

Monica Martinez Simmons, City Clerk

# SIGNATURE SUBMITTAL ACKNOWLEDGMENT & RECEIPT Proposed Referendum No. 2, Ordinance 124490

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on July 2, 2014 at 11: (Date) (Tin	1:25 (a.m./p.m., I filed (No. of pages)
petition pages containing 550 (No. of signatures)	signatures with the Seattle City Clerk,
for a proposed Referendum.	Caig Keller
	Signature/Petition Coordinator  CRAIG KELLER
	Print Name
	**************************************
Batch No Date:	 Date/Time Stamp
Total No. of Petition Pages Received: /67	
Total No. of Signatures Counted: 564	
Acknowledgement of Receipt:	
Monica Martinez Simmons, City Clerk	PROVIDE COPY TO PÉTITION CORPINAT  RETAIN ORIGINAL FOR OFFICIAL CLERK FI

## **Save Our Choice**

PO Box 16716, Seattle, WA 98116 info@SaveOurChoice.us

July 2, 2014

Ms. Monica Martinez Simmons City of Seattle Clerk 600 4<sup>th</sup> Ave., Third Floor Seattle, WA 98104

Dear Madame Clerk:

Please accept the accompanying Seattle "Freedom Wage" referendum petition sheets in number 168, containing approximately 549 citizen petitions.

It is the reasonable hope and request of these 549 electors that their petitions be combined with those of any and all other electors who have also petitioned for referral of Ordinance No. 124490 to their ballot, regardless of source. Would not our Charter's authors celebrate exactly that a widespread grievance has now been addressed through petitions collected broadly by multiple and nonaligned petitioners? Each and every one of these electors do now thank you for your highest dedication in defending against their disenfranchisement.

Upon the emergence of a second Ordinance No. 124490 referendum campaign – even days past the first signatures of the attached petitions even including that of a Forward Seattle co-founder's – I did query your office and you did respond on June 19<sup>th</sup> favorable to future acceptance of all petitions regardless of source. Your encouragement then was toward campaign cooperation for the most time-efficient processing by your office. I did propose such a cooperative submission to a Forward Seattle principal on June 24<sup>th</sup> reciprocation of which came finally on June 30<sup>th</sup>. Yet their offer was quickly withdrawn yesterday July 1<sup>st</sup>, largely, I believe, based upon Forward Seattle's estimate of sufficient petitions collected wholely by themselves. And all this is recounted to exhibit how best efforts were made, but also how fickle campaign machinations for known and unknown motives cannot possibly be allowed to supplant the most fundamental of requests: namely the joint and several wish for ballot referral of each and every elector whose petition reaches your desk today.

We, those petitioners, as well as the broader Seattle population for whom we seek to win a vote for, thank you.

Craig Keller

Craig Keller

"Freedom Wage" Referendum Principal Petitioner co-founder/volunteer Save Our Choice contact phone (206) 935-4625

Postage

Affix

Here

## Referendum Petition TO REPEAL SEATTLE CITY COUNCIL'S Damaging Wage Regulation

To the City Council of The City of Seattle:

By your action you have placed countless jobs and job creators in jeopardy. Your unanimous yet misguided vote for Council Bill 118098 on June 2nd is but one in a history of injury and usurpations, all having in direct object the establishment of an absolute Tyranny. We, the undersigned registered voters of The City of Seattle, State of Washington, direct that Ordinance 124490, entitled: AN ORDINANCE relating to employment in Seattle; adding a new Chapter 14.19 to the Seattle Municipal Code; establishing minimum wage and minimum compensation rates for employees performing work in Seattle; and prescribing remedies and enforcement procedures, a true and correct copy of which is included, be referred to the the voters at the next municipal election.

I am a legal voter of The City of Seattle, State of Washington. My residence address is correctly stated. I have personally signed this petition.

## Date Signed Citizen's Signature Print Name Seattle Street Address & Zip Code /2014 eMail address (optional, to stay informed) phone (optional) /2014 eMail address (optional, to stay informed) phone (optional) /2014eMail address (optional, to stay informed) phone (optional) /2014 eMail address (optional, to stay informed) phone (optional)

SIGN & MAIL Immediately to: SAVE OUR CHOICE, P.O. Box 16716, Seattle, WA 98116. Your petition must be received by Tuesday July 1, 2014 \* PLEASE DUPLICATE THIS PETITION (ONE SHEET, DOUBLE-SIDED) FOR ADDITIONAL SIGNATURE LINES \*

