REVISED PROPOSED REGULATION OF THE

STATE APPRENTICESHIP COUNCIL

LCB File No. R054-07

September 13, 2007

EXPLANATION – Matter in *italics* is new; matter in brackets [omitted material] is material to be omitted.

AUTHORITY: §§1-19, NRS 610.090.

A REGULATION relating to apprenticeships; revising the requirements for new programs of apprenticeship seeking registration; revising the provisions requiring equal opportunity for employment of apprentices; authorizing a sponsor to establish a private review body to consider complaints which allege a failure to follow the standards of equal opportunity; establishing the procedures for filing and processing such complaints; revising the provisions governing the adjustment of wages for certain apprentices; and providing other matters properly relating thereto.

- **Section 1.** Chapter 610 of NAC is hereby amended by adding thereto the provisions set forth as sections 2 to 6, inclusive, of this regulation.
- Sec. 2. 1. If a program of apprenticeship is proposed by an employer or association of employers for registration with the Council and the standards, collective bargaining agreement or other instrument of the program provides for participation by a union in any manner in the operation of the substantive matters of the program, and the union chooses to participate, the employer or association of employers shall provide to the Council a written acknowledgment by the union that the union does not object to the program of apprenticeship.
- 2. If the union does not choose to participate in the operation of the substantive matters of a program, the employer or association of employers shall provide the union with a copy of the application for registration and the proposal for a program of apprenticeship.

- 3. The Council will provide a reasonable time period of not less than 30 days but not more than 60 days to receive comments from the union, if any, before taking final action on an application for registration.
- Sec. 3. 1. A sponsor is deemed to be fulfilling its obligation to provide equal opportunity for employment if the sponsor meets the goals and timetables established pursuant to NAC 610.720 or if it makes a good faith effort to meet such goals and timetables.
- 2. If a sponsor fails to meet its goals and timetables, the Council will give the sponsor an opportunity to demonstrate that it has made a good faith effort to meet such goals and timetables. The Council will review and evaluate the actions of the sponsor in determining whether the sponsor has made a good faith effort to meet its goals and timetables.
- Sec. 4. 1. One or more sponsors within a community may establish a private review body which uses fair, speedy and effective procedures to consider complaints which allege a failure to follow the standards of equal opportunity. The body must consist of at least three members who:
 - (a) Reside in the community where the sponsor is located;
 - (b) Serve without compensation; and
 - (c) Are not directly associated with the administration of any program of apprenticeship.
- 2. The Council will present every complaint it receives to an appropriate private review body established pursuant to subsection 1 unless:
- (a) A private review body has not been established pursuant to subsection 1 in which case the Council will conduct the hearing on the complaint;
- (b) The complainant indicates in his complaint that he does not desire review by a private review body; or

- (c) The Council has determined that the appropriate private review body will not effectively enforce the standards of equal opportunity.
- 3. The Council will, within 30 days after referring a complaint to a private review body, obtain from the private review body a record of the body's disposition of the complaint. If the Council accepts the disposition and finds that there was no failure to follow the standards of equal opportunity, the complaint is deemed denied by the Council.
 - 4. The Council may conduct a hearing on any complaint which:
- (a) A public review body fails to resolve within 90 days after receiving the complaint from the Council; or
- (b) Is resolved in favor of a sponsor by a private review body but which presents evidence that a practice of equal opportunity used in a program of apprenticeship violates the provisions of NAC 610.510 to 610.990, inclusive, and sections 2 to 6, inclusive, of this regulation.
- 5. Every sponsor shall give written notice of the provisions of this section to every applicant for an apprenticeship and to every apprentice.
- Sec. 5. If the Council decides that a particular situation warrants special action and an expedited or extended determination, it will permit such a determination upon finding that no person affected thereby will be prejudiced.
- Sec. 6. 1. The Director shall appoint a hearing officer within 10 days after receipt of a request for a hearing.
- 2. The notice required by NRS 233B.121 to be sent to all affected parties must be sent by certified mail with return receipt requested.

