200157.

1	-ORDINANCE NO. XXXXXX
2	An ordinance of the City of Gainesville, Florida, amending the
3	Code of Ordinances to create under Chapter 2
4	(Administration), Article XIII, together with Sections 2-653
5	through 2-6578, for the purpose of establishing a preference in
6	the award of contracts requirements and incentives for
7 8	Contractors who employ apprentices on City construction projects; providing directions to the codifier; providing a
9	severability clause; providing a repealing clause; and providing
10	an effective date.
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13	WHEREAS, Journey Level construction workers are retiring in greater numbers than the
14	number of applicants who are available to replace them, which in turn is creating a shortage of
15	skilled construction workers; and
16	WHEREAS, the shortage of workers with craft labor skills creates a serious challenge
17	not only to the City and its capital improvements projects, but to the economic health of the
18	community as a whole; and
19	WHEREAS, the City recognizes that organized, formal apprenticeship training programs
20	are an effective means of providing training and experience to individuals in construction skills
21	and safety procedures; and
22	WHEREAS, the City Commission has determined that City contracted construction
23	projects present a significant opportunity to promote and sustain employment of apprentices in
24	the construction trades; and
25	WHEREAS, at least 10 days' notice has been given once by publication in a newspaper
26	of general circulation notifying the public of this proposed ordinance and of public hearings to be
27	held in the City Commission Auditorium, City Hall, City of Gainesville; and
28	WHEREAS, the public hearings were held pursuant to the published notice described a
29	which hearings the parties in interest and all others had an opportunity to be and were, in fac
30	heard.
31	NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE
32	CITY OF GAINESVILLE, FLORIDA:
33	Section 1. A new Article numbered XIII and titled "APPRENTICE PREFERENCE
34	POLICY Requirements for Receiving Preference in Bidding on City Construction Projects Which
35 36	Allow for Employing Apprentices" is hereby established within Chapter 2 - Administration, and reads as set forth below. The remainder of Chapter 2 remains in full forces and effect.
	·

CODE: Words stricken are deletions; words underlined are additions.

CHAPTER 2 - ADMINISTRATION

ArticleRTICLE XIII. - Requirements for Receiving APPRENTICE PREFERENCE 38

39 POLICYPreference in Bidding on City Construction Projects Which Allow for Employing 40

Apprentices

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Sec. 2-653. – Findings of fact.

WHEREAS, Journey Level construction workers are retiring in greater numbers than the number of applicants who are available to replace them, which in turn is creating a shortage of skilled construction workers: and

WHEREAS, The shortage of skilled workers with craft labor skills createsposes a serious challenge not only to the City and its capital improvements projects, but to the economic health of the community as a whole; and

WHEREAS, tThe City recognizes that organized, formal apprenticeship training programs are an effective means of providing training and experience to individuals in construction skills and safety procedures. To this end, the and

WHEREAS, the City Commission has determined that City-contracted construction projects present a significant opportunity to promote and sustain employment of apprentices in the construction trades. ; and

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Sec. 2-6543. - Definitions.

[The following words and phrases as used in this article shall have the following meanings unless a different meaning is clearly required by the context:]

Apprentice means any person who is enrolled and participating in an apprenticeship program registered with the State of Florida Department of Education and/or the United States Department of Labor. If the work required on a City construction project calls for training in an area for which no the State of Florida Department of Education and/or United States Department of Labor approved program exists, apprentice shall mean any person who is participating in an industry certification training program or a company-sponsored training program related to the work being performed on a City construction project.

Bid (noun) means any bid, proposal, statement of qualifications, etc. that is submitted in response to a solicitation for such issued by the City.

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Commented [DJD1]: GRU staff recommend deleting all language after 1st sentence. St. Pete procurement staff have indicated that restricting apprenticeship programs to only state or DOL programs makes it difficult to find apprentices in programs that are targeted to public projects like street paving, sidewalk repair, utilities, etc.

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CODE: Words stricken are deletions; words underlined are additions.

Bidder means any individual, firm, corporation, partnership, company, association, joint venture, or other entity that seeks the award of a construction contract.

City means the City of Gainesville Municipal Corporation and/or Gainesville Regional Utilities.

Construction project (-or "project") means any project or construction -work project contracted by the City and/or paid for with City funds, the the total bid price of which of which equals or exceeds \$500,000.00₅. As used within the context of this ordinance, the terms construction project and construction work may be used interchangeably.

Construction means the and which involves the building (verb), altering, repairing, improving, demolishing or replacing of of any public structure, building, roadway, utility or other public improvement. Within the context of this ordinance, the terms construction project and construction work may be used interchangeably.

