public notice of bid or proposal 19 solicitations, or (ii) provided an access link on the state's web portal to the notice. 20

(6) (a) Any two or more public agencies may enter into a contract providing for the joint utilization of architectural or engineering services if:

(i) The agency contracting with the architectural or engineering
firm complies with the requirements for contracting for such services
under chapter 39.80 RCW; and

(ii) The services to be provided to the other agency or agencies are related to, and within the general scope of, the services the architectural or engineering firm was selected to perform.

30 (b) Any agreement providing for the joint utilization of 31 architectural or engineering services under this subsection must be 32 executed for a scope of work specifically detailed in the agreement 33 and must be entered into prior to commencement of procurement of such 34 services under chapter 39.80 RCW.

35 (7) Financing of joint projects by agreement shall be as provided 36 by law.

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