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February 17, 2011

The Honorable John Boehner U.S. House of Representatives Washington, DC 20515

Re: Support Guinta Amendment No. 166 to H.R. 1 on Project Labor Agreement

Dear Representative Boehner:

The Associated General Contractors of America (AGC) urges you to support Representative Frank Guinta's amendment (#166) to the Continuing Resolution (H.R. 1), which prohibits federal agencies from requiring by contract the use of a project labor agreement (PLA), for the rest of fiscal 2011 year. This amendment will ensure fairness in procurement of federal and federally funded construction projects.

AGC strongly supports free, open, and competitive bidding for all federal and federally-funded work – among all qualified firms, without regard to their lawful labor policies. Government-mandated PLAs effectively compel both union and open shop contractors to alter their hiring practices, work rules, job assignments, and benefits in order to compete for or to perform work on publicly funded projects. This not only constitutes inappropriate government interference with private labor relations, it amounts to an unfair government preference that can significantly impact the cost of public works.

Project owners have many ways to ensure that their construction contractors complete their projects in a timely manner, and there is no reliable evidence that project labor agreements improve the performance that an owner can expect in the absence of such an agreement. In addition, project labor agreements can give rise to jurisdictional disputes that would not otherwise occur.

Please vote in support of Representative Guinta's efforts to keep in place the well-settled patterns of labor-management relations in the construction industry and the cost-effective construction of public works.

Sincerely,

Jeffrey D. Shoaf Senior Executive Director Government Affairs