SENATE BILL REPORT SHB 1057

As Reported by Senate Committee On: Labor, Commerce & Consumer Protection, March 14, 2011

Title: An act relating to the creation of the farm labor account.

Brief Description: Creating the farm labor contractor account.

Sponsors: House Committee on Labor & Workforce Development (originally sponsored by Representatives Hudgins, Green and Reykdal; by request of Department of Labor & Industries).

Brief History: Passed House: 3/03/11, 98-0.

Committee Activity: Labor, Commerce & Consumer Protection: 3/10/11, 3/14/11 [DP].

SENATE COMMITTEE ON LABOR, COMMERCE & CONSUMER PROTECTION

Majority Report: Do pass.

Signed by Senators Kohl-Welles, Chair; Conway, Vice Chair; Holmquist Newbry, Ranking Minority Member; King, Assistant Ranking Minority Member; Hewitt, Keiser and Kline.

Staff: Edith Rice (786-7444)

Background: The state Farm Labor Contractor Act (Act) provides for licensing and regulation of farm labor contractors. A farm labor contractor is a person who, for a fee, performs any farm labor contracting activity. Farm labor contracting activity means recruiting, soliciting, employing, supplying, transporting, or hiring agricultural workers.

The Director of the Department of Labor and Industries (Director) issues licenses to farm labor contractors. The fees are \$35 per year for farm labor contractors not engaged in forestation or reforestation, and \$100 per year for those who are engaged in forestation or reforestation. There are also surety bond and insurance requirements.

The Director also enforces various requirements and prohibitions applicable to farm labor contractors. The Director may bring suit upon a surety bond on behalf of a worker whose rights have been violated, or seek to enjoin a person acting as a farm labor contractor in violation of the Act. There are civil penalties of up to \$1,000 as well as criminal penalties for certain violations of the Act.

Senate Bill Report - 1 - SHB 1057

This analysis was prepared by non-partisan legislative staff for the use of legislative members in their deliberations. This analysis is not a part of the legislation nor does it constitute a statement of legislative intent.

Summary of Bill: A dedicated account, the Farm Labor Contractor Account (Account), is created. The Account is subject to appropriation.

Receipts from farm labor contractor licenses, security deposits, penalties, and donations must be deposited into the Account. Interest earnings are credited to the state General Fund, and are not retained in the Account.

Expenditures may be used only for administering the farm labor contractor licensing program, and are subject to authorization from the Director.

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: PRO: The account created by this bill can earn more interest than it does currently. This would provide for more efficient administration.

Persons Testifying: PRO: Tamara Jones, Department of Labor and Industries; Scott Dilley, Washington Farm Bureau.

Senate Bill Report - 2 - SHB 1057