

SB 594 STAFF MEASURE SUMMARY
Senate Committee On Labor and Business

Carrier: Sen. Taylor

Action Date: 02/16/23
Action: Do pass.
Vote: 3-2-0-0
Yeas: 3 - Jama, Patterson, Taylor
Nays: 2 - Bonham, Hansell
Fiscal: Fiscal impact issued
Revenue: No revenue impact
Prepared By: Whitney Perez, LPRO Analyst
Meeting Dates: 2/9, 2/16

WHAT THE MEASURE DOES:

Expands definition of "public works" to include demolition or removal of hazardous waste related to road, highway, building, structure, or improvement of any type that: a public agency contracts or carries on to serve the public interest; uses \$750,000 or more in public funds of a public agency; occurs with or without public agency funds on property owned by a public university; or that uses more than \$750,000 in public agency funds or occurs on real property owned by a state agency, but does not involve constructing, reconstructing, renovating or painting a road, highway, building, structure, or improvement. Operative on January 1, 2024. Applies to procurements that contracting agency solicits or advertises or, if there is no advertisement or solicitation, to public improvement or public works contracts that contracting agency enters on or after operative date. Takes effect on 91st day following adjournment sine die.

ISSUES DISCUSSED:

- Meaning of hazardous waste
- Examples of demolition or hazardous waste removal projects excluded under existing law

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Oregon requires that a prevailing wage rate (PWR) be paid to construction workers for certain public works projects. The Commissioner of the Bureau of Labor and Industries is required to calculate the PWR at least once each year. The hourly wage that a contractor or subcontractor must pay workers on these specified public works projects must not be less than the PWR for an hour's work in the same trade or occupation in the area where the work is performed.

"Public works" is defined in law. Senate Bill 594 expands the definition of "public works" for purposes of the PWR to include demolition or removal of hazardous waste related to road, highway, building, structure, or improvement of any type that: a public agency contracts or carries on to serve the public interest; uses \$750,000 or more in public funds of a public agency; occurs with or without public agency funds on property owned by a public university; or that uses more than \$750,000 in public agency funds or occurs on real property owned by a state agency, but does not involve constructing, reconstructing, renovating or painting a road, highway, building, structure, or improvement.