

Washington State DEPARTMENT OF ENTERPRISE SERVICES

## Enterprise Services Policy No. POL-DES-EO 18-03

# Policy Regarding Executive Order 18-03

Applies to: This policy, effective immediately, applies to all state executive cabinet agencies and small cabinet agencies (collectively "covered agencies") and is designed to implement Executive Order 18-03 – Supporting Workers' Rights to Effectively Address Workplace Violations (dated June 12, 2018).

## Authorizing sources:

Executive Order 18-03

Effective date of this revision: July 10, 2024

Sunset review date: July 10, 2029 Sava C. Amith

## Approved by:

Tara C. Smith, Director

## **Reason for Policy**

This policy applies to competitive purchases and procurements of goods and/or services. Covered agencies may choose to extend this policy requirement beyond goods and/or services procurements to competitive purchases and procurements for public works, real estate, financial, etc.

Compliance with Executive Order 18-03 (EO 18-03) is expected for direct buy (non-competitive purchases) when reasonably practicable. The application and documentation of EO 18-03 in direct buy purchases shall be at the discretion of the covered agency.

## Policy

## 1. Requirement – Competitive Procurements for Goods and Services.

- a. Covered agencies, to the extent permissible under state and federal law, when competitively procuring goods and/or services, shall seek to contract with individuals and firms that can demonstrate or certify that their employees are not required, as a condition of employment, to agree to mandatory individual arbitration requirements and class or collective action waivers.
  - i. The bid preference for such certification shall not exceed five percent (5%).

## 2. Reporting Requirements for EO 18-03.

- a. For competitive procurements of goods/services, covered agencies shall utilize the Washington's Electronic Business Solution (WEBS) system to track and report the following data:
  - i. Competitive procurements that included an EO 18-03 Contractor certification and EO 18-03 procurement preference.
  - ii. Awarded contracts resulting from competitive procurements that included a contractor representation and warranty that the contractor did not require its employees, as a condition

of employment, to agree to mandatory individual arbitration requirements and class or collective action waivers.

- b. Covered agencies, at their discretion, may report the same information set forth above for competitive procurements other than goods/services competitive procurements (e.g., public works) and/or direct buy and sole source purchases from an EO 18-03 certified vendor.
- c. Covered agencies must report the EO 18-03 compliance through the Washington's Electronic Business Solution (WEBS).

#### Procedure

- Procedure: <u>18-03 Worker's Rights Documini</u>
- Procedure: <u>18-03 Worker's Rights Desk Aid</u>

## Resources

- EO 18-03 Webpage: includes contract certification, solicitation, and other resources
- Frequently Asked Questions: <u>DES-FAQ-EO 18-03</u>
- Washington State Procurement Manual: includes tools and templates to support procurement laws and policies.

## History

Originally adopted: July 01, 2019

#### Revision date: June 1, 2024

- Clarified the "Reason for Policy" section with additional information.
- Created a stand-alone FAQ document.
- Clarified bid preference award in FAQ with examples.
- Reformatted the policy to make it easy to follow.