#### Including Council's "Whereas" Propaganda, below lies the tesxt of:

ordinance: 124490

Date passed by Full Council: June 2, 2014

Vote: 9-0 (CONLIN,LICATA,O'BRIEN,BAGSHAW,GODDEN,HARRELL,BURGESS,RASMUSSEN,CLARK)

Date of Mayor Edward Murray's signature: June 3, 2014

Date introduced/referred to committee: May 19, 2014

Committee: Committee on Minimum Wage and Income Inequality

Sponsor: CLARK, BAGSHAW, BURGESS, GODDEN, HARRELL, LICATA, O'BRIEN, AND RASMUSSEN

Committee Recommendation: Pass as Amended

Date of Committee Recommendation: May 29, 2014

Committee Vote: 7(Clark, Bagshaw, Burgess, Godden, Harrell, O'Brien, Sawant)-0

#### City of Seattle Ordinance 124490 and Bill 118098

AN ORDINANCE relating to employment in Seattle; adding a new Chapter 14.19 to the Seattle Municipal Code; establishing minimum wage and minimum compensation rates for employees performing work in Seattle; and prescribing sendels end a for convent practicuse.

WHEREAS, United States President Barack Obama has called addressing income inequality the "the defining issue of

WHEREAS, the noted economist Thomas Piketty wrote in his landmark book Capital in the 21 st Century, the need to act on income inequality is profound as "Ir leal wages for most US workers have increased little if at all since the early 1970s, but wages for the top one percent of earners have risen 165 percent, and wages for the top 0.1 percent have risen 362 percent."

WHEREAS, the tens of thousands of low wage workers in Seattle who struggle to meet their most basic needs, the increasing unaffordability of this city for so many of our citizens, and the hollowing-out of the middle class strike at the core of who we are as a community dedicated to democratic principles and economic advancement and opportunity; Whereas, Seattle has one of the worst gender wage gaps in the country, where a majority of low wage workers tend to be women, and a higher minimum wage is a powerful tool to reduce the income disparity between women and men; WHEREAS, many Seattle workers cannot fully participate in our community's dynamic civic life or pursue the myriad educational, cultural, and recreational opportunities that constitute a flourishing life because many struggle to meet their households' most basic needs:

WHEREAS, Seattle is home to many innovative and progressive employers who contribute significantly to the economic prosperity of the region:

WHEREAS, Seattle has a long and proud tradition of advocating for worker rights and promoting social and economic instice:

WHEREAS, minimum wage laws promote the general welfare, health, and prosperity of Seattle by ensuring that workers can better support and care for their families and fully participate in Seattle's civic, cultural, and economic life; WHEREAS, the Mayor signed Executive Order 2014-01 directing all City of Seattle Department Directors to prioritize and work in coordination with the City's Personnel Department and Budget Office to develop a comprehensive implementation plan that ensures a minimum hourly wage of \$15.00 for employees of the City of Seattle, and directing the Personnel Department and Budget Office to seek concurrence and coordinate with the City Council and the Mayor's Income Incomplied Advisory, Committee.

WHEREAS, the Mayor and City Council has convened a Labor Standards Advisory Committee and the City expects the committee will provide feedback later in 2014 on recommended approaches for enhancing the City's enforcement of various labor laws including, but not limited to, minimum was plaws;

WHEREAS, the City is committed to evaluating options for securing progressive sources of funding to ensure that non-profit human services providers with City-funded contracts can provide both a living wage to their workforce and continue to provide critical services for those in the greatest need;

WHEREAS, Seattle's employer and worker advocacy community have come together to respond to the challenge of rising income inequality and ensure broadly shared prosperity in our community;

#### BE IT ORDAINED BY THE CITY OF SEATTLE AS FOLLOWS:

Section 1. The City Council ("Council") makes the following findings of fact and declarations:

