June 17, 2019

The VOICE of Construction

INDUSTRY NEWS

Round 2 for Vista Unified's Potential PLA - A Promise is Still a Promise
Brad Barnum, Executive Vice President

As we reported about three weeks ago, the Vista Unified School District is embarking on an effort to put a Project Labor Agreement (PLA) on its $247 million Measure LL bond measure that was passed in November 2018 by 68.6% of the voters. In the ballot measure was a District Governing Board commitment for fair and open competition. Once again, let's look at that WRITTEN commitment:

WHEREAS, the San Diego County Taxpayers Association has published criteria that it believes provides the level and type of accountability that local taxpayers deserve from their public servants, including the District, and the Board is committed to meeting those criteria at a high standard if an election is successful.

As stewards of public funds...the Board desires to develop and implement a fiscally responsible, accountable and transparent bond-funded construction program, and commits to conducting such a program with the following principles and actions:

(e) The District will promote fair and open competition for all capital projects funded with bond proceeds...

These three paragraphs are a promise to taxpayers that the District's Board Members will be "stewards of public funds" and will "develop and implement a fiscally responsible, accountable and transparent bond-funded construction program." AGC reiterated the importance of keeping this promise at the June 4 meeting of a Superintendent...
Advisory Committee, which has been created to make a recommendation to the Board in the coming months.

At the Advisory Committee meeting, which was attended by one Board member, District staff, teachers, and parents, and members from the Citizens' Bond Oversight Committee, both AGC (Brad Barnum) and the Building Trades (Tom Lemmon and Bernadette Butkiewicz) had 15 minutes to make our respective points. Pete Saucedo, Executive Director of AGC's Apprenticeship program, Jeff Hinds, President of Ace Electric, and Eric Christen of the Coalition for Fair Employment in Construction provided additional comments and helped answer questions from the committee members.

What was quite clear at the meeting was an overwhelming concern about the potential increase in project costs due to a PLA, and what impact that could have for future projects. Some of the projects promised to voters would be in jeopardy. Other issues raised by committee members included the importance of reviewing the past experience of work without a PLA, the importance of a good contractor prequalification program, and workforce shortages. A request was made for both sides of the PLA argument to provide more detailed/factual information at the next meeting.

AGC appreciated the invitation by Superintendent Kimble to present to the Advisory Committee, and we look forward to participating in the second meeting, which is scheduled to be held this Thursday, 4:30 - 6:00 PM at the District Offices. The format of the meeting will be the same, and it is expected that one, but no more than two, Board Members will be in attendance.

The final take-away from the first Advisory Committee meeting can be summed up by a comment from a committee member: "This is about values, and the trust in the Board members to do what is in the best interest of all students." AGC couldn't agree more, as we strongly support efforts to improve school facilities that will enable students to obtain a quality education. Many school modernization and new construction projects are long overdue, but a PLA on Measure LL projects will jeopardize the completion of some of those projects.

Vista Unified, keep your promise to the voters and build a good learning environment for students!

California Legislature Passes a Budget On-Time
Mike McManus Director of Engineering Construction & Industry Relations

California lawmakers passed a $214.8 billion budget deal Thursday, with new spending on schools, homelessness, and health care for undocumented immigrants. The budget relies on a surplus to add billions to the state's reserves funds, which will bring the state's total so-called rainy day fund to $19 billion.
It puts hundreds of millions of dollars into other reserves, too, including ones for schools and social services. Lawmakers are still hashing out final details of some aspects of the budget through so-called trailer bills, which can be passed after the main budget bill. The bill passed Thursday will provide the major framework for state spending in the next fiscal year, which starts July 1.

Now that lawmakers have passed it, Gov. Gavin Newsom has 12 days to sign or veto the bill. He can also nix parts of the budget through line-item vetoes using his "blue pencil."

Lawmakers also approved $250 million to help cities and counties plan for new housing, and half a billion dollars each for developer loans to build affordable housing and expanding the state’s Low-Income Housing Tax Credit program. The bill also includes $650 million for local governments to help homeless people, as well as other spending intended to help that population.