- 3. A hearing officer must base his findings and decisions upon the record and report them to the Director.
 - **Sec. 7.** NAC 610.355 is hereby amended to read as follows:
- 610.355 1. If a program of apprenticeship is proposed by an employer or association of employers for registration with the Council and the Council has previously registered a program with similar objectives for a similar job, the Council will provide a copy of the standards of the proposed program to the sponsor of the registered program.
- 2. The Council will provide a reasonable time, not less than 30 days or more than 60 days, for the registered sponsor to comment on the proposed program before taking final action on the application for registration.
- 3. A registered sponsor who elects to comment on the proposed program may, in its comments, request to become a party of record to the application for the proposed program of apprenticeship. If the registered sponsor demonstrates to the Council that it has a direct and substantial interest in the application for the proposed program of apprenticeship, the Council will:
- (a) Make the registered sponsor a party of record to the application for the proposed program of apprenticeship; and
 - (b) Provide written notice to the registered sponsor and the applicant of such action.
- 4. The Council will sent notice of any matter on the application, including any final action taken on the application by the Council, to a registered sponsor that has been made a party of record pursuant to subsection 3.
- 5. The registered sponsor, as a party of record, may appeal the final action taken on the application by the Council to the Labor Commissioner. If the registered sponsor does not

appeal the final action taken on the application by the Council but the applicant for the proposed program of apprenticeship does choose to appeal the final action by the Council, the registered sponsor must be given notice of the appeal and have the right to participate in the appeal.

- **Sec. 8.** NAC 610.490 is hereby amended to read as follows:
- 610.490 1. The Council will determine whether to adjust the minimum reasonable and profitable wage for apprentices in the construction industry who work on projects other than public works at the first regularly scheduled meeting after February 1 of each year.
- 2. The Council will determine the amount of an adjustment to the minimum reasonable and profitable wage for apprentices in the construction industry who work on projects other than public works by [multiplying that] subtracting the wage as determined on March 1 of the year immediately preceding the year for which the adjustment is being calculated [by one plus the average of the percentage change in the Consumer Price Index for All Urban Consumers: U.S. City Average calculated for:
- (a) Los Angeles/Anaheim/Riverside; and
- (b) San Francisco/Oakland/San Jose,
- → as compiled by the Bureau of Labor Statistics of the United States Department of Labor,]

 from the Nevada average statewide wage for the construction industry, as compiled by the

 Department of Employment, Training and Rehabilitation, for the month of December of each

 of the 2 years immediately preceding the year for which the adjustment is being calculated [...],

 divided by two, and comparing the result with the March 1 wage determination from the prior

 year, or if none, the latest wage determination made by the Council.

- 3. In adjusting the minimum reasonable and profitable wage pursuant to subsection 2, the Council may:
 - (a) Accept the results of the computation as the minimum reasonable and profitable wage; or
- (b) Adjust the wage if the Council determines that the results of the computation do not reflect a fair, reasonable and profitable minimum wage.
- 4. The Director shall notify all existing programs of apprenticeship in the construction industry not later than March 1 of each year if the Council adjusts the minimum reasonable and profitable wage pursuant to subsection 2 or 3.
- 5. A program must pay its apprentices not less than the adjusted minimum reasonable and profitable wage:
 - (a) Not later than August 1 of each year; or
- (b) Not later than the renewal of or execution of a new collective bargaining agreement, if the wage for apprentices is set by or in conjunction with a collective bargaining agreement.
- 6. Any adjustment to the minimum reasonable and profitable wage is applicable immediately to any program which is approved after the adjustment is made by the Council.
 - **Sec. 9.** NAC 610.510 is hereby amended to read as follows:
- 610.510 1. NAC 610.510 to 610.990, inclusive, *and sections 2 to 6, inclusive, of this regulation* set forth policies and procedures to promote equality of opportunity in programs of apprenticeship which are registered with the United States Department of Labor and in state programs of apprenticeship registered with the Council.
 - 2. The policies and procedures apply to:
 - (a) The recruitment and selection of apprentices; and
 - (b) The conditions of employment and training during apprenticeship.

- 3. The procedures provide for:
- (a) Review of programs of apprenticeship;
- (b) Registration of programs of apprenticeship;
- (c) Processing complaints;
- (d) Withdrawing registration from programs of apprenticeship which do not comply; and
- (e) The continuation or withdrawal of the recognition of the Council for registering programs of apprenticeship pursuant to federal law and regulations.
- 4. The purpose of NAC 610.510 to 610.990, inclusive, *and sections 2 to 6, inclusive, of this regulation* is to promote equality of opportunity in apprenticeship by:
- (a) Prohibiting discrimination based on race, color, religion, sex, sexual orientation, age, disability or national origin in programs of apprenticeship;
- (b) Requiring affirmative action to provide equal opportunity in programs of apprenticeship; and
 - (c) Coordinating state programs with other programs for equal opportunity.
 - **Sec. 10.** NAC 610.610 is hereby amended to read as follows:
- 610.610 Except as *otherwise* provided in NAC 610.570, each sponsor shall adopt a *written* plan for affirmative action in employment.
 - **Sec. 11.** NAC 610.620 is hereby amended to read as follows:
- 610.620 1. [A] An acceptable plan for affirmative action must include adequate [provision] provisions for positive outreach and recruitment [which might] that would reasonably be expected to increase the participation of minority persons and women in a program of apprenticeship.

