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HOUSE BILL 2057

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State of Washington

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By Representatives Wineberry, Forner, H. Myers, Anderson, Locke, Shin and R. Fisher

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1 AN ACT Relating to consolidation of state agencies; amending RCW  
2 28C.18.060, 43.17.010, 43.17.020, 19.85.020, 42.17.319, 43.17.065,  
3 43.20A.750, 43.31.057, 43.31.085, 43.31.205, 43.31.409, 43.31.411,  
4 43.31.422, 43.31.504, 43.31.522, 43.31.524, 43.31.526, 43.31.641,  
5 43.31.830, 43.31.840, 43.31.850, 43.160.020, 43.168.020, 43.210.110,  
6 43.63A.066, 43.63A.075, 43.63A.115, 43.63A.155, 43.63A.220, 43.63A.230,  
7 43.63A.245, 43.63A.247, 43.63A.260, 43.63A.275, 43.63A.300, 43.63A.320,  
8 43.63A.330, 43.63A.340, 43.63A.400, 43.63A.410, 43.63A.440, 43.63A.450,  
9 43.63A.460, 43.63A.600, and 43.105.020; reenacting and amending RCW  
10 42.17.310; adding a new chapter to Title 43 RCW; creating new sections;  
11 and repealing RCW 43.31.005, 43.31.015, 43.31.025, 43.31.035,  
12 43.31.045, 43.31.055, 43.31.065, 43.31.075, 43.31.095, 43.31.097,  
13 43.31.105, 43.31.115, 43.31.130, 43.31.135, 43.31.373, 43.31.375,  
14 43.31.377, 43.31.379, 43.31.381, 43.31.383, 43.31.387, 43.31.430,  
15 43.31.432, 43.31.434, 43.31.436, 43.31.438, 43.31.440, 43.31.442,  
16 43.31.651, 43.31.790, 43.31.800, 43.31.810, 43.31.820, 43.63A.020,  
17 43.63A.030, 43.63A.040, 43.63A.050, 43.63A.060, 43.63A.065, 43.63A.078,  
18 43.63A.095, 43.63A.100, 43.63A.130, 43.63A.140, 43.63A.210, and  
19 43.63A.560.

20 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

1        NEW SECTION.    **Sec. 1.** The legislature finds that the consolidation  
2 of the trade and economic development functions of the department of  
3 trade and economic development and community development functions of  
4 the department of community development into one department will  
5 improve the efficiency and effectiveness with which state services are  
6 delivered to build the skill and capacity of businesses and local  
7 communities to respond to and manage change in an ever changing  
8 environment. Such a consolidation will increase the accountability to  
9 the public, the executive, and the legislature for the performance of  
10 commerce and community development functions.

11        It is the intent of the legislature in consolidating the trade,  
12 economic, and community development functions of the two departments to  
13 direct state resources of significant scope and scale to geographic  
14 areas with the greatest relative need and the fewest resources, and to  
15 targeted sectors of the economy that have the greatest potential for  
16 either wealth generation through value-added production, or for  
17 negative economic impact on the state or substate regions.

18        It is the further intent of the legislature in this consolidation  
19 to maximize the use of local expertise and local community resources in  
20 the delivery of economic and community development services, and to  
21 ensure that the services offered are the ones desired by the state's  
22 business and community customers.

23        NEW SECTION.    **Sec. 2.** Unless the context clearly requires  
24 otherwise, the definitions in this section apply throughout this  
25 chapter.

26        (1) "Associate development organization" means a local economic  
27 development nonprofit corporation.

28        (2) "Department" means the department of commerce and community  
29 development.

30        (3) "Director" means the director of the department of commerce and  
31 community development.

32        (4) "Small business" means any business entity, including a sole  
33 proprietorship, corporation, partnership, or other legal entity, that  
34 is owned and operated independently from all other businesses, that has  
35 the purpose of making a profit, and that has fifty or fewer employees.