The budget appropriates $130 million to clean up drinking water in some parts of the state. The money comes from a fund intended to reduce greenhouse gases, but the Newsom administration argues that a lack of clean drinking water causes carbon emissions because it requires transporting bottled water to those communities. The administration had initially pushed for a new tax to fund clean drinking water, but that plan was abandoned in the compromise.

Still missing in action is the 2019-5 Year Infrastructure Plan. The Department of Finance has stated that the update is "coming soon". Just for context the 2018 five-year funding plan for new state infrastructure projects was broken down as follows:

<table>
<thead>
<tr>
<th>Category</th>
<th>Funding Level</th>
</tr>
</thead>
<tbody>
<tr>
<td>Judicial Branch</td>
<td>$1.4 billion</td>
</tr>
<tr>
<td>Transportation/High Speed Rail</td>
<td>$55.0 billion</td>
</tr>
<tr>
<td>Natural Resources</td>
<td>$1.0 billion</td>
</tr>
<tr>
<td>Human Resources</td>
<td>$0.2 billion</td>
</tr>
<tr>
<td>Prisons</td>
<td>$0.5 billion</td>
</tr>
<tr>
<td>Education</td>
<td>$0.6 billion</td>
</tr>
<tr>
<td>General Government</td>
<td>$2.3 billion</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>$61.0 billion</strong></td>
</tr>
</tbody>
</table>

For now, the 2019 Budget shows a modest decrease in Caltrans funding from $8.2 billion to $7.9 billion, which given the passing of SB1 will need some more explanation. Water Resources has a funding level for this fiscal year at $435 million for all infrastructure projects.

Locally, it was announced by several local legislators that each fought for $8.7 million that is included in the budget for Balboa Park, most of which will go towards renovation of the Botanical Gardens Building. Other San Diego items, related to infrastructure, that made it into the budget at this point are...
• $21 million to the city of San Diego for a traffic calming and pedestrian safety project on Park Boulevard
• $5 million for the Liberty Station Performing Arts Building
• $500,000 for the Rancho Bernardo Dog Park
• $4 million for the Jerebek Neighborhood Dog Park
• $981,000 in one-time general fund money for the Potrero Forest Fire Station in San Diego County, which has functional deficiencies.

EVENTS

AGC Day at the Races, July 19 at the Del Mar Racetrack!
Rae Krushensky, Director of Membership Services, Meetings & Events

The Annual AGC Day at the Races event will be on Friday, July 19 at the Del Mar Race Track. We urge anyone who is interested in attending to click on the registration button below.

We are back in the Il Palio Skyroom, and although this is a large room, we are serious when we say that this event will sell out quickly. It is a fun day and very popular!

Reserved tables are available for those who register for 8 guests or more, otherwise this event is "Open Seating".

The first post (race) is at 4:00 p.m., so the skybox will open at 3:00 p.m.

REGISTER
ONLINE PLAN ROOM FREE TRIAL
Contact:
Lisa Lovelace
Director of Plan Room Services

Special thanks to our "Title Sponsors" who will be hosting the Drink Tickets!
Click on the sponsor logo links below to visit their websites!
We are pleased to recognize Trillium Construction as a new sponsor this year.

VIEW ONLINE EVENTS

2019 EVENTS

JUNE
Jun. 18 | Baseball Bash - SOLD OUT!

JULY
Jul. 08-13 | AGC Blood Drive
Jul. 19 | Day at the Races
Jul. 30 | CLC Car Show

AUG.
Aug. 05 | Affiliate Golf
Aug. 30 | DEADLINE BUILD SAN DIEGO ENTRIES

In addition, CASPER COMPANY has been sponsoring a unique gift to all attendees for the past 15 years. It's always something special and we're looking forward to seeing what it is this year!

Group identification badges will be mailed to all members who register by June 25.
Please contact Rae Krushensky at raek@agcsd.org with any questions.