- 1. Over 100,000 Seattle workers earn wages insufficient to support themselves and their families;
- 2. In Seattle, the weight of income inequality falls disproportionately on people of color and on women. More than 34 percent of all women and over 40 percent of African Americans and Asian and Pacific Islander Americans rank among low wage workers in Seattle. For Latinos, that number is nearly 50 percent, and it is 70 percent for Native Americans; 3. Over 24 percent of Seattle residents earn hourly wages of \$15.00 per hour or less and approximately 13.6 percent of the Seattle community lives below the poverty level;
- 4. Some employers, in particular small businesses and not- for-profit organizations, may have difficulty in accommodating the increased costs:
- 5. Numerous studies suggest minimum wages benefit employers and the economy as a whole by improving employee performance, reducing employee turnover, lowering absenteeism, and thereby improving productivity and the quality of the services provided by employees;
- 6. The Mayor formed an "Income Inequality Advisory Committee," a group comprised of representatives from Seattle's employer, labor, and non-profit communities to address the pressing issue of income inequality in Seattle;
- 7. The Income Inequality Advisory Committee was charged with delivering recommendations on how best to increase the minimum wage in Seattle in a way that ensures that our economy is vibrant enough and fair enough to embrace all who live and work here:
- 8. The Income Inequality Advisory Committee reviewed the impact of minimum wage increases in other cities, relevant studies and other appropriate data, and hosted numerous public engagement forums, including industry-specific forums and the "Income Inequality Symposium" at Seattle University;
- 9. The Income Inequality Advisory Committee determined the following: Scattle's minimum wage should be raised to \$15.00 per hour; the minimum wage should be phased in over time, the first year of implementation of a plot increase of the minimum wage should begin in 2015; once the minimum wage reaches \$15.00 per hour it should rise in concert with the consumer price index; exemptions from the \$15.00 per hour minimum wage are limited to only those allowed under the Washington State Minimum Wage Act; a benchmark of 500 employees is appropriate as distinguishing between larger and smaller employers in recognition that smaller businesses and not-for-profits would face particular challenges in innelmenting a higher minimum wage:
- 10. The Income Inequality Advisory Committee also recognized a set of principles for a strong enforcement and culturally competent worker and business education program that integrates existing annual business license processes; create significant penalties for intentional and repeat violations; establishes worker and employer outreach and education programs through contracts with 501(c)3 community-based organizations and business associations; develops an incentive structure for businesses with solid labor practices; emphasizes culturally competent communication with employees and employers connects workers with the appropriate local, state, and federal agencies; and establishes a business, labor, and community oversight committee to monitor implementation of the City of Seattle's new labor standards education and enforcement function. These principles will be forwarded to the City of Seattle's Labor Standards Advisory Committee and
- 11. The public welfare, health, and prosperity of Seattle require wages and benefits sufficient to ensure a decent and healthy life for all Seattle workers and their families

Section 2. A new Section 14.19.010 is added to the Seattle Municipal Code as follows:

14.19.010 Definitions

For the purposes of this Chapter:

- A. "Actuarial value" means the percentage of total average costs for covered benefits that a health benefits package will
- B. "Bonuses" means non-discretionary payments in addition to hourly, salary, commission, or piece-rate payments paid

under an agreement between the employer and employee;

- C. "Commissions" means a sum of money paid to an employee upon completion of a task, usually selling a certain amount of goods or services;
- D. "Department" means the Department of Finance and Administrative Services:
- E. "Director" means the Director of the Department of Finance and Administrative Services, or his or her designee; E "Employ" means to permit to work;
- G. "Employee" means "employee," as defined under Section 12A.28.200. Employee does not include individuals performing services under a work study agreement:
- H. "Employer" means any individual, partnership, association, corporation, business trust, or any person or group of persons acting directly or indirectly in the interest of an employer in relation to an employee;
- I. "Franchise" means a written agreement by which:
- A person is granted the right to engage in the business of offering, selling, or distributing goods or services under a
  marketing plan prescribed or suggested in substantial part by the grantor or its affiliate;
- 2. The operation of the business is substantially associated with a trademark, service mark, trade name, advertising, or other commercial symbol; designating, owned by, or licensed by the grantor or its affiliate; and
- 3. The person pays, agrees to pay, or is required to pay, directly or indirectly, a franchise fee;
- I. "Franchisee" means a person to whom a franchise is offered or granted:
- K. "Franchisor" means a person who grants a franchise to another person
- L. "Hearing Examiner" means the official appointed by the Council and designated as the Hearing Examiner, or that person's designee (Deputy Hearing Examiner, Hearing Examiner Pro Tem, etc.);
- M. "Hourly minimum compensation" means the minimum compensation due to an employee for each hour worked during a pay period;
- N. "Hourly minimum wage" means the minimum wage due to an employee for each hour worked during a pay period; O. "Medical benefits plan" means a silver or higher level essential health benefits package, as defined in 42 U.S.C. section B022, or an equivalent plan that is designed to provide benefits that are actuarially equivalent to 70 percent of the full
- actuarial value of the benefits provided under the plan, whichever is greater;

