S-1920.1

SECOND SUBSTITUTE SENATE BILL 5061

State of Washington 69th Legislature 2025 Regular Session

By Senate Transportation (originally sponsored by Senators Conway, Saldaña, Riccelli, Liias, Valdez, Chapman, Hasegawa, Nobles, Salomon, and Stanford)

READ FIRST TIME 02/26/25.

AN ACT Relating to requiring wages for laborers, workers, and mechanics in public works contracts to be at least the prevailing rate of wage in effect at the time the work is performed; amending RCW 39.12.030; creating a new section; and providing an effective date.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 The legislature finds that the voters of NEW SECTION. Sec. 1. 8 this state have twice recognized by way of initiative the importance 9 of fair labor standards and protecting workers by establishing minimum wages and appropriate incremental adjustments to minimum 10 11 wages. Similarly, the prevailing wage laws are the minimum wage 12 required to be paid on public works projects. However, in most cases, 13 prevailing wages are frozen from the time bids are due for the 14 duration of the project regardless of how long it takes to complete. 15 The legislature intends to provide for fair labor standards and the 16 protection of workers by requiring that wages be adjusted in 17 accordance with prevailing rate of wage adjustments published by the 18 department of labor and industries.

19 Sec. 2. RCW 39.12.030 and 2009 c 62 s 1 are each amended to read 20 as follows:

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1 (1) The specifications for every contract for the construction, reconstruction, maintenance or repair of any public work to which the 2 state or any county, municipality, or political subdivision created 3 by its laws is a party, shall contain a provision stating the hourly 4 minimum rate of wage, not less than the prevailing rate of wage, 5 6 which may be paid to laborers, workers, or mechanics in each trade or 7 occupation required for such public work employed in the performance of the contract either by the contractor, subcontractor or other 8 person doing or contracting to do the whole or any part of the work 9 contemplated by the contract, and the contract shall ((contain a 10 stipulation)) stipulate that such laborers, workers, or mechanics 11 12 shall be paid not less than such specified hourly minimum rate of wage. Except for contracts for projects under RCW 39.04.151, the 13 contract shall stipulate that the hourly minimum rate of wage for 14 laborers, workers, or mechanics must be adjusted annually, based on 15 the contract date, to provide that such wage is not less than the 16 17 latest prevailing rate of wage. If the awarding agency determines that the work contracted for meets the definition of residential 18 construction, the contract must include that information. 19

(2) If the hourly minimum rate of wage stated in the contract 20 specifies residential construction rates and it is later determined 21 22 that the work performed is commercial and subject to commercial construction rates, the state, county, municipality, or political 23 subdivision that entered into the contract must pay the difference 24 25 between the residential rate stated and the actual commercial rate to 26 the contractor, subcontractor, or other person doing or contracting 27 to do the whole or any part of the work under the contract.

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<u>NEW SECTION.</u> Sec. 3. This act takes effect July 1, 2027.

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