36        (5) "Distressed area" has the meaning in RCW 43.165.010.

37        (6) "Impact area" means (a) distressed counties as defined in RCW  
38 43.165.010(3)(a); (b) subcounty areas in those counties which are not

1 covered under (a) of this subsection which are timber impact areas as  
2 defined in RCW 43.31.601; (c) urban subcounty areas as defined in RCW  
3 43.165.010(3)(c); (d) neighborhood reinvestment area as designated  
4 under chapter . . . (House Bill No. 1986), Laws of 1993; (e) enterprise  
5 zones as certified under chapter . . . (House Bill No. 1909), Laws of  
6 1993; and (f) areas not currently experiencing economic distress which  
7 the department anticipates as likely to experience distress in the near  
8 future, such as areas experiencing defense budget reductions or  
9 suffering dislocations from natural resource issues such as salmon  
10 recovery.

11 NEW SECTION. **Sec. 3.** A state department of commerce and community  
12 development is created. The department shall be vested with all powers  
13 and duties established or transferred to it under this chapter and such  
14 other powers and duties as may be authorized by law.

15 NEW SECTION. **Sec. 4.** The executive head of the department shall  
16 be the director. The director shall be appointed by the governor with  
17 the consent of the senate, and shall serve at the pleasure of the  
18 governor. The director shall be paid a salary to be fixed by the  
19 governor in accordance with RCW 43.03.040.

20 NEW SECTION. **Sec. 5.** (1) The internal affairs of the department  
21 shall be under the control of the director in order that the director  
22 may manage the department in a flexible and intelligent manner as  
23 dictated by changing contemporary circumstances. The director may  
24 employ such personnel as may be necessary in accordance with chapter  
25 41.06 RCW.

26 (2) The department shall be subdivided into divisions, including  
27 divisions on housing, and growth management. Except as otherwise  
28 specified or in response to federal requirements, these divisions shall  
29 be established and organized in accordance with plans to be prepared by  
30 the director and approved by the governor. In preparing such plans,  
31 the director shall endeavor to promote efficient public management and  
32 to improve delivery of the department's programs.

33 NEW SECTION. **Sec. 6.** (1) The director shall supervise and  
34 administer the activities of the department and shall advise the

1 governor and the legislature with respect to commerce, economic, and  
2 community development matters affecting the state.

3 (a) The director may:

4 (i) Enter into contracts on behalf of the state to carry out the  
5 purposes of this chapter;

6 (ii) Act for the state in the initiation of or participation in any  
7 multigovernmental program relative to the purpose of this chapter; and

8 (iii) Accept gifts and grants, whether such grants be of federal or  
9 other funds;

10 (b) The director shall:

11 (i) Prepare and submit for executive and legislative action on the  
12 budget for the department;

13 (ii) Submit recommendations for legislative actions as are deemed  
14 necessary to further the purposes of this chapter; and

15 (iii) Adopt rules in accordance with chapter 34.05 RCW and perform  
16 all other functions necessary and proper to carry out the purposes of  
17 this chapter.

18 (2) When federal or other funds are received by the department,  
19 they shall be promptly transferred to the state treasurer and  
20 thereafter expended only upon the approval of the director.

21 (3) The director may request information and assistance from all  
22 other agencies, departments, and officials of the state, and may  
23 reimburse such agencies, departments, or officials if such a request  
24 imposes any additional expenses upon any such agency, department, or  
25 official.

26 (4) The director shall, in carrying out the responsibilities of  
27 office, consult with governmental officials, private groups, and  
28 individuals and with officials of other states, and may, if the  
29 director deems it desirable, hold public hearings to obtain information  
30 to carry out the purposes of this chapter. All state agencies and  
31 their officials and the officials of any political subdivision of the  
32 state shall cooperate with and give such assistance to the department,  
33 including the submission of requested information, to allow the  
34 department to carry out its purposes under this chapter.