  P. "Minimum compensation" means the minimum wage in addition to tips actually received by the employee and reported to the Internal Revenue Service, and money paid by the employer towards an individual employee's medical
- benefits plan; Q. "Minimum wage" means all wages, commissions, piece-rate, and bonuses actually received by the employee and reported to the Internal Revenue Service;
- R. "Piece-rate" means a price paid per unit of work;
- S. "Rate of inflation" means the Consumer Price Index annual percent change for urban wage earners and clerical workers, termed CPI-W, or a successor index, for the twelve months prior to each September 1st as calculated by the United States Department of Labor;
- T. "Schedule 1 Employer" means all employers that employ more than 500 employees in the United States, regardless of where those employees are employed in the United States, and all franchises associated with a franchisor or a network of franchises with franchises that employ more than 500 employees in aggregate in the United States;
- U. "Schedule 2 Employer" means all employers that employ 500 or fewer employees regardless of where those employees are employed in the United States. Schedule 2 employers do not include franchises associated with a franchisor or a network of franchises with franchises that employ more than 500 employees in aggregate in the United States.
- V. "Tips" means a verifiable sum to be presented by a customer as a gift or gratuity in recognition of some service performed for the customer by the employee receiving the tip;
- W. "Wage" means compensation due to an employee by reason of employment, payable in legal tender of the United States or checks on banks convertible into cash on demand at full face value, subject to such deductions, charges, or allowances as may be permitted by rules of the Director. Commissions, piece-rate, and bonuses are included in wages. Tips and employer payments toward a medical benefits plan do not constitute wages for purposes of this Chapter.

Section 3. A new Section 14.19.020 is added to the Seattle Municipal Code as follows: 14.19.020 Employment in Seattle and Employer Schedule Determination

A. Employees are covered by this Chapter for each hour worked within the geographic boundaries of Seattle, provided that an employee who performs work in Seattle on an occasional basis is covered by this Chapter in a two-week period only if the employee performs more than two hours of work for an employer within Seattle during that two-week period. Time spent in Seattle solely for the purpose of travelling through Seattle from a point of origin outside Seattle to a destination outside Seattle, with no employment-related or commercial stops in Seattle except for refueling or the employee's personal meals or errands, is not covered by this Chapter. An employee who is not covered by this Chapter is still included in any determination of the size of the employer.

- B. For the purposes of determining whether a non-franchisee employer is a Schedule 1 employer or a Schedule 2 employer, separate entities that form an integrated enterprise shall be considered a single employer under this Chapter. Separate entities will be considered an integrated enterprise and a single employer under this Chapter where a separate entity controls the operation of another entity. The factors to consider in making this assessment include, but are not limited to:
- Degree of interrelation between the operations of multiple entities;
- Degree of interrelation between the operations of multiple entities.
   Degree to which the entities share common management:
- Degree to which the entities share common is
   Centralized control of labor relations: and
- Centralized control of labor relations; and

4. Degree of common ownership or financial control over the entities. There shall be a presumption that separate legal entities, which may share some degree of interrelated operations and common management with one another, shall be considered separate employers for purposes of this section as long as (1) the separate legal entities operate substantially in separate physical locations from one another, and (2) each separate legal entity has partially different ultimate ownership. The determination of employer schedule for the current calendar year will be calculated based upon the average number of employees employed per calendar week during the preceding calendar year for any and all weeks during which at least one employee worked for compensation. For employers that did not have any employees during the previous calendar year, the employer schedule will be calculated based upon the average number of employees employed per calendar week during the first 90 calendar days of the current year in which the employer engaged in business.

C. The Director shall have the authority to issue a special certificate authorizing an employer to pay a wage less than the City of Seattle minimum wage, as defined in this Chapter, but above the Washington State minimum wage, as defined in RCW 49.46.002. Such special certificates shall only be available for the categories of workers defined in RCW 49.46.006 and shall be subject to such limitations as to time, number, proportion, and length of service as the Director shall prescribe. Prior to issuance, an applicant for a special certificate must secure a letter of recommendation from the Washington State Department of Labor and Industries stating that the applicant has a demonstrated necessity pursuant to WAC 296-128.

D. The Director shall by rule establish the minimum wage for employees under the age of eighteen years, provided that any percentage of the hourly rate established by rule shall not be lower than the percentage applicable under state statutes and regulations.

Section 4. A new Section 14.19.030 is added to the Seattle Municipal Code as follows:

14.19.030 Hourly Minimum Wage -- Schedule 1 Employers

A. Effective April 1, 2015, Schedule 1 employers shall pay each employee an hourly minimum wage of at least \$11.00. Pursuant to the following schedule, effective January 1 of each year thereafter, Schedule 1 employers shall pay any employee an hourly minimum wage as follows:

Year Hourly Minimum Wage Year Hourly Minimum Wage

5 \$13.00 2017 \$15.00

Effective January 1, 2018, the hourly minimum wage paid by a Schedule 1 employer to any employee shall be increased annually on a percentage basis to reflect the rate of inflation and calculated to the nearest cent on January 1 of each year thereafter.