Cooperative purchasing agreement means materials, equipment or services purchased under the terms and conditions of another local, state, federal, or other public agency's bid, or cooperative bids put together by other public agencies.

Disadvantaged worker means either a person who has a criminal record or a person who received public assistance benefits within the twelve (12) months preceding employment by the Prime contractor or subcontractor.

Employ shall mean to permit a person to work for wages.

Payroll records means the records pertaining to employees that document their name, address, employee classification, rate of pay, daily and weekly number of hours worked, deductions made and actual wages paid.

Prime contractor means:

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- (1) A party to a contract for a construction project.
- (2) A managing corporate officer of a party to a contract for a construction project who has personal involvement or responsibility in obtaining such contract or in supervising or performing the work prescribed by such contract; or
- (3) A person or entity with more than fifty percent (50%) ownership interest in a party to a contract for a construction project.

Subcontractor means a person or company that performs through a secondary contract with the Prime Contractor some or all of the obligations of the Prime Contractor.

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Commented [DJD2]: GRU staff recommend clarifying that the "value" (\$500K) used here is the anticipated bid price award for the contract being put out for bid.

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Commented [DJD3]: Should this definition be deleted? Employment of disadvantaged workers is not discussed anywhere else in the document.

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Work hours means the actual time that is spent working on the site of a construction project by workers who are employed by contractors or subcontractors on the construction project, or who are performing offsite fabrication in direct support of the construction project. Work hours excludes any hours worked by forepersons, superintendents, owners, professionals (such as architects, engineers or surveyors), or administrative/office staff.

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Section 2-6545. – Requirements a <u>Bidder must comply with to qualify for for Receiving an Apprentice Ppreference in when Bbidding on City Cconstruction Pprojects Which Allow for Employing Apprentices.</u>

In the bidding of, or letting of contracts for construction work projects as defined herein, the City Commission, or other purchasing authority of the City, may give a preference to bids from Prime contractors who commit to employing apprentices as part of the labor force that is engaged on a construction project. Contractors must be able to demonstrate that at least ten percent (10%) of all labor hours associated with the project will be comprised of registered apprentices. -The amount of the preference given for meeting this requirement may not exceed five percent (5%) of the bidder's total bid price, as described below, but under no circumstances shall the cost differential exceed \$25,000.00. The following process outlines the steps that must be followed required to qualify bids to receive this incentive:

- (a) The City department responsible for issuing a solicitation for construction work shall determine, in consultation with the project engineer, architect, Procurement staff, or other knowledgeable persons as necessary, a percentage of the total project construction work hours which can be performed by apprentices as a form of on the job training. This percentage may be subsequently adjusted to reflect comments, concerns and/or recommendations submitted by potential bidders during the appropriate portions of the solicitation process.
- (b)(a) To qualify for an apprentice_based_preference, a Prime contractor responding to a solicitation associated with a construction project must submit a description of their proposed apprentice employment as part of their bid. The description should include, at a minimum:
 - (1) Total work hours estimated for the construction project;
 - (2) A demonstration that the percentage of total work hours proposed to be performed by apprentices is achievable under the contractor's project work schedule;
 - (3) The estimated duration of the employment of the apprentices; and,
 - (4) Documentation outlining the type(s) of training and/or certification(s) apprentices can expect to gain as a result of their employment on the project, and the agency or entity who is responsible for overseeing the apprenticeship program under which the training or certification is being provided.

Commented [DJD4]: GRU staff are concerned that making the percentage of work completed by an apprentice variable will lead to inconsistency across the organization and confusion for contractors. GRU staff recommend a consistent measure.

(e)(b) In addition to those criteria listed in 2-6545(b), eligibility for an apprentice-based
preference shall be determined on a "per project" basis. As such, a Prime contractor
may not combine apprentice employment from previous or multiple on-going project
as a means of qualifying for an apprentice-based preference. A Prime contractor
may, however, include in their application for a preference those apprentices and/or
apprenticeship programs which are supported by one or more of their subcontractors
employed on the construction project being bid.

- (d)(c) For purposes of determining An apprentice based preference awarded to a Prime contractor is limited to a maximum of ten percent (10%) of the contractors' total bid price, as further discussed below, but in no case shall the cost differential exceed \$50,000.00. Total bid price the applicability of the Apprentice preference to a particular construction project, the total bid price shall include not only the base bid price but also any adjustments to the base bid price which are a result of alternates requested by the City.
- (e) A Prime contractor who qualifies for an aApprentice-based preference may is not restricted from applying for any other types of bidding preference which may be available to thems (such as a Local Preference or a Small or Service-disabled Veteran Business Preference) which they may be entitled to receive.
- (f) The preference percentage that is awarded to a Prime contractor for employing apprentices may be adjusted by the City up to a maximum figure of ten percent (10%) to reflect such factors as:
- (1) The number of apprentices that will be employed on the construction project;
- (2) The length of time the apprentices will be employed;

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- (3) Additional benefits beyond hourly wages apprentices are eligible to receive, including health benefits and/or assistance with transportation needs;
- (4) The employment of disadvantaged workers who are enrolled in an apprenticeship program;
- (5)(d) The contractor's commitment to supporting an apprenticeship program both during the time of construction and following completion of the project being bid.

