4

5

7

8

9

11

12

1314

15

16

17

18

19

20

21

SENATE BILL 6085

State of Washington 68th Legislature 2024 Regular Session

By Senators Conway, King, Hunt, and Keiser

Read first time 01/09/24. Referred to Committee on Labor & Commerce.

- 1 AN ACT Relating to reestablishing the underground economy task 2 force; creating a new section; and providing an expiration date.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
 - NEW SECTION. Sec. 1. (1) The joint legislative task force on the underground economy in the Washington state construction industry is reestablished. For purposes of this section, "underground economy" means contracting and construction activities in which payroll is unreported or underreported with consequent nonpayment of payroll taxes to federal and state agencies including nonpayment of workers' compensation and unemployment compensation taxes.
 - (2) The purpose of the task force is to study the nature and scope of the underground economy and to recommend what policy changes, if any, are needed to address the underground economy, including whether greater cohesion and transparency among state agencies is needed. To assist the task force in achieving this goal and to determine the extent of and projected costs to the state and workers of the underground economy in the construction industry, the task force may contract with the institute for public policy, or, if the institute is unavailable, another entity with expertise capable of providing such assistance.
 - (3) (a) The task force shall consist of the following members:

p. 1 SB 6085

(i) A member from each of the two largest caucuses of the senate appointed by the president of the senate;

- (ii) A member from each of the two largest caucuses of the house of representatives appointed by the speaker of the house of representatives;
- (iii) Four members representing the construction business, selected from nominations submitted by statewide construction business organizations and appointed jointly by the president of the senate and the speaker of the house of representatives;
- (iv) Four members representing construction laborers, selected from nominations submitted by statewide labor organizations and appointed jointly by the president of the senate and the speaker of the house of representatives; and
 - (v) One representative from the state attorney general's office.
- (b) In addition, the employment security department, the department of labor and industries, and the department of revenue shall cooperate with the task force and shall each maintain a liaison representative, who is a nonvoting member of the task force. The departments shall cooperate with the task force and the institute for public policy, or other entity as appropriate, and shall provide information and data as the task force or the institute, or other entity as appropriate, may reasonably request.
- (c) The legislative members will choose its chair or cochairs from among its legislative membership at the initial meeting. The legislative staff will schedule the initial meeting of the task force at a time and date agreed to by the legislative members.
- (4)(a) The task force shall use legislative facilities and staff support shall be provided by senate committee services and the house of representatives office of program research. Within available funding, the task force may hire additional staff with specific technical expertise if such expertise is necessary to carry out the mandates of this study.
- (b) Legislative members of the task force shall be reimbursed for travel expenses in accordance with RCW 44.04.120. Nonlegislative members, except those representing an employer or organization, are entitled to be reimbursed for travel expenses in accordance with RCW 43.03.050 and 43.03.060.
- (c) The expenses of the task force will be paid jointly by the senate and house of representatives. Task force expenditures are subject to approval by the senate facilities and operations committee

p. 2 SB 6085

- and the house of representatives executive rules committee, or their successor committees.
- 3 (5) The task force shall report its findings and recommendations 4 to the legislature by October 31, 2025.
- 5 (6) This section expires December 31, 2026.

--- END ---

p. 3 SB 6085