

**KING COUNTY** 

## Signature Report

## Ordinance 18871

	Proposed No. 2019-0055.1 Sponsors Dembowski
1	AN ORDINANCE relating to living wage requirements;
2	and amending Ordinance 17909, Section 4, and K.C.C.
3	3.18.010 and Ordinance 17909, Section 6, and K.C.C.
4	3.18.030.
5	BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:
6	SECTION 1. Ordinance 17909, Section 4, and K.C.C. 3.18.010 are hereby
7	amended to read as follows:
8	A. "Actuarial value" means the percentage of total average costs for covered
9	benefits that a health benefits package will cover.
10	B. "Bonuses" means non-discretionary payments in addition to hourly, salary,
11	commission or piece-rate payments paid under an agreement between an employer and
12	employee.
13	C. "Commissions" means a sum of money paid to an employee upon completion
14	of a task, usually selling a certain amount of goods or services.
15	D. "Compensation" means wages together with the money paid by an employer
16	towards an individual employee's health benefits plan.
17	E. "Contract" means a mutually binding legal relationship or any modification
18	thereof obligating the county to pay a contractor one hundred thousand dollars or more to
19	provide professional services, technical services or services, as defined in K.C.C 2.93.030

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20	to, or at the direction of, the county. "Contract" does not include: a contract between a
21	contract-awarding authority and another government or public entity; a contract that the
22	county enters into as the administrator of grants received from a third party; a contract for
23	public works; an architectural or engineering contract; or a collective bargaining
24	agreement.
25	F. "Contract-awarding authority" means the county officer, department,
26	commission, employee or board authorized to enter into or to administer contracts on
27	behalf of the county.
28	G. "Contractor" means any person that enters into a contract with the county, or
29	negotiates the extension of an existing contract with the county, after the effective date of
30	this ordinance, or that is a subcontractor performing services under such a contract.
31	H. "Division" means the finance and business operations division of the
32	department of executive services.
33	I. "Director" means the manager of the finance and business operations division
34	of the department of executive services, or the manager's designee.
35	J. "Employee" means any individual employed by an employer, whether on a
36	full-time, part-time, temporary or seasonal basis, including temporary workers,
37	contracted workers, contingent workers and persons made available to work through a
38	temporary services, staffing or employment agency or similar entity.
39	K. "Employer" includes King County and any individual, partnership,
40	association, corporation, business trust or person or group of persons acting directly or
41	indirectly in the interest of an employer in relation to an employee.
42	L. "Health benefits plan" means a silver or higher level essential health benefits

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package, as defined in 42 U.S.C. Sec. 18022, or an equivalent plan that is designed to
provide benefits that are actuarially equivalent to seventy percent of the full actuarial
value of the benefits provided under the plan, whichever is greater.
M. "Hourly minimum compensation" means the minimum compensation due to
an employee under this chapter for each hour worked during a pay period.
N. "Hourly minimum wage" means the minimum wage due to an employee under
this chapter for each hour worked during a pay period.
O. "Person" means any individual, partnership, corporation, limited liability
company, sole proprietorship, association, joint adventure, estate, trust or other entity,
group or combination acting as a unit, and the individuals constituting the group or unit.
P. "Piece-rate" means a price paid per unit of work.
Q. "Rate of inflation" means ((the)) one hundred percent of the annual average
growth rate of the bi-monthly Seattle-Tacoma-Bremerton Area Consumer Price Index
((annual percent change)) for urban wage earners and clerical workers, termed CPI-W,
((or a successor index,)) for the twelve month((s before each September 1 as calculated
by the United States Department of Labor)) period ending in August, provided that the
percentage increase shall not be less than zero.
R. "Schedule 1 employer" means an employer that employs more than five
hundred employees in the United States, regardless of where those employees are
employed in the United States.
S. "Schedule 2 employer" means an employer that employs five hundred or fewer
employees in the United States, regardless of where those employees are employed in the
United States.

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T. "Subcontractor" means any person, not an employee, that enters into a contract 66 with a contractor or subcontractor, and that employs employees for that purpose, to assist 67 the contractor or subcontractor in performing a contract with the county. 68 U. "Wage" means compensation due to an employee by reason of employment, 69 payable in legal tender of the United States or checks on banks convertible into cash on 70 demand at full face value, subject to such deductions, charges or allowances as may be 71 permitted by rules of the director. "Wages" include commissions, piece-rate 72 compensation and bonuses, all of which shall be counted as wages in the work-week in 73 which they were earned. An employer payment toward a health benefits plan does not 74 75 constitute a "wage." SECTION 2. Ordinance 17909, Section 6, and K.C.C. 3.18.030 76 are hereby amended to read as follows: 77

The county shall pay its employees at a rate no less than the hourly minimum
wage for Schedule 1 employers, except for ((individuals performing services under a

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- work study agreement and)) short-term temporary employees who are employed in social 80
- service programs designed to help youth gain basic work training skills. 81

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Ordinance 18871 was introduced on 2/6/2019 and passed by the Metropolitan King County Council on 3/13/2019, by the following vote:

> Yes: 9 - Mr. von Reichbauer, Mr. Gossett, Ms. Lambert, Mr. Dunn, Mr. McDermott, Mr. Dembowski, Mr. Upthegrove, Ms. Kohl-Welles and Ms. Balducci No: 0 Excused: 0

> > KING COUNTY COUNCIL KING COUNTY, WASHINGTON

KING COUNTY COUNCIL 2019 MAR 19 Rod Dembowski, Chair

RECEIVE

 $\Box$ 

PH 3: 54

ATTEST:

Melani Pedroza, Clerk of the Council

APPROVED this 19 day of MARCH, 2019.

Dow Constantine, County Executive

Attachments: None