B. Schedule 1 employers can meet the applicable hourly minimum wage requirement through a payment of the minimu wage, provided that the Schedule 1 employer is in compliance with all applicable law. Where an employee is paid on a commission or piece-rate basis, wholly or partially, the amount earned on such basis in each work-week period may be redited as a part of the total wage for that period, and the total wages paid for such period shall be computed on the

hours worked in that period resulting in no less than the applicable minimum wage rate. Where an employee is paid a bonus, the amount of the bonus in each work-week period may be credited as a part of the total wage for that period, and the total wage spaid for such period shall be computed on the hours worked in that period resulting in no less than the applicable minimum wage rate. Pursuant to the following schedule, effective January 1, 2016, Schedule 1 employers that pay toward an individual employee's medical benefits plan shall pay the employee an hourly minimum wage as follows: Year Hourly Minimum Wage Year Hourly Minimum Wage Year Hourly Minimum Wage.

2016 \$12.50 2017 \$13.50 2018 \$15.00 Effective January 1, 2019, payment by the employer of health benefits for employees shall no longer affect the hourly minimum wage paid by a Schedule 1 employer.

Section 5. A new Section 14.19.040 is added to the Seattle Municipal Code as follows:

14.19.040 Hourly Minimum Wage -- Schedule 2 Employers

A. Effective April 1, 2015, Schedule 2 employers shall pay each employee an hourly minimum wage of at least \$10.00. Schedule 2 employers can meet the applicable hourly minimum wage requirement through a payment of the minimum wage, provided that the Schedule 2 employer is in compliance with all applicable law. Effective January 1 of 2016 and each year thereafter, Schedule 2 employers shall pay each employee an hourly minimum wage that is the lower of (a) the applicable hourly minimum wage for Schedule 1 Employers or (b) the hourly minimum wage shown in the following schedule: Year HourlyMin. Wage Year HourlyMin

Year Hourly Min. Wage Year Hourly Min. Wage Year Hourly Min. Wage Year Hourly Min. Wage 2021 \$15.00 2022 \$15.75 2022 \$16.50 2024 \$17.25 Effective on January 1 of 2025, and January 1 of every year thereafter, the hourly minimum wage paid by a Schedule 2

employer to any employee shall equal the hourly minimum wage applicable to Schedule 1 employers. B. Schedule 2 employers can meet the applicable hourly minimum wage requirements through a payment of the mini-

mum wage, provided that the Schedule 2 employer is in compliance with all applicable law. Section 6. A new Section 14.19.050 is added to the Seattle Municipal Code as follows:

14.19.050 Hourly Minimum Compensation -- Schedule 2 Employers

A. Effective April 1, 2015, Schedule 2 employers shall pay each employee an hourly minimum compensation of at least \$11.00. Effective January 1 of each year thereafter, Schedule 2 employers shall pay each employee an hourly minimum compensation that is the lower of (a) the applicable hourly minimum wage for Schedule 1 Employers or (b) the hourly minimum compensation shown in the following schedule:

 Year
 Hr. Min. Comp. Year
 <t

Effective January 1, 2021, the hourly minimum compensation paid by a Schedule 2 employer to any employee shall equal the hourly minimum wage applicable to Schedule 1 employers.

B. Schedule 2 employers can meet the applicable hourly minimum compensation requirement through wages (including applicable commissions, piece-rate, and bonuses), tips and money paid by an employer towards an individual employee's medical benefits plan, provided that the Schedule 2 employer also meets the applicable hourly minimum wage requirements.

C. Effective January 1, 2025, minimum compensation will no longer be applicable as defined in this Chapter.

Section 7. A new Section 14 19 060 is added to the Seattle Municipal Code as follows:

14.19.060 Enforcement

A. Powers and Duties

- The Department shall investigate alleged violations of this Chapter as defined herein, and shall have such powers and duties in the performance of these functions as are defined in this Chapter and otherwise necessary and proper in the performance of the same and provided for by law.
- 2. The Director is authorized and directed to promulgate rules consistent with this Chapter.
- B. Exercise of Rights Protected; Retaliation Prohibited
- It shall be a violation for an employer or any other person to interfere with, restrain, or deny the exercise of, or the attempt to exercise, any right protected under this Chapter.
   It shall be a violation for an employer to discharge, threaten, harass, demote, penalize, or in any other manner dis-
- criminate or retaliate against any employee because the employee has exercised in good faith the rights protected under this Chapter. Such rights include but are not limited to the right to file an oral or written complaint with the Department about any employer's alleged violation of this Chapter; the right to inform his or her employer, union or similar organization, and/or legal counsel about an employer's alleged violation of this Chapter; the right to copocate with the Department in its investigations of alleged violations of this Chapter; the right to oppose any policy, practice, or act that is unlawful under this Chapter; and the right to inform other employees of his or her potential rights under this Chapter.

