S-1814.2			

## SENATE BILL 5982

-\_\_\_-

State of Washington 55th Legislature 1997 Regular Session

By Senators Kline, Prentice, Swanson, Jacobsen, Fairley and Kohl Read first time 02/24/97. Referred to Committee on Government Operations.

- 1 AN ACT Relating to state purchasing contracts; adding a new section
- 2 to chapter 43.19 RCW; creating a new section; and prescribing
- 3 penalties.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that it is not in the
- 6 long-term best interest of the people of Washington to spend tax
- 7 dollars on goods produced, whether international or domestic, in whole
- 8 or part by forced labor, or indentured labor under penal sanction, or
- 9 by exploiting child labor or using child labor in violation of the
- 10 child labor laws of the country in which the product was made. The
- 11 legislature therefore declares that state agencies and institutions of
- 12 higher education shall not use tax dollars to purchase goods produced
- 13 under the conditions specified in section 2 of this act.
- 14 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 43.19 RCW
- 15 to read as follows:
- 16 (1) Each contract entered into on or after the effective date of
- 17 this section by a state agency or institution of higher education for
- 18 the purchase of materials, supplies, or equipment must specify that no

p. 1 SB 5982

- 1 materials, supplies, or equipment produced outside of the United States
- 2 and furnished under the contract may be produced in whole or in part by
- 3 forced labor, or indentured labor under penal sanction, or by
- 4 exploiting child labor or using child labor in violation of the child
- 5 labor laws of the country in which the product was made. A contractor
- 6 who, when entering into the contract, knew or should have known that
- 7 materials, supplies, or equipment would be furnished under the contract
- 8 in violation of this subsection is subject to any or all of the
- 9 following sanctions:
- 10 (a) At the option of the state agency or institution of higher 11 education, the contract may be voided;
- 12 (b) The contractor may be assessed a penalty that is the greater of
- 13 one thousand dollars or an amount equal to twenty percent of the value
- 14 of the products furnished that were produced in whole or in part by
- 15 forced labor, or indentured labor under penal sanction, or by
- 16 exploiting child labor or using child labor in violation of the child
- 17 labor laws of the country in which the product was made; or
- 18 (c) The contractor may be declared ineligible to bid under this 19 chapter for up to two years.
- 20 (2)(a) The investigation of a complaint under this section shall be
- 21 limited to evaluating the information provided by the person or entity
- 22 submitting the complaint and the information provided by the
- 23 contractor. If the agency or institution of higher education believes
- 24 that a violation of this section has occurred, the contractor must be
- 25 notified in writing of the violation and of the contractor's right to
- 26 request a hearing within fifteen days of the date the notice is
- 27 received by the contractor. If the contractor makes a timely request,
- 28 a hearing under chapter 34.05 RCW must be held.
- 29 (b) The determination of a sanction must take into consideration
- 30 the measures that the contractor took to ensure compliance with this
- 31 section. Sanctions may be waived if the contractor acted in good
- 32 faith. A contractor determined to have violated this section may be
- 33 assessed the cost of the hearing.
- 34 (c) Monetary penalties and costs collected under this section must
- 35 be deposited in the state general fund.
- 36 (3) The department shall monitor, catalog, and publish a list of
- 37 companies that are known to use forced labor, or indentured labor under
- 38 penal sanction, or to exploit child labor or use child labor in
- 39 violation of the laws of the country in which the product was made.

SB 5982 p. 2

The list must be made available to all agencies, institutions of higher education, and current and prospective contractors under this chapter.

(4) As used in this section:

1

2

3

- 4 (a) "Exploiting child labor" means using child labor in a way that 5 could inflict physical or mental suffering or damage on the child, or 6 denying a child his or her liberty or access to his or her family, or 7 both.
- 8 (b) "Forced labor" means work or service that is exacted from a 9 person under the menace of a penalty for its nonperformance and not 10 performed voluntarily.

--- END ---

p. 3 SB 5982