S-1030.2

## SENATE BILL 5383

State of Washington 52nd Legislature 1991 Regular Session

By Senators Hansen, Snyder, Matson, Barr and Skratek.

Read first time January 30, 1991. Referred to Committee on Commerce & Labor.

- 1 AN ACT Relating to procedures for approving statements of intent to
- 2 pay prevailing wages; for certifying affidavits of wages paid; for
- 3 collection of wages owed, including penalties for noncompliance; for
- 4 public works projects of two thousand five hundred dollars or less; and
- 5 amending RCW 39.12.040.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 **Sec. 1.** RCW 39.12.040 and 1982 c 130 s 2 are each amended to read
- 8 as follows:
- 9 (1) Except as provided in subsection (2) of this section, before
- 10 payment is made by or on behalf of the state, or any county,
- 11 municipality, or political subdivision created by its laws, of any sum
- 12 or sums due on account of a public works contract, it shall be the duty
- 13 of the officer or person charged with the custody and disbursement of
- 14 public funds to require the contractor and each and every subcontractor
- 15 from the contractor or a subcontractor to submit to such officer a

- 1 "Statement of Intent to Pay Prevailing Wages". For a contract in
- 2 excess of ten thousand dollars, the statement of intent to pay
- 3 prevailing wages shall include:
- 4  $((\frac{1}{1}))$  (a) The contractor's registration certificate number; and
- 5  $((\frac{2}{2}))$  (b) The prevailing rate of wage for each classification of
- 6 workers entitled to prevailing wages under RCW 39.12.020 and the
- 7 estimated number of workers in each classification.
- 8 Each statement of intent to pay prevailing wages must be approved
- 9 by the industrial statistician of the department of labor and
- 10 industries before it is submitted to said officer. Unless otherwise
- 11 authorized by the department of labor and industries, each voucher
- 12 claim submitted by a contractor for payment on a project estimate shall
- 13 state that the prevailing wages have been paid in accordance with the
- 14 prefiled statement or statements of intent to pay prevailing wages on
- 15 file with the public agency. Following the final acceptance of a
- 16 public works project, it shall be the duty of the officer charged with
- 17 the disbursement of public funds, to require the contractor and each
- 18 and every subcontractor from the contractor or a subcontractor to
- 19 submit to such officer an "Affidavit of Wages Paid" before the funds
- 20 retained according to the provisions of RCW 60.28.010 are released to
- 21 the contractor. Each affidavit of wages paid must be certified by the
- 22 industrial statistician of the department of labor and industries
- 23 before it is submitted to said officer.
- 24 (2) As an alternate to the procedures provided for in subsection
- 25 (1) of this section, for public works projects of two thousand five
- 26 <u>hundred dollars or less:</u>
- 27 (a) An awarding agency may authorize the contractor to submit the
- 28 statement of intent to pay prevailing wages directly to the officer or
- 29 person charged with the custody or disbursement of public funds in the
- 30 <u>awarding agency without approval by the industrial statistician of the</u>

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- 1 department of labor and industries. The awarding agency shall retain
- 2 such statement of intent to pay prevailing wages for a period of not
- 3 less than three years.
- 4 (b) Upon final acceptance of the public works project, the awarding
- 5 agency shall require the contractor to submit an affidavit of wages
- 6 paid. Upon receipt of the affidavit of wages paid, the awarding agency
- 7 may pay the contractor in full, including funds that would otherwise be
- 8 retained according to the provisions of RCW 60.28.010. Within thirty
- 9 days of receipt of the affidavit of wages paid, the awarding agency
- 10 shall submit the affidavit of wages paid to the industrial statistician
- 11 of the department of labor and industries for approval.
- 12 (3) A statement of intent to pay prevailing wages and an affidavit
- 13 of wages paid shall be on forms approved by the department of labor and
- 14 <u>industries</u>.
- 15 (4) In the event of a wage claim and a finding for the claimant by
- 16 the department of labor and industries, the awarding agency shall pay
- 17 the wages due directly to the claimant. If the contractor did not pay
- 18 the wages stated in the affidavit of wages paid, the awarding agency
- 19 may take action at law to seek reimbursement from the contractor of
- 20 wages paid to the claimant, and may debar such contractor from
- 21 consideration for future contracts.
- 22 (5) Nothing in this section shall be interpreted to allow an
- 23 awarding agency to subdivide any public works project of more than two
- 24 thousand five hundred dollars for the purpose of circumventing the
- 25 procedures required by RCW 39.12.040.