SUBSTITUTE SENATE BILL 6317

State of Washington 63rd Legislature 2014 Regular Session

By Senate Commerce & Labor (originally sponsored by Senators Angel, Becker, Braun, and Sheldon)

READ FIRST TIME 02/06/14.

- 1 AN ACT Relating to improving the accuracy of the prevailing rate of
- 2 wage; amending RCW 39.12.026, 39.12.070, 39.12.080, and 42.56.270; and
- 3 adding a new section to chapter 39.12 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 39.12.026 and 2003 c 363 s 206 are each amended to 6 read as follows:
- 7 $((\frac{1}{1}))$ In establishing the prevailing rate of wage under RCW 39.12.010, 39.12.015, and 39.12.020 $(\frac{1}{1})$:
- 9 <u>(1) The department of labor and industries shall use a stratified</u> 10 random sampling methodology; and
- 11 (2) All data collected by the department may be used only in the county for which the work was performed.
- 13 (((2) This section applies only to prevailing wage surveys 14 initiated on or after August 1, 2003.))
- NEW SECTION. **Sec. 2.** A new section is added to chapter 39.12 RCW to read as follows:
- 17 (1)(a) To conduct the stratified random sampling methodology as

18 required under RCW 39.12.026, the department of labor and industries

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shall identify the contractors, employers, and labor unions eligible to receive wage surveys in specific trades or occupations. The department shall send wage surveys to thirty percent of those eligible survey recipients in each trade or occupation. The department shall use a random method to select the recipients of the survey in each trade or occupation.

- (b) The prevailing rate of wage for a trade or occupation may be established using a stratified random sampling methodology when the department has received survey responses from twenty-five percent of the recipients in that particular trade or occupation.
- (2)(a) A recipient of a wage survey is required to respond to the survey within ninety days of receiving the survey.
- (b) If a recipient has not responded within ninety days, the department shall contact the recipient by telephone. If after thirty days of the first telephone call the recipient has still not responded, the department shall contact the recipient by telephone and notify the recipient that it must respond to the survey.

Sec. 3. RCW 39.12.070 and 2008 c 285 s 2 are each amended to read 19 as follows:

The department of labor and industries may charge fees to awarding agencies on public works for the approval of statements of intent to pay prevailing wages and the certification of affidavits of wages paid. The department may also charge fees to persons or organizations requesting the arbitration of disputes under RCW 39.12.060. The amount of the fees shall be established by rules adopted by the department under the procedures in the administrative procedure act, chapter 34.05 RCW. The fees shall apply to all approvals, certifications, and arbitration requests made after the effective date of the rules. All fees shall be deposited in the public works administration account. The department may refuse to arbitrate for contractors, subcontractors, persons, or organizations which have not paid the proper fees. The department may, if necessary, request the attorney general to take legal action to collect delinquent fees.

The department shall set the fees permitted by this section at a level that generates revenue that is as near as practicable to the amount of the appropriation to administer this chapter, including, but not limited to, ((the performance of adequate wage surveys)) collecting

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- data to establish the prevailing rate of wage, and to investigate and enforce all alleged violations of this chapter, including, but not
- 3 limited to, incorrect statements of intent to pay prevailing wage,
- 4 incorrect certificates of affidavits of wages paid, and wage claims, as
- 5 provided for in this chapter and chapters 49.48 and 49.52 RCW.
- 6 However, the fees charged for the approval of statements of intent to
- 7 pay prevailing wages and the certification of affidavits of wages paid
- 8 shall be forty dollars.
- 9 **Sec. 4.** RCW 39.12.080 and 2006 c 230 s 2 are each amended to read 10 as follows:
- 11 The public works administration account is created in the state
- 12 treasury. The department of labor and industries shall deposit in the
- 13 account all moneys received from fees or civil penalties collected
- 14 under RCW 39.12.050, 39.12.065, and 39.12.070. Appropriations from the
- 15 account may be made only for the purposes of administration of this
- 16 chapter, including, but not limited to, ((the performance of adequate
- 17 wage surveys)) collecting data to establish the prevailing rate of
- 18 <u>wage</u>, and for the investigation and enforcement of all alleged
- 19 violations of this chapter as provided for in this chapter and chapters
- 20 49.48 and 49.52 RCW.

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- 21 **Sec. 5.** RCW 42.56.270 and 2013 c 305 s 14 are each amended to read 22 as follows:
- The following financial, commercial, and proprietary information is exempt from disclosure under this chapter:
 - (1) Valuable formulae, designs, drawings, computer source code or object code, and research data obtained by any agency within five years of the request for disclosure when disclosure would produce private gain and public loss;
- (2) Financial information supplied by or on behalf of a person, firm, or corporation for the purpose of qualifying to submit a bid or proposal for (a) a ferry system construction or repair contract as required by RCW 47.60.680 through 47.60.750 or (b) highway construction or improvement as required by RCW 47.28.070;
- 34 (3) Financial and commercial information and records supplied by 35 private persons pertaining to export services provided under chapters

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43.163 and 53.31 RCW, and by persons pertaining to export projects under RCW 43.23.035;

