

**SSB 5714 - S AMD 1373**

By Senator Schoesler

**NOT ADOPTED 03/04/2022**

1 On page 5, beginning on line 1, strike all of section 6 and  
2 insert the following:

3 "NEW SECTION. **Sec. 6.** Except as otherwise provided in this  
4 chapter, the recipient of the deferral under this chapter must  
5 receive a reduction of 100 percent of state and local sales and use  
6 taxes to be repaid if the department of labor and industries  
7 certifies that the eligible investment project includes: Procurement  
8 from and contracts with women, minority, or veteran-owned businesses;  
9 procurement from and contracts with entities that have a history of  
10 complying with federal and state wage and hour laws and regulations;  
11 apprenticeship utilization; and preferred entry for workers living in  
12 the area where the eligible investment project is being constructed.  
13 In the event that an eligible investment project is built without one  
14 or more of these standards, and a project developer or its designated  
15 principal contractor demonstrates that it has made all good faith  
16 efforts to meet the standards but was unable to comply due to lack of  
17 availability of qualified businesses or local hires, the department  
18 of labor and industries may certify that the developer complied with  
19 one or more standards."

EFFECT: Eliminates the requirements for the tiered sales and use tax exemptions that require the department of labor and industries (L&I) to certify that a project compensates workers at prevailing wage rates and that the project is developed under a community workforce agreement or project labor agreement. Requires the recipient of the deferral to receive a reduction of 100 percent of state and local sales and use taxes to be repaid if L&I certifies that the project includes specified standards or the project developer demonstrates that it has made all good faith efforts to meet the standards but was unable to comply due to lack of availability of qualified businesses or local hires.

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