35 NEW SECTION. **Sec. 7.** The department shall have the following  
36 functions and responsibilities:

- 1 (1) Provide economic and community development advisory assistance  
2 to the governor, other state agencies, and the legislature on local  
3 government, community development, and economic-related issues;
- 4 (2) Provide staff and support to cabinet level interagency economic  
5 and community development coordinating activities;
- 6 (3) Cooperate with the legislature and the governor in the  
7 development and implementation of strategic plans for the state's  
8 economic and community development efforts;
- 9 (4) Provide technical and financial assistance to local  
10 governments, businesses and community-based organizations serving the  
11 communities of the state for the purpose of aiding and encouraging  
12 orderly, productive, and coordinated development of the state, and,  
13 unless stipulated otherwise, give priority to local communities with  
14 the greatest relative need and the fewest resources;
- 15 (5) Solicit private and federal grants for economic and community  
16 development programs and administer such programs in conjunction with  
17 other programs assigned to the department by the governor or the  
18 legislature;
- 19 (6) Administer community services programs directed to the poor and  
20 infirm through private, nonprofit organizations and units of general  
21 purpose local government and coordinate these programs with economic  
22 development and self-sufficiency efforts of the department;
- 23 (7) Coordinate business investment efforts with other state  
24 agencies, local governments, and public and private local economic  
25 development groups in order to assist communities seeking new business  
26 activity and the expansion of existing businesses;
- 27 (8) Identify and work with Washington businesses that can use  
28 local, state, and federal assistance to increase domestic and foreign  
29 exports and that are capable of increasing production of goods and  
30 services;
- 31 (9) Coordinate with private and public international trade efforts  
32 throughout the state to market the state's products and services  
33 internationally and act as a centralized location for the assimilation  
34 and distribution of trade information;
- 35 (10) Assist in the production, development, rehabilitation, and  
36 operation of owner-occupied or rental housing for low and moderate-  
37 income persons, and qualify as a participating state agency for all  
38 programs of the federal department of housing and urban development or  
39 its successor;

1 (11) Participate with other states or subdivisions thereof in  
2 interstate programs and assist cities, counties, municipal  
3 corporations, governmental conferences or councils, and regional  
4 planning commissions to participate with other states or their  
5 subdivisions;

6 (12) Hold public hearings and meetings to carry out the purposes of  
7 this chapter;

8 (13) Market and coordinate the attraction of visitors and  
9 conventions to the state and the expansion of the tourism industry  
10 throughout the state in cooperation with the visitor industry, as well  
11 as public and private tourism development organizations;

12 (14) Promote, market, and encourage growth in the production of  
13 films and videos, as well as television commercials, within the state;

14 (15) Administer family services and programs to promote the state's  
15 policy as provided in RCW 74.14A.025;

16 (16) Conduct research and analysis in furtherance of the state's  
17 economic and community development efforts including maintenance of  
18 current information on market and economic trends as they affect  
19 different industrial sectors, geographic regions, and communities with  
20 special economic problems in the state;

21 (17) Provide a comprehensive state-level focus for state fire  
22 protection services, funding, and policy;

23 (18) Administer a program to identify, evaluate, and protect  
24 properties that reflect outstanding elements of the state's cultural  
25 heritage; and

26 (19) Coordinate a comprehensive state program for mitigating,  
27 preparing for, responding to, and recovering from emergencies and  
28 disasters.

29 NEW SECTION. **Sec. 8.** The director shall submit to the legislature  
30 and the governor by December 1, 1993, a plan for operation of the  
31 department. The plan shall include:

32 (1) Strategies for a sectoral focus, and a targeted geographic  
33 focus in the delivery of economic and community development services;

34 (2) Implementation steps for the department's efforts at:

35 (a) Assisting local governments in the development, preservation,  
36 or siting of affordable housing;

37 (b) Technology transfer and technology diffusion;

38 (c) Self-employment assistance and entrepreneurial development;