Sec. 2-6556. – Prevailing Wage Rate Required; Exception for Conflict.

- (a) The Prime contractor shall be responsible for ensuring that any apprentices it or its subcontractors employs on a City construction project are paid wages not less than the advertised general prevailing wage rates for the work classification in which the apprentices are performing. The Prime contractor and its subcontractors shall ascertain and comply with all applicable general prevailing wage rates for apprentice and trades workers which are in effect as of the date the Prime contractor submits its response to a solicitation for construction work issued by the City.
- (b) Prevailing wage rates are determined by the most recent United States Department of Labor prevailing wage report. In the event of a conflict between the City's Living

Commented [DJD5]: GRU staff recommend limiting the preference percentage to a maximum of 5% of the total bid price, and no greater than \$25,000.

Commented [DJD6]: GRU staff would prefer that this incentive not be allowed to be combined with Local or Service-disabled Veteran Business preferences.

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Commented [DJD7]: GRU staff recommend sticking to 5% across the board to ensure that the preference is implemented uniformly and consistently across the city on all projects.

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Wage requirement and the prevailing wage requirement, the <u>higher prevailing</u> wage requirement-shall <u>apply unless pre-empted by Federal or State regulationsgovern</u>.

Sec. 2-6567. – Exemptions to Apprentice Preference Policy.

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The preference set forth in this article shall not apply to any of the following types of construction projects: Waiver of Apprenticeship Preference; Exceptions for Cooperative Purchasing Agreements and Inter-Local Agreements.

- (a) Projects where application of the Apprentice preference would be prohibited or in conflict with federal or state law or the terms of a federal or state grant applicable to the construction project.
- (b) Construction pProjects that are initiated under a cooperative purchasing agreement.
- (c) Projects or which are solicited through another public agency's procurement process as part of an inter-local agreement, are not subject to the requirements of this ordinance.
- (d) Projects initiated under an emergency situation,
- (e) Projects for which there are no registered apprenticeship programs for any of the work which is to be performed as part of the construction project.
- (a) The City may choose to waive a preference for employing apprentices in solicitation documents if it is determined by the issuing department that the construction project being bid involves a high proportion of equipment and materials costs compared to the anticipated labor hours, or that there is an insufficient number of apprentices available to meet the preference requirements. The issuing department shall submit a recommendation to this effect in writing to the City Commission upon presenting the contract for the construction project to the City Commission for approval.
- (b) Construction projects that are initiated under a cooperative purchasing agreement, or which are solicited through another public agency's procurement process as part of an inter-local agreement, are not subject to the requirements of this ordinance.

Sec. 2-6587. – Compliance; Documentation; Corrective Action; Enforcement.

- (a) The contract for a construction project between the City and a Prime contractor shall include a provision requiring the Prime contractor to comply with the requirements of this ordinance, if applicable preferential scoring was used in the awarding of the contract.
- (b) The Prime contractor must make, and require its subcontractors who employ apprentices to make, good faith efforts to replace any apprentice who can no longer work on a construction project with another apprentice in order to achieve the work hours and maintain the apprentice participation percentage required for the project.by the City.

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Commented [DJD8]: GRU staff suggest expanding exemptions to include more items. CM at Risk?

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Commented [DJD9]: Tony Cunningham, GRU, commented: Not excited about this one – but I guess it could be used the way it's written if really didn't want to use the apprenticeship incentive on a project – would not play out well publicly.

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Commented [DJD10]: GRU staff suggest expanding exemptions to include more items. CM at Risk?

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Commented [DJD11]: Tony Cunningham: Whole section is very burdensome on the contractor and subs (city staff also but more lots of work on contractors). If a project already has certified payroll being submitted (some PW projects will) these requirements aren't that different. Usually certified payrolls are required when project has federal funding. None of our W/WW projects submit a certified payroll so this would be an added level of administrative work on the project (both contractor and city). Not sure if projects in ES have certified payrolls already.

