

Judicial Impact Fiscal Note

| | | |
|-----------------------------|-------------------------------|--|
| Bill Number: 5578 SB | Title: Labor standards | Agency: 055-Administrative Office of the Courts |
|-----------------------------|-------------------------------|--|

Part I: Estimates

☐ No Fiscal Impact

Estimated Cash Receipts to:

NONE

Estimated Expenditures from:

Non-zero but indeterminate cost and/or savings. Please see discussion.

Estimated Capital Budget Impact:

NONE

The revenue and expenditure estimates on this page represent the most likely fiscal impact. Responsibility for expenditures may be subject to the provisions of RCW 43.135.060.

Check applicable boxes and follow corresponding instructions:

- ☒ If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note for Parts I-V.
- ☐ If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- ☐ Capital budget impact, complete Part IV.

| | | |
|--------------------------------|---------------------|------------------|
| Contact | Phone: | Date: 01/30/2025 |
| Agency Preparation: Chris Conn | Phone: 360-704-5512 | Date: 02/11/2025 |
| Agency Approval: Chris Stanley | Phone: 360-357-2406 | Date: 02/11/2025 |
| OFM Review: | Phone: | Date: |

201,053.00

Request # 136-1

Part II: Narrative Explanation

II. A - Brief Description Of What The Measure Does That Has Fiscal Impact on the Courts

This bill requires covered employers to pay covered adult employees specified minimum wage with annual specified increases through 2031 and with wages thereafter adjusted annually for inflation.

Section 3 (6) authorizes the Department of Labor & Industry (DLI) to impose stop-work orders and penalties and permits employers to contest such orders in Superior Court.

Section 16 (6) authorizes DLI to impose penalties and stop-work orders and permits Transportation Network Companies (TNC) to contest such orders in Superior Court.

II. B - Cash Receipts Impact

None

II. C - Expenditures

Indeterminate. While existing law already allows admin decisions to be contested in Superior Court, Sections 3(6) and 16(6) will likely significantly increase such actions to extent employers and TNCs challenge DLI orders. The Administrative Office of the Courts (AOC) has no data available to estimate the number of cases that would be filed because of this bill.

Part III: Expenditure Detail

III. A - Expenditure By Object or Purpose (State)

Non-zero but indeterminate cost and/or savings. Please see discussion.

III. B - Expenditure By Object or Purpose (County)

Non-zero but indeterminate cost and/or savings. Please see discussion.

III. C - Expenditure By Object or Purpose (City)

Non-zero but indeterminate cost and/or savings. Please see discussion.

III. D - FTE Detail

NONE

III. E - Expenditures By Program (optional)

NONE

Part IV: Capital Budget Impact

IV. A - Capital Budget Expenditures

NONE

IV. B1 - Expenditures by Object Or Purpose (State)

NONE

IV. B2 - Expenditures by Object Or Purpose (County)

NONE

IV. B3 - Expenditures by Object Or Purpose (City)

NONE

IV. C - Capital Budget Breakout

Acquisition and construction costs not reflected elsewhere on the fiscal note and description of potential financing methods.

NONE

None