- 1 (d) Enhancing the participation of the state's businesses in global  
2 trade;
- 3 (e) Linking work force training to its other community and business  
4 assistance efforts;
- 5 (f) Cooperating with the governor and the legislature in developing  
6 strategic plans;
- 7 (g) Assisting local governments in planning for growth;
- 8 (h) Addressing capital gaps;
- 9 (i) Providing small business assistance;
- 10 (j) Marketing and promotion of Washington products;
- 11 (k) Coordination of federal, state, and local community and  
12 economic development efforts with the state;
- 13 (l) Maximizing federal economic and community development resources  
14 within the state;
- 15 (m) Leveraging limited state resources and broadening the base of  
16 involvement by working collaboratively with private and public  
17 institutes of higher education and other public, private, and nonprofit  
18 organizations;
- 19 (n) Encouraging a balance of economic growth between urban and  
20 rural areas;
- 21 (o) Addressing the special needs of economically disadvantaged  
22 communities and business sectors in transition; and
- 23 (p) Increasing economic diversification; and
- 24 (3) The establishment of benchmarks by which to measure progress  
25 and the evaluation of the performance and effectiveness of the  
26 department's efforts.

27 NEW SECTION. **Sec. 9.** (1) The local economic development service  
28 program is established in the department. This program shall  
29 coordinate the delivery of economic development services to local  
30 communities or regional areas. It shall encourage a partnership  
31 between the public and private sectors and between state and local  
32 officials to encourage appropriate economic growth in communities  
33 throughout the state.

34 (2) The department shall coordinate its delivery of community and  
35 economic development programs to minimize program redundancy and  
36 maximize accessibility. The department shall work to develop links  
37 between the state and service users as well as among the service users  
38 themselves.

1 (3)(a) The department shall divide the state into service delivery  
2 regions. In creating these regions, the department shall meet the  
3 following criteria:

4 (i) Each region shall have a population of no less than one hundred  
5 thousand;

6 (ii) Each region shall contain at least one institution of higher  
7 education as defined in RCW 28B.10.016; and

8 (iii) Each region shall have organizations and resources capable of  
9 supporting the delivery of community and economic development services  
10 to all parts of the region.

11 The department shall also minimize problems of accessibility to  
12 services that result from a geographically large region, and maximize  
13 commonalities between the communities in the region.

14 (b) In each service delivery region the department shall contract  
15 with one associate development organization or a consortium of such  
16 organizations, or another appropriate locally based organization to  
17 coordinate the delivery of community and economic development services  
18 within the region. The contracting organization shall work with local  
19 governments, associate development organizations, local chambers of  
20 commerce, private industry councils, port districts, labor groups,  
21 institutions of higher education, community action programs, and other  
22 appropriate private, public, or nonprofit community and economic  
23 development groups within the region and shall involve them in the  
24 planning for and delivery of economic and community development  
25 services required by this section.

26 The contracting organization shall designate five trade sectors of  
27 the region's economy that represent the five most significant sectors  
28 within the region. The contracting organization shall survey  
29 businesses and employees in these sectors on an annual basis to gather  
30 information on the sector's business needs, expansion plans, relocation  
31 decisions, training needs, potential layoffs, financing needs,  
32 availability of financing, and other appropriate information about  
33 economic trends and specific employer and employee needs in the region.  
34 The results of these surveys shall be compiled by the department.

35 The contracting organization shall be responsible for coordinating  
36 the delivery of those public or private training and technical  
37 assistance services required by the businesses and employees in the  
38 targeted sectors within its region, as indicated by survey responses.  
39 Such services shall include entrepreneurial training, job skills

1 training, production process analysis, product development assistance,  
2 marketing, and financial and other management services. The  
3 contracting organization shall develop a list of individuals and firms  
4 qualified to meet specialized training or business development needs.

5 The department's selection of contracting organizations or  
6 consortiums shall be based on the sufficiency of the organization's or  
7 consortium's proposal to carry out the survey of targeted sectors  
8 within its region and coordinate the delivery of training and technical  
9 assistance as required by this section.

