### **MEMORANDUM**

Legislative Fiscal Office 900 Court St. NE, Room H-178 Salem, Oregon 97301 Phone 503-986-1828 FAX 503-373-7807

**To:** Transportation and Economic Development Subcommittee

From: Susie Jordan, Legislative Fiscal Office

(503) 986-1835

**Date:** June 3, 2013

**Subject:** HB 2977 relating to Construction Labor Contractors

Work Session

HB 2977 requires construction labor contractors to be licensed by the Commissioner of the Bureau of Labor and Industries. The measure adds the definition of "construction labor contractor" to ORS 658.250 governing farm and forest labor contractors. The measure directs the Commissioner to administer and enforce licensing and regulatory requirements, adopt rules, and assess civil penalties for violations. An applicant for licensure is required to pay the fees for established in ORS 658.418 (currently under review in HB 2113). The measure also creates cause of action against persons acting as construction labor contractors without a license and against persons using an unlicensed contractor.

The measure, the original staff measure summary, preliminary staff measure summary, are available on the Oregon Legislative Information System (OLIS).

The measure previously had a public hearing May 15, 2013 in the Transportation and Economic Development Subcommittee.

The Fiscal Impact Statement is attached. The fiscal impact is indeterminate because the number construction labor contractors in the state is unknown.

#### **Amendment**

There is a -A6 amendment to the measure that exempts the temporary employment service provider or staffing agency from requiremens of this measure.

Motion #1: Move the -A6 amendment to HB 2977

### Measure as Modified

The measure, as amended, is recommended to be moved to the full Committee on Joint Ways and Means.

Motion #2: Move HB 2977 to the full committee with a "do pass" recommendation, as amended.

# Assignment of Carriers

Full:			
2nd Chamber			

HB 2977-A6 (LC 833) 6/3/13 (CJC/sct/ps)

# PROPOSED AMENDMENTS TO A-ENGROSSED HOUSE BILL 2977

- On page 2 of the printed A-engrossed bill, line 13, delete "or".
- In line 14, delete the period and insert "; or
- 3 "(K) A staffing agency whose primary purpose is to provide workers to
- 4 the client employers of the agency under the terms of a client agreement, if
- 5 the agency provides workers' compensation coverage for all employees as
- 6 required by ORS chapter 656 and pays employment and income taxes in ac-
- 7 cordance with applicable law.".

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