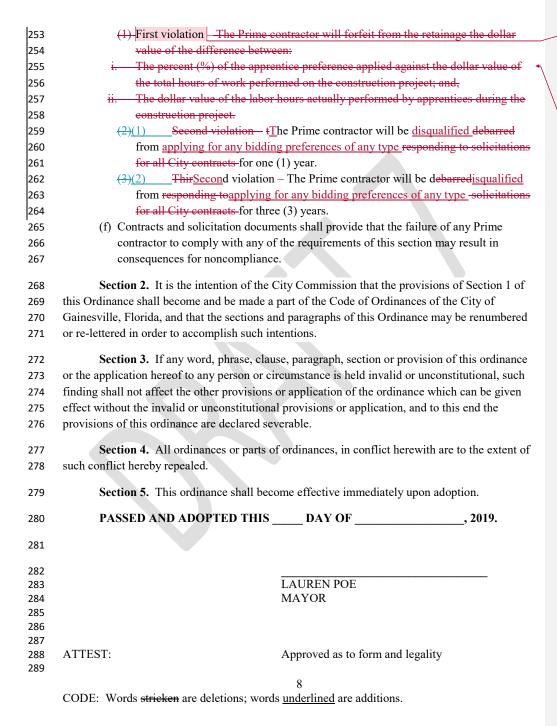
Commented [DJD12]: (Alternate wording suggested by Diane Wilson: "...if preferential scoring was used in the awarding of the contract.")

Commented [DJD13]: Tony Cunningham: What sets the "apprentice participation percentage" mentioned in this paragraph? Does city staff (refer to Section 2-654 (a))? OR Does contractor in bid submittal through the requirements in Section 2-654 (b) (2)? We would have to ensure that the agreed upon "apprentice participation percentage" was incorporated into the contract documents and signed by both parties. The PM will have manage the compliance of this program using the agreed upon apprentice participation percentage – so we don't want confusion here. (I could see city staff maybe missing mark on what participation is possible – then contractor being stuck with an unattainable program – hopefully this is set or agreed to with contractor at contract negotiation time period)

(c) The Prime contractor on a construction project shall be responsible for meeting
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- (d) The Prime contractor shall keep, and shall require its subcontractors who employ apprentices to keep, accurate records showing the total hours of work performed on a City construction project, and the name, address, trade classification, hours worked, evidence of apprenticeship status, and employment status of all apprentices asserted to meet the percentage required to qualify for an apprenticeship preference. In addition, the Prime contractor shall keep, and shall require its subcontractors who employ apprentices to keep, accurate payroll records for all apprentices which includes name, address, work classification, the straight time and overtime hours worked each day and each week, fringe benefits (if any), and the actual per diem wages paid to each apprentice hired in connection with a construction project. In the event that there is no work performed during a given week by an apprentice, the certified payroll record shall be annotated "No Work" for that week. The Prime contractor shall submit these records upon request or at a minimum on a quarterly cycle to the City department overseeing the construction project. on a quarterly eyele (or a shorter cycle if deemed more appropriate by the department) for the duration of the project. Records shall be cumulative for the duration of the construction project and shall indicate any new apprentice hires.
- (e) If the Prime contractor has not met the requirements of this section, the City department responsible for overseeing the construction project will provide to the Prime contractor a written notice of noncompliance. The Prime contractor will be required to present a corrective action plan within ten (10) days of such notice. Once the corrective action plan is approved by the overseeing department, the department will provide a time period for completion of the corrective action plan. The time period for completion of the corrective action plan shall not exceed thirty (30) days, unless the overseeing department determines that the Prime contractor has demonstrated to the department's satisfaction that a longer time period is necessary and in the best interest of the City. If the Prime contractor fails to correct the deficiency within the agreed upon time period, the overseeing department shall address such noncompliance as follows:

Commented [DJD14]: Bill Shepherd: add additional language to say: "...project upon request or at a minimum on a quarterly cycle..."



Commented [DJD15]: Tony Cunningham: Would suggest deleting the First Violation completely. Moving 2nd and 3rd up as 1st and 2nd violation. Also these violations are eliminating the contractor from bidding on any solicitations – seems little harsh (over an administrative program not a work quality or performance issue – we can't eliminate folks from bidding that easily for other construction issues) Would be more appropriate to not allow them to participate in the preferential bidding for 1 yrs (1st violation) and 3 yrs (2nd violation). Could make a 3rd violation that disbars from bidding for 1 yr if want to keep a bigger stick.

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293	OMICHELE D. GAINEY	NICOLLE M. SHALLEY		
294	CLERK OF THE COMMISSION	CITY ATTORNEY		
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297	This ordinance passed on first reading this day of, 2019.			
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299	This ordinance passed on second reading th	is day of	, 2019.	
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