CALL FOR ENTRIES

CALL FOR ENTRIES

Register for the 7th Annual AGC Summer Mixer & Car Show on July 30!
Enjoy delicious food truck fare, beer and margaritas, while checking out the classic cars and hot-rods on display. This event is hosted by AGC San Diego's Construction Leadership Council (CLC) and is free to members!

The event starts at 4:30 p.m. and goes to 7:00 p.m. at the AGC San Diego Training Facility.

Do you have a classic car or truck you want show off?
Interested in advertising in AGC's "Good Faith Report"?
Contact:
Lisa Lovelace
Director of Plan Room Services

Register to display your vehicle at the event and be in the running for one of three awards: Best in Show, Best Mod-Rod, or Best Classic.

Thank you to our current event sponsors!

**Food Truck & Beverage Sponsor:**
National Electrical Contractors Association - San Diego (NECA)

**Platinum Sponsors:**
Clark Construction
Dynaelectric Company
Granite Construction Company

**Gold Sponsor**
PlanGrid

Please contact Kellie Korhonen with any questions or for sponsorship opportunities.

**2019 MEMBERSHIP LISTINGS**
**Online Form**

Please notify AGC if your company has relocated, or if there are updates to your company's listing (i.e. contacts, phone/fax, job titles, CSI codes, & certified business listings).

Email Marcy Knopman

**AGC CONSTRUCTION INDUSTRY-WIDE BLOOD DRIVE** - July 8, 9, 10, 11, & 13

We know you have it in you to give!

CLICK ON A LINK TO SCHEDULE AN APPOINTMENT IN YOUR AREA

**JULY 8, 2019**
SHERWOOD MECHANICAL - San Diego - 8 AM to 1:30 PM

**JULY 9, 2019**
DYNALECTRIC CO. - San Diego - 6 AM to 11:30 AM
OLDCASTLE INFRASTRUCTURE - Lakeside - 11 AM to 4:30 PM
SUNDT CONSTRUCTION, INC. - San Diego - 8 AM to 1:30 PM

**JULY 10, 2019**
ACME SAFETY & SUPPLY CORP. - National City - 9 AM to 2 PM
COUNTYWIDE MECHANICAL, INC. - El Cajon - 10 AM to 3:30 PM
**ERICKSON-HALL CONSTRUCTION** - Riverside - 7:30 AM to 2:30 PM (via LifeStream)

**HAWTHORNE CAT** - San Diego - 9 AM to 2 PM

**MACK PACKAGING** - San Marcos - 8 AM to 1 PM

**SOLTEK PACIFIC** - San Diego - 8 AM to 1 PM

**JULY 11, 2019**

**BALFOUR BEATTY CONSTRUCTION** - San Diego - 10 AM to 3 PM

**ERICKSON-HALL CONSTRUCTION CO.** - Escondido - 7 AM to 5 PM

**PEOPLEREADY SKILLED TRADES** - San Diego - 10 AM to 4 PM

**SWINERTON** - San Diego - 9 AM to 2 PM

**TC CONSTRUCTION COMPANY** - Santee - 7 AM to 5PM

**JULY 13, 2019**

**HENSEL PHELPS** - San Diego - 11 AM to 4 PM

at Cutwater Spirits - 9750 Distribution Ave., San Diego, CA, 92121

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**CLASSES**

**June Classes**

<table>
<thead>
<tr>
<th>Date</th>
<th>Course</th>
</tr>
</thead>
<tbody>
<tr>
<td>June 26</td>
<td>Microsoft Project Workshop (limited seating)</td>
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<tr>
<td>June 26</td>
<td>Construction Correspondence &amp; Business Writing</td>
</tr>
<tr>
<td>June 26</td>
<td>CPR, First Aid &amp; AED Training</td>
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<tr>
<td>June 26</td>
<td>Silica Standard for Construction Competent Person Training</td>
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</tbody>
</table>