  It shall be considered a violation for an employee to compunicate to a person filing a wase claim directly or indirectly.
- 3. It shall be considered a violation for an employer to communicate to a person filing a wage claim, directly or indirectly, explicitly or implicitly, the willingness to inform a government employee that the person is not lawfully in the United States, report or threaten to report suspected citizenship or immigration status of an employee or a family member of the employee to a federal, state, or local agency because the employee has exercised a right under this Chapter.
- C. Notice, Posting, and Records
- L. Employers shall give notice to employees in English, Spanish and any other language commonly spoken by employees at the particular workplace that they are entitled to the minimum wage and minimum compensation; that retaliation against employees who exercise their rights under this Chapter is prohibited; and that each employee has the right to file a charge or bring a civil action if the minimum wage or minimum compensation as defined in this Chapter is not paid or the employee is retaliated against for engaging in an activity protected under this Chapter.
- 2. Employers may comply with this section by posting in a conspicuous place at any workplace or job site where any covered employee works a notice published each year by the Department informing employees of the current minimum wage and minimum compensation rates applicable in that particular workplace or jobsite and of their rights under this Chapter in English, Spanish and any other languages commonly spoken by employees at the particular workplace or job site.
- 3. Employers shall retain payroll records pertaining to covered employees for a period of three years documenting minimum wages and minimum compensation paid to each employee.
- D. Charges and Investigation
- 1. The Department may investigate any violations of this Chapter. A charge alleging a violation of this Chapter should include a statement of the dates, places, and persons or entities responsible for such violation. A charge alleging a violation of this Chapter may also be filed by the Director on behalf of an aggrieved individual when the Director has reason to believe that a violation has occurred.
- 2. Charges filed under this Chapter must be filed within 3 years after the occurrence of the alleged violation. The applicable statute of limitations for civil actions is tolled during the Department's investigation and any administrative enforcement proceeding under this Chapter based upon the same facts.
- 3. The Director shall cause to be served or mailed by certified mail, return receipt requested, a copy of the charge on the respondent within 20 days after the filing of the charge and shall promptly make an investigation thereof.

  4. The investigation shall be directed to ascertain the facts concerning the alleged violation of this Chapter, and shall be
- 5. During the investigation the Director shall consider any statement of position or evidence with respect to the allegations of the charge which the charging party or the respondent wishes to submit. The Director shall have authority to sign and issue subpoenas requiring the attendance and testimony of witnesses, and the production of evidence including but not limited to books, records, correspondence or documents in the possession or under the control of the employer

E. Findings of Fact and Notice of Violation.

conducted in an objective and impartial manner.

- The results of the investigation shall be reduced to written findings of fact, and a written determination shall be made by the Director that a violation of this Chapter has occurred. The findings of fact shall be furnished promptly to the respondent and charging or agrieved party in the form of a notice of violation.
- Within sixty days of a notice of violation, the Director shall confer with the parties and determine an appropriate remedy, which shall include full payment of unpaid wages due to the charging or aggrieved party under the terms of this Chapter. Such remedy shall be reduced to writing in an order of the Director.

- An employer who willfully violates the notice and posting requirements of this section shall be subject to a civil penalty
  in an amount not to exceed \$125 for the first violation and \$250 for subsequent violations.
- It is unlawful for any employer to willfully resist, prevent, impede or interfere with the Director in the performance of his or her duties under this Chapter. Conduct made unlawful by this section constitutes a violation and any employer who

commits such a violation may be punished by a civil penalty of not less than \$1,000 and not more than \$5,000.

