June 27, 1997

Douglas West Fax No. 503-861-9899 Dear Mr. West:

Here are the answers to the questions that you faxed to OR-OSHA on 6/11/97:

Question #1: I need to find out if two sole proprietor exempt contractors work together on one job do OSHA regulations apply? I know that if I am a sole proprietor, and exempt I do not have to comply with OSHA regulations on my job. What happens when there are two of us? Answer: Normally when two sole proprietors work together on the same job OR-OSHA standards do apply. The reason is that they usually develop an employer/employee relationship as evidenced by the following:

- 1. The contract agreement is usually with only one of the contractors.
- 2. The materials for the job are ususally purchased by only one contractor.
- 3. Normally one of the contractors is in charge and/or responsible for the completion and quality of the project.
- 4. The contractors usually coordinate their work schedules so that they are on the job at the same time.
- 5. Equipment is often shared.
- 6. The two contractors usually work together on the same task or in the same area.
- 7. Final payment for the job is usually made to one contractor who then pays the other.

Question #2: What about casual labor? If you pay someone under \$600 per year and do not have to have insurance, do OR-OSHA regulations apply even if someone is employed for only one day? Answer: Yes, even if someone is employed for a minute, no matter whether someone has insurance or not, OR-OSHA standards apply.

Question #3: If I am working on a job and the owner is helping me, do OR-OSHA regulations apply?

Answer: If the owner of the establishment is acting as a general contractor, then OR-OSHA standards apply. If the owner of the establishment is assisting in return for compensation, then the standards apply. If the establishment is a business and the owner falls under the jurisdiction of OR-OSHA due to his relationship to his company, then OR-OSHA's standards apply. For further information please contact Mike Mitchell at 378-3272. You are also invited to see the OR-OSHA pages on the Internet at www.cbs.state.or.us/external/osha/index.html.

Sincerely,

Marilyn K. Schuster, Manager Standards & Technical Resources Section Oregon Occupational Safety & Health Division