**July Classes**

<table>
<thead>
<tr>
<th>Date</th>
<th>Course</th>
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</thead>
<tbody>
<tr>
<td>Jul. 8</td>
<td>Beginning Microsoft Excel 2016 <em>(Offsite)</em></td>
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<tr>
<td>Jul. 8-11</td>
<td>OSHA 30-Hour for Construction Outreach 4-Day Class</td>
</tr>
<tr>
<td>Jul. 9</td>
<td>Intermediate Microsoft Excel 2016 <em>(Offsite)</em></td>
</tr>
<tr>
<td>Jul. 9</td>
<td>Stormwater Breakfast Forum</td>
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<tr>
<td>Jul. 10</td>
<td>Advanced Microsoft Excel 2016 <em>(Offsite)</em></td>
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<tr>
<td>Jul. 10</td>
<td>CQM</td>
</tr>
<tr>
<td>Jul. 10</td>
<td>Construction Contract Administration</td>
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<tr>
<td>Jul. 12</td>
<td>Heat Illness Awareness Training</td>
</tr>
<tr>
<td>Jul. 15-19</td>
<td>Hazwoper 40 Hour</td>
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<tr>
<td>Jul. 16</td>
<td>Traffic Control Technician</td>
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<tr>
<td>Jul. 22, 23, 24</td>
<td>Fall Protection 24-Hour Competent Person Training</td>
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<tr>
<td>Jul. 24</td>
<td>Negotiating Everything Construction</td>
</tr>
<tr>
<td>Jul. 24</td>
<td>Project Management Boot Camp</td>
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<tr>
<td>Jul. 25</td>
<td>Preventing Sexual &amp; Other Unlawful Harassment</td>
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<tr>
<td>Jul. 29</td>
<td>EM-385-1-1 8 Hour Refresher</td>
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<tr>
<td>Jul. 30</td>
<td>Primavera Workshop</td>
</tr>
<tr>
<td>Jul. 31</td>
<td>CPR, First Aid &amp; AED Training</td>
</tr>
</tbody>
</table>
COMMITTEE MEETINGS

Meetings are held at the AGC office (6212 Ferris Square, San Diego, CA 92121) unless otherwise noted in red.

June Meetings

<table>
<thead>
<tr>
<th>Date</th>
<th>Time</th>
<th>Meeting Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>June 20</td>
<td>7:00 a.m.</td>
<td>General Building Contractors' Council</td>
</tr>
<tr>
<td>June 21</td>
<td>12:00 p.m.</td>
<td>Technology Committee</td>
</tr>
<tr>
<td>June 25</td>
<td>4:00 p.m.</td>
<td>Construction Leadership Council (CLC)</td>
</tr>
<tr>
<td>June 28</td>
<td>7:30 a.m.</td>
<td>Caltrans @ Caltrans Office</td>
</tr>
</tbody>
</table>

July Meetings

<table>
<thead>
<tr>
<th>Date</th>
<th>Time</th>
<th>Meeting Name</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jul 10</td>
<td>7:00 a.m.</td>
<td>Joint Safety Meeting with AGC Cal in Riverside</td>
</tr>
<tr>
<td>Jul 17</td>
<td>3:30 p.m.</td>
<td>Build &amp; Service Charitable Alliance @ Brewery</td>
</tr>
<tr>
<td>Jul 24</td>
<td>11:30 p.m.</td>
<td>Human Resource Practices</td>
</tr>
<tr>
<td>Jul 25</td>
<td>1:00 p.m.</td>
<td>City of San Diego Meeting</td>
</tr>
</tbody>
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About Monday Morning Quarterback

AGC San Diego Chapter's Monday Morning Quarterback is a "hot off the press" and to the point Monday morning briefing on the important issues facing San Diego's construction industry. It is prepared by AGC Chief Executive Officer, Eddie Sprecco, and Executive Vice President, Brad Barnum.

Please contact Eddie Sprecco or Brad Barnum with your comments, or with information that should be conveyed to the industry through this service. Well over 3,000 individuals employed by AGC member firms are part of this system.