- 3. For a first time violation of this Chapter, the Director shall issue a warning and may assess a civil penalty of up to \$500 for improper payment of minimum wage and minimum compensation as defined in this Chapter. For subsequent violations, the Director shall assess a civil penalty for improper payment of minimum wage and minimum compensation as defined in this Chapter. A civil penalty for a second time violation of this Chapter shall be not greater than \$1,000 per employee or an amount equal to ten percent of the total amount of unpaid wages, whichever is greater. A civil penalty for a third violation of this Chapter shall not be greater than \$5,000 per employee or an amount equal to ten percent of the total amount of unpaid wages, whichever is greater. The maximum civil penalty for a violation of this chapter shall be \$20,000 per employee.
- 4. Within sixty days of a notice of violation of this Chapter, the Director shall confer with the parties and determine an appropriate remedy, which shall include full payment of unpaid wages and accrued interest due to the charging or aggrieved party under the terms of this Chapter. Such remedy shall be reduced to writing in an order of the Director. G. Appeal Period and Failure to Respond
- 1. An employer may appeal the Director's order by requesting a contested hearing in writing within 15 days of service. If an employer fails to appeal the Director's order within 15 days of service, the Director's order shall be final and enforceable. When the last day of the appeal period so computed is a Saturday, Sunday, or federal or City holiday, the period shall run until 5:00 p.m. on the next business day.
  H. Apoeal Procedure and Failure to Appear
- 1. Contested hearings shall be conducted pursuant to the procedures for hearing contested cases contained in Section 3.02.090 and the rules adopted by the Hearing Examiner for hearing contested cases. The Director shall have the burden of proof by a preponderance of the evidence before the Hearing Examiner. Failure to appear for a requested hearing will result in an order being entered finding that the employer cited committed the violation stated in the Director's order. For good cause shown and upon terms the Hearing Examiner deems just, the Hearing Examiner may set aside an order entered upon a failure to appear.
- In all contested cases, the Hearing Examiner shall enter an order affirming, modifying or reversing the Director's order Section 8. A new Section 14.19.070 is added to the Seattle Municipal Code as follows:
   14.19.070 Severability

The provisions of this Chapter are declared to be separate and severable. If any clause, sentence, paragraph, subdivision, section, subsection or portion of this Chapter, or the application thereof to any employer, employee, or circumstance, is held to be invalid, it shall not affect the validity of the remainder of this Chapter, or the validity of its application to other persons or circumstances.

Section 9. A new Section 14.19.080 is added to the Seattle Municipal Code as follows:

14.19.080 Other Legal Requirements

This Chapter provides minimum wage and minimum compensation requirements and shall not be construed to preempt, limit, or otherwise affect the applicability of any other law, regulation, requirement, policy, or standard that provides for duty in conflict with federal or state law. Nor shall this Chapter shall be interpreted or applied so as to create any power or duty in conflict with federal or state law. Nor shall this Chapter be construed to preclude any person aggrieved from seeking judicial review of any final administrative decision or order made under this Chapter affecting such person. Section 10. This ordinance shall take effect and be in force 30 days after its approval by the Mayor, but if not approved and returned by the Mayor, within ten days after presentation, it shall take effect as provided by Seattle Municipal Code

Section 1.04.020.
Passed by the City Council the 2<u>nd.</u>day of <u>June, 2014</u>, and signed by me in open session in authentication of its passage this 2<u>nd day of June, 2014</u>. [signed] <u>Tim Burgess</u> President of the City Council

Approved by me this 2nd day of June, 2014.
[signed] Edward B. Murray, Mayor

Filed by me this <u>3rd</u> day of <u>June</u>, <u>2014</u>. [signed] <u>Monica Martinez Simmons</u>, City Clerk (Seal)

#### REOUIRED WARNING:

SMC 2.16.010 Unlawful acts designated. A. It is unlawful for any person:

- 1. To sign or decline to sign any petition for a City initiative, referendum, or Charter amendment, in exchange for any consideration or gratuity or promise thereof; or
  2. To give or offer any consideration or gratuity to anyone to induce him or her to sign or not
- to sign a petition for a City initiative, referendum, or Charter amendment; or 3. To interfere with or attempt to interfere with the right of any voter to sign or not to sign a
- petition for City initiative, referendum, or Charter amendment by threat, intimidation or any other corrupt means or practice; or 4. To sign a petition for a City initiative, referendum, or Charter amendment with any other than his or her true name, or to knowingly sign more than one (1) petition for the same initiative, referendum, or Charter amendment measure, or to sign any such petition knowing
- that he or she is not a registered voter of the City.

  B. The provision of the ordinance codified in this chapter shall be printed as a warning on every petition for a City ordinance initiative or referendum or City Charter amendment.

  SMC 2.16.020 Violation -- Penalty.

Any person violating any of the provisions of this chapter shall upon conviction thereof be punishable by a fine of not more than Five Hundred Dollars (\$500) or by imprisonment in the City Jail for a period not to exceed six (6) months, or by both such fine and imprisonment.