- 2. In order to achieve the objectives, sponsors shall undertake a significant number of activities such as those listed in NAC 610.625 to 610.665, inclusive. [No] A sponsor is not required to include all of the listed activities in its [program] plan for affirmative action [.] as the scope of the plan for affirmative action will depend on the circumstances, including the size and type of the plan and the resources available to the plan.
- 3. The plan for affirmative action must provide the specific steps the sponsor intends to take in order to achieve the goals set forth in subsection 1.
 - **Sec. 12.** NAC 610.665 is hereby amended to read as follows:
- 610.665 1. A sponsor may take other appropriate action to ensure that the recruitment, selection, employment and training of apprentices during apprenticeship is without discrimination based upon race, color, religion, sex, sexual orientation, age, disability or national origin.
- 2. The [program] plan for affirmative action must set forth the specific steps the sponsor intends to take to prevent discrimination. Financial or other assistance may be available from the Department to carry out specific steps.
 - **Sec. 13.** NAC 610.750 is hereby amended to read as follows:
- 610.750 1. The sponsor's determination of whether goals and timetables are required must be based upon an analysis of at least the following factors:
- (a) The size of the population of working-age women and minority persons in the labor *force* in the labor market of the area in which the sponsor operates;
- (b) The percentage of *women and* minority persons [and females] participating as apprentices in the particular craft, as compared with the percentage of women and minority persons in the labor force in the area in which the sponsor operates;

- (c) The percentage of *women and* minority persons [and females] participating as journeymen employed by the employer or employers participating in the program, as compared with the percentage of *women and* minority persons [and women] in the area in which the sponsor operates, and the extent to which the sponsor should be expected to correct any deficiencies through the achievement of goals and timetables for the selection of apprentices [;], *if such data is available;* and
- (d) The availability of women and minority persons with capacity for apprenticeship in the area in which the sponsor operates [.], *if such data is available*.
 - 2. The analysis must be reduced to writing and included in the plan for affirmative action.
 - **Sec. 14.** NAC 610.835 is hereby amended to read as follows:
- 610.835 1. Oral interviews may not be used as a standard for qualification for admission into a pool.
- 2. An applicant who is listed in a pool may be required to submit to an oral interview before being selected as an apprentice.
- 3. Oral interviews may include questions which are required to determine the fitness of applicants to enter a program of apprenticeship, but may not include questions which are related to qualifications previously determined in gaining entrance into the pool.
- 4. Each interviewer at an oral interview shall record his questions, the general nature of the answers and a summary of his conclusions.
- 5. Each applicant who is rejected from the pool on the basis of an oral interview must, *upon* his written request, be given a written statement of rejection containing the reasons for the rejection and a statement of [his right] the rights available to the applicant to appeal the rejection.

- **Sec. 15.** NAC 610.850 is hereby amended to read as follows:
- 610.850 1. After obtaining the approval of the Council, a sponsor may select apprentices from a pool of eligible applicants on a random basis. An impartial person or persons selected by the sponsor and not associated with the administration of the program of apprenticeship shall supervise the selection process.
- 2. The time and place of the selection and the number of apprentices to be selected must be announced in advance, and the place of the selection must be open to all applicants and the public.
- 3. The names of apprentices drawn by this method must be posted at the sponsor's place of business immediately after the selection.
- 4. A sponsor who adopts the random method of selecting apprentices shall meet the requirements of NAC 610.815 to 610.840, inclusive.
- 5. The sponsor shall, **[if]** *where* required by NAC 610.720, 610.730 and 610.740, establish percentage goals and timetables for the admission of women and minority persons into the pool in accordance with the provisions of NAC 610.710 to 610.760, inclusive.
- 6. The sponsor's compliance with its obligations under these regulations will be determined in accordance with the provisions of NAC 610.760.
 - **Sec. 16.** NAC 610.855 is hereby amended to read as follows:
- 610.855 1. A sponsor may select apprentices from a pool of the workers already employed by [him] *the sponsor* in a manner prescribed by any collective bargaining agreement or established policy of the sponsor regarding promotion.
- 2. The sponsor who adopts this method of selecting apprentices shall establish goals and timetables for the selection of **[female]** *women* and minority apprentices, unless the sponsor

concludes, in accordance with the provisions of NAC 610.710 to 610.760, inclusive, that it does not have deficiencies in the numbers of women and minority persons in the crafts represented by its program of apprenticeship.