- (4) Financial and commercial information and records supplied by businesses or individuals during application for loans or program services provided by chapters 43.325, 43.163, 43.160, 43.330, and 43.168 RCW, or during application for economic development loans or program services provided by any local agency;
- (5) Financial information, business plans, examination reports, and any information produced or obtained in evaluating or examining a business and industrial development corporation organized or seeking certification under chapter 31.24 RCW;
- (6) Financial and commercial information supplied to the state investment board by any person when the information relates to the investment of public trust or retirement funds and when disclosure would result in loss to such funds or in private loss to the providers of this information;
 - (7) Financial and valuable trade information under RCW 51.36.120;
- (8) Financial, commercial, operations, and technical and research information and data submitted to or obtained by the clean Washington center in applications for, or delivery of, program services under chapter 70.95H RCW;
- (9) Financial and commercial information requested by the public stadium authority from any person or organization that leases or uses the stadium and exhibition center as defined in RCW 36.102.010;
- (10)(a) Financial information, including but not limited to account numbers and values, and other identification numbers supplied by or on behalf of a person, firm, corporation, limited liability company, partnership, or other entity related to an application for a horse racing license submitted pursuant to RCW 67.16.260(1)(b), liquor license, gambling license, or lottery retail license;
- (b) Internal control documents, independent auditors' reports and financial statements, and supporting documents: (i) Of house-banked social card game licensees required by the gambling commission pursuant to rules adopted under chapter 9.46 RCW; or (ii) submitted by tribes with an approved tribal/state compact for class III gaming;
- 36 (11) Proprietary data, trade secrets, or other information that 37 relates to: (a) A vendor's unique methods of conducting business; (b) 38 data unique to the product or services of the vendor; or (c)

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- determining prices or rates to be charged for services, submitted by 1 2 any vendor to the department of social and health services for purposes of the development, acquisition, or implementation of state purchased 3 4 health care as defined in RCW 41.05.011;
- (12)(a) When supplied to and in the records of the department of 6 commerce:

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- (i) Financial and proprietary information collected from any person and provided to the department of commerce pursuant RCW 43.330.050(8); and
- (ii) Financial or proprietary information collected from any person and provided to the department of commerce or the office of the governor in connection with the siting, recruitment, expansion, retention, or relocation of that person's business and until a siting decision is made, identifying information of any person supplying information under this subsection and the locations being considered for siting, relocation, or expansion of a business;
- When developed by the department of commerce based on information as described in (a)(i) of this subsection, any work product is not exempt from disclosure;
- (c) For the purposes of this subsection, "siting decision" means the decision to acquire or not to acquire a site;
- (d) If there is no written contact for a period of sixty days to the department of commerce from a person connected with siting, recruitment, expansion, retention, or relocation of that person's business, information described in (a)(ii) of this subsection will be available to the public under this chapter;
- (13) Financial and proprietary information submitted to or obtained by the department of ecology or the authority created under chapter 70.95N RCW to implement chapter 70.95N RCW;
- (14) Financial, commercial, operations, and technical and research information and data submitted to or obtained by the life sciences discovery fund authority in applications for, or delivery of, grants under chapter 43.350 RCW, to the extent that such information, if revealed, would reasonably be expected to result in private loss to the providers of this information;
- 36 (15) Financial and commercial information provided as evidence to 37 the department of licensing as required by RCW 19.112.110

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1 19.112.120, except information disclosed in aggregate form that does 2 not permit the identification of information related to individual fuel 3 licensees;

- (16) Any production records, mineral assessments, and trade secrets submitted by a permit holder, mine operator, or landowner to the department of natural resources under RCW 78.44.085;
- (17)(a) Farm plans developed by conservation districts, unless permission to release the farm plan is granted by the landowner or operator who requested the plan, or the farm plan is used for the application or issuance of a permit;
- (b) Farm plans developed under chapter 90.48 RCW and not under the federal clean water act, 33 U.S.C. Sec. 1251 et seq., are subject to RCW 42.56.610 and 90.64.190;
- (18) Financial, commercial, operations, and technical and research information and data submitted to or obtained by a health sciences and services authority in applications for, or delivery of, grants under RCW 35.104.010 through 35.104.060, to the extent that such information, if revealed, would reasonably be expected to result in private loss to providers of this information;
- 20 (19) Information gathered under chapter 19.85 RCW or RCW 34.05.328 21 that can be identified to a particular business;
 - (20) Financial and commercial information submitted to or obtained by the University of Washington, other than information the university is required to disclose under RCW 28B.20.150, when the information relates to investments in private funds, to the extent that such information, if revealed, would reasonably be expected to result in loss to the University of Washington consolidated endowment fund or to result in private loss to the providers of this information;
 - (21) Financial, commercial, operations, and technical and research information and data submitted to or obtained by innovate Washington in applications for, or delivery of, grants and loans under chapter 43.333 RCW, to the extent that such information, if revealed, would reasonably be expected to result in private loss to the providers of this information; ((and))
- 35 (22) Market share data submitted by a manufacturer under RCW 36 70.95N.190(4); and

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1 (23) Data collected by the department of labor and industries in establishing the prevailing rate of wage under chapter 39.12 RCW.

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