### **INSTRUCTIONS:**

- •Fill signature lines immediately. (Signatures must be submitted at the office Seattle City Clerk by 5PM July 3rd. (preferrably received at our P.O. Box by July 1st)
- Make 2-sided copies of this petition for more signatures.
  Mail petition with any contribution (check, no cash) to:
  - P.O. Box 16716, Seattle, WA 98116

www.SaveOurChoice.us

### City of Seattle Legislative Department Office of the City Clerk



### Monica Martinez Simmons, City Clerk

July 8, 2014

HAND DELIVERED

Ms. Sherril Huff, Director King County Elections 919 SW Grady Way Renton, WA 98057-2906

SUBJECT:

Referendum No. 2 (Save Our Choice) and Referendum No. 3 (Forward Seattle);

Combined Petition Signature Transmittal Pertaining to Ordinance No. 124490

Dear Ms. Huff:

City of Seattle Referenda Nos. 2 and 3, both pertain to Ordinance No. 124490. Proponents for each referendum submitted their signature petition pages with my office on Wednesday, July 2, 2014, at separate times. At 11:25 a.m., Craig Keller, representing Save Our Choice, filed 169 petition pages containing approximately 564 signatures. At approximately 2:55 p.m. on the same day, Angela Cough, representing Forward Seattle, filed 2,259 petition pages containing approximately 18,922 petition signatures.

Accompanying this transmittal letter are three (3) boxes containing 2,428 petition pages. The pages have been numbered sequentially as follows:

**Save Our Choice:** 

Box 1 of 1: Petition Page Nos. 001 - 169.

Forward Seattle:

Box 1 of 2:

Petition Page Nos. 1-800

Box 2 of 2:

Petition Page Nos. 801 – 2256

Petition Page Nos. CC1 – CC3\*

(\*Box 2 includes three additional petition pages also received on July 2, containing an additional 17 signatures which were not counted during the initial intake. These three pages are labeled CC1 – CC3. Please include them in the

signature verification process.)

In accordance with King County Election Department guidelines, please verify the validity of these signatures for determination of sufficiency or insufficiency. Please be advised that the Seattle City Charter requires that Sixteen Thousand Five Hundred Ten (16,510) valid signatures are required to qualify a referendum for presentation to the Seattle City Council.

Ms. Sherril Huff, Director King County Elections July 8, 2014 Page 2

Should you have any question, or if I can provide any assistance in this matter, please do not hesitate to contact me at (206) 684-8361.

Very truly yours,

Monica Martinez Simmons

City Clerk

Cc: City Councilmembers

Mayor Ed Murray

City Attorney Peter Holmes

Wayne Barnett, Director, Ethics and Elections Commission

Craig Keller, representing Save Our Choice Angela Cough, representing Forward Seattle



Date:

July 23, 2014

To:

City Councilmembers

From:

Monica Martinez Simmons, City Clerk

Subject:

Notice of Insufficiency Received for Referendum Nos. 2 and 3

Petitions Pertaining to Ordinance No. 124490 (Minimum Wage)

Please be advised on July 22, my office received King County Department of Elections' notice of insufficiency for Referendum Nos. 2 and 3 petitions. Included herewith please find the insufficiency notice and the final statistics for both petitions.

The required number of valid signatures for each petition was 16,510. Neither petition reached the required number of valid signatures; therefore, the King County Department of Elections deemed both insufficient following the verification process and under the provisions of the Revised Code of Washington 35.21.005. In addition, the combined total of the verified signatures for both petitions did not reach the required number of valid signatures. The attached notice of insufficiency has been filed under the related Clerk File 313881 (Save Our Choice) and Clerk File 313882 (Forward Seattle).

Please contact me if I can assist you with further information regarding this matter at ext. 4-8361.

Attachment: King County Elections Notice of Insufficiency and Petition Statistics

Cc:

Mayor Ed Murray

Peter Holmes, City Attorney

Wayne Barnett, SEEC



### **Department of Elections** Sherril Huff, Director

July 22, 2014

SENT VIA EMAIL AND MAIL

Monica Martinez Simmons Seattle City Clerk City Hall, Floor 3 600 4<sup>th</sup> Avenue Seattle, WA 98104-1859

RE: City of Seattle Referendum Petitions on Ordinance #124490 (minimum

wage)

Dear Ms. Simmons:

The King County Elections Department examined the signatures on both petitions related to City of Seattle Ordinance #124490 (minimum wage). The required number of valid signatures for each petition was 16,510. Referendum 2 (Save Our Choice) was determined to have been signed by 455 voters of King County and the City of Seattle. Referendum 3 (Forward Seattle) was determined to have been signed by 14,818 voters of King County and the City of Seattle. Neither petition reached the required number of 16,510 valid signatures, therefore it is determined that the petitions are insufficient.

If you have questions, please feel free to contact Julie Wise at 206-477-4176.

Sincerely,

Sherril Huff, Director

cc: Julie Wise, Program Manager of Voter Services

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