- 3. The sponsor's compliance with its obligations under these regulations will be determined under the provisions of NAC 610.760.
 - **Sec. 17.** NAC 610.860 is hereby amended to read as follows:
- 610.860 1. A sponsor may select apprentices by any other method, including its present selection method, if the sponsor meets the requirements of this section.
- 2. By January 6, 1980, the sponsor shall establish the method of selection it proposes to use and submit it to the Council, together with the rest of its written program for affirmative action. If required by NAC 610.710 to 610.760, inclusive, the sponsor must include its percentage goals and timetables for the selection of [female] women and minority applicants for apprenticeship and its written analysis upon which such goals and timetables, or lack thereof, are based.
- 3. The sponsor may not use any method of selection allowed by subsection 1 until the Council approves it as meeting the requirements of subsection 4 and approves the remainder of its program for affirmative action, including its goals and timetables.
- 4. If the Council fails to act upon the method of selection and the program for affirmative action within 30 days after its submission, the sponsor may begin to use the selection method.
- 5. Apprentices must be selected on the basis of objective and specific standards of qualification. Standards may include fair aptitude tests, diplomas from schools or their equivalent, a minimum and maximum age, essential requirements of health and strength, fair interviews, grades achieved in schools and previous experiences of working. If interviews are used as a standard for qualification, adequate records must be kept and must include a brief

summary of each interview and the conclusions reached regarding each of the specific factors used at the interview, including the applicant's motivation, ambition and willingness to accept direction. The program sponsor shall meet the requirements set forth in 41 C.F.R. Part 60-3 when [he applies] applying the standards listed in this subsection.

- 6. The sponsor's compliance with its obligations under these regulations will be determined under the provisions of NAC 610.760. A sponsor must also meet the following requirements:
- (a) If a sponsor fails to meet its goals and timetables within a reasonable period of time and has made efforts in good faith to do so, the Council may require the sponsor to make appropriate changes in its program for affirmative action to the extent necessary to attain its goals.
- (b) The sponsor may also be required to develop and adopt an alternative method of selection, including a method prescribed by the Council, if the Council determines that the failure of the sponsor to meet its goals is attributable in substantial part to its present method of selection.
- (c) If the sponsor's failure to meet its goals is attributable in substantial part to its use of a standard of qualification which has adversely affected the opportunities of women and minority persons for apprenticeship, the Council may require the sponsor to demonstrate that the standard of qualification is directly related to the performance of the job.
 - **Sec. 18.** NAC 610.865 is hereby amended to read as follows:
- 610.865 1. If a sponsor which has adopted a method of selection under NAC 610.845, 610.850 or 610.860 determines that there are fewer women or minority persons on its existing lists of eligible persons than should reasonably be expected using the analysis described in NAC 610.750, [it] the sponsor shall discard all existing lists of eligible persons upon the adoption of one of the permitted methods of selection. After discarding existing lists, the sponsor must

establish a new pool of eligible persons and a list thereof must be posted at the sponsor's place of business.

- 2. A sponsor shall establish a reasonable period of at least 2 weeks for accepting applications for admission to a program of apprenticeship. A sponsor must provide notice to the public of the acceptance of such applications at least 30 days before the period of acceptance begins.
 - **Sec. 19.** NAC 610.955 is hereby amended to read as follows:
- discriminated against on the basis of race, color, religion, sex, sexual orientation, age, disability or national origin with regard to an apprenticeship, or that the standards for equal opportunity with respect to his selection have not been followed in the operation of a program of apprenticeship, may, personally or through an authorized representative, file a complaint with the Council [-] or with a private review body established pursuant to section 4 of this regulation.
- 2. A complaint must be in writing, signed by the complainant, and include the name, address and telephone number of the person allegedly discriminated against, the name of the sponsor involved, and a brief description of the circumstances of the alleged failure to apply the standards of equal opportunity required by NAC 610.510 to 610.990, inclusive [-
- 3. A, and sections 2 to 6, inclusive, of this regulation.
- 3. Except as otherwise provided in subsection 4, a complaint must be filed not later than 180 days after the alleged occurrence of the discrimination or the alleged failure to follow equal opportunity standards.
- 4. If a complaint is initially filed with a private review body established pursuant to section 4 of this regulation, the complaint must also be filed with the Council within the period

specified in subsection 3 or within 30 days after a final decision of the private review body, whichever is later. The Council may, upon a showing of good cause, extend the time it will receive a complaint initially filed with a private review body.