SENATE BILL REPORT SB 5598

As of February 1, 2016

Title: An act relating to creating a dedicated account for elevators, lifting devices, moving walks, manufactured and mobile homes, recreational and commercial vehicles, factory built housing and commercial structures, and contractor registration and compliance activities.

Brief Description: Creating a dedicated account for elevators, lifting devices, moving walks, manufactured and mobile homes, recreational and commercial vehicles, factory built housing and commercial structures, and contractor registration and compliance activities.

Sponsors: Senators Conway, Warnick, Kohl-Welles and Keiser; by request of Department of Labor & Industries.

Brief History:

Committee Activity: Commerce & Labor: 2/13/15, 2/18/15 [DP-WM].

Ways & Means: 2/02/16.

SENATE COMMITTEE ON COMMERCE & LABOR

Majority Report: Do pass and be referred to Committee on Ways & Means.

Signed by Senators Baumgartner, Chair; Braun, Vice Chair; Hasegawa, Ranking Minority Member; Conway, Keiser, King and Warnick.

Staff: Mac Nicholson (786-7445)

SENATE COMMITTEE ON WAYS & MEANS

Staff: Julie Murray (786-7711)

Background: The Department of Labor and Industries (L&I) regulates elevators, factory-assembled structures, and construction contractors. Inspection, permit, and registration fees are collected through all three programs, and L&I can impose penalties on individuals for violations of program rules and regulations. Fees and penalties from the programs are deposited into the state general fund, and L&I gets a general fund appropriation each biennium to cover the enforcement and administrative costs of the programs.

Summary of Bill: The Construction Registration Account (Account) is created in the state treasury. All revenues generated from elevator, factory-assembled structures, and contractor

Senate Bill Report -1 - SB 5598

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registration programs, except fines and penalties, are deposited in the Account. Fines and penalties are deposited in the state general fund. Fees deposited into the Account must be set at a level as near as practicable to support the operations of the three programs. Additionally, 7 percent of revenues received into the Account, net of refunds paid to customers, must be transferred into the state general fund quarterly.

Appropriation: None.

Fiscal Note: Available.

Committee/Commission/Task Force Created: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Staff Summary of Public Testimony (Commerce & Labor): PRO: The bill is designed so the state general fund would not be impacted. The bill creates a dedicated account for three fee-supported programs. The account would still be subject to legislative appropriation.

Persons Testifying (Commerce & Labor): PRO: Tammy Fellin, L&I.

Senate Bill Report - 2 - SB 5598