

FISCAL NOTE FOR NON-CAPITAL PROJECTS

Department:	Contact Person/Phone:	CBO Analyst/Phone:
Legislative	Patricia Lee	

Legislation Title:

A RESOLUTION extending the ad hoc Construction Careers Advisory Committee established under Resolution 31485, to continue its work to develop a report with recommendations to the Mayor and City Council on strategies to improve access to construction careers for women, people of color and otherwise disadvantaged individuals and in particular those who are also Seattle residents, including recommendations for a targeted hire policy and related programming.

Summary of the Legislation:

This Resolution would extend the ad hoc Construction Careers Advisory Committee (CCAC) convened by the Mayor and City Council to review the demographics of the Seattle and King County construction workforce the construction workforce working on City of Seattle funded projects, and the unemployed construction workforce, current pre- apprenticeship, apprenticeship programs and workforce training programs, including barriers to participation, estimates of future City of Seattle capital expenditures, projected construction labor demand for Seattle and the nearby jurisdictions by trade and an analysis of targeted hiring models employed by other public agencies across the country. The CCAC is requested to develop a report with recommendations to the Mayor and City Council on strategies to improve access to construction careers for women, people of color and otherwise disadvantaged individuals and in particular those who are also Seattle residents, including a targeted hire policy and related programming.

Background:

The UCLA Labor Center reviewed 33 public works projects funded by the City of Seattle for the period 2009-2013. They found 6% of the laborforce were City of Seattle residents, 25% resided in King County, 53% resided in Pierce and Snohomish Counties and 16% resided outside these areas.

In 2011 the unemployment rate in Seattle-Tacoma-Bellevue was 8.9%; however, the unemployment rates differed by race and gender; white men were at 8.7%, African American men and women were at 18.1%, Latino men and women were at 13.9%, Asian Pacific Islander men and women were at 6.5%, and women who maintain families were at 10.6%.

The City of Seattle has been a strong supporter of pre-apprenticeship and apprenticeship programs and a strong supporter of women and minority owned businesses.

San Francisco adopted a targeted local hire ordinance in 2010 requiring contractors to hire a percentage of local residents from San Francisco, and their Annual Report states that 34 percent in 2012 and 32 percent in 2013 of all craft hours were worked by San Francisco residents; and 60 percent in 2012 and 56 percent in 2013 of all apprentice hours were worked by San Francisco residents.

The City of Los Angeles adopted another solution to encourage local employment, by covering construction projects totaling \$1 billion dollars in value with a targeted hiring Project Labor Agreement (PLA) with Community Workforce provisions for targeted hiring and currently, Los Angeles has 33 percent of total craft hours and 23 percent of apprenticeship hours on these projects performed by local workers.

Please check one of the following:

This legislation does not have any financial implications.

Other Implications:

- a) **Does the legislation have indirect financial implications, or long-term implications?**
No
- b) **What is the financial cost of not implementing the legislation?** N/A
- c) **Does this legislation affect any departments besides the originating department?** The Department of Finance and Administrative Services is staffing and will continue to staff the CCAC.
- d) **What are the possible alternatives to the legislation that could achieve the same or similar objectives?** None, the CCAC will sunset at the end of March 2014 unless it is extended.
- e) **Is a public hearing required for this legislation?**
No
- f) **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**
No
- g) **Does this legislation affect a piece of property?** No
- h) **Other Issues:** N/A

List attachments to the fiscal note below: N/A