10 NEW SECTION. **Sec. 10.** The department shall work with private  
11 sector organizations, local governments, local economic development  
12 organizations, and institutions of higher education to assist in the  
13 development of a targeted sectors program. The targeted sectors shall  
14 include, but are not limited to, software, forest products,  
15 biotechnology, environmental industries, aerospace, food processing,  
16 tourism, and film and video. The department shall on a continuing  
17 basis evaluate the potential return to the state from devoting  
18 additional resources to a targeted sectors approach to economic  
19 development and including additional sectors in its efforts.

20 In assisting in the development of a targeted sector, the  
21 department's activities may include, but are not limited to:

22 (1) Conducting focus group discussions, facilitating meetings, and  
23 conducting studies to identify members of the sector, appraise the  
24 current state of the sector, and identify issues of common concern  
25 within the sector;

26 (2) Supporting the formation of industry associations, publications  
27 of association directories, and related efforts to create or expand the  
28 activities or industry associations;

29 (3) Assisting in the formation of flexible networks by providing  
30 (a) trained agency employees or private sector consultants to act as  
31 flexible network brokers and (b) funding for potential flexible network  
32 participants for the purpose of organizing or implementing a flexible  
33 network;

34 (4) Helping establish research consortia;

35 (5) Conducting joint training and education programs and developing  
36 curricula related to the specific needs of targeted sectors;

37 (6) Promoting cooperative market development activities;

1 (7) Analyzing the need, feasibility, and cost of establishing  
2 product certification and testing facilities and services; and

3 (8) Providing for methods of electronic communication and  
4 information dissemination among firms and groups of firms to facilitate  
5 network activity.

6 By January 10th of each year, the department shall report in  
7 writing on its targeted sector programs to the legislature. The  
8 department's report shall include an appraisal of the sector,  
9 activities the department has undertaken to assist in the development  
10 of each sector, and recommendations to the legislature regarding  
11 activities that the state should implement but are currently beyond the  
12 scope of the department's program or resources.

13 NEW SECTION. **Sec. 11.** (1) The department shall establish a  
14 technical assistance and training program. The program shall be  
15 designed to increase the economic and community development skills  
16 available in local communities by providing training and funding for  
17 training for local citizens and businesses. Services shall be targeted  
18 to those communities most in need of state assistance and shall be  
19 provided in impact areas.

20 (2) The department shall provide direct technical assistance to  
21 local communities to strengthen their role in building their local  
22 economies. This assistance shall include, but not be limited to:

23 (a) Identifying emerging problems in impact areas for businesses,  
24 workers, and communities and providing timely assistance;

25 (b) Evaluating the economic health of a community including its  
26 economic base and its strengths, weaknesses, and opportunities;

27 (c) Assisting communities and nonprofit development entities in  
28 developing local economic development strategies, including the  
29 technical analysis necessary to carry out the strategies;

30 (d) Providing assistance to communities in broadening their local  
31 economic base, including providing management and financial assistance,  
32 entrepreneurial training, and assistance to firms in identifying new  
33 markets and introducing new processes;

34 (e) Assisting communities in responding to economic change,  
35 including supporting organizational and leadership development;

36 (f) Assisting local governments to facilitate the siting of  
37 businesses;

1 (g) Facilitating the formation of flexible networks among groups of  
2 businesses; and

3 (h) Providing technical and managerial assistance to small  
4 businesses including assistance in securing available financing and  
5 industrial modernization.

6 (3) The department shall administer a technical assistance funding  
7 pool for the delivery to impact areas of the technical assistance  
8 identified in this section.

9 (4) The department shall establish a community development training  
10 institute to provide intensive economic and community development  
11 skills training to local communities.

12 (5) The department shall establish an entrepreneurial development  
13 institute using a competitive bidding process among educational  
14 institutions and nonprofit development organizations.

15 NEW SECTION. **Sec. 12.** (1) To provide local communities with  
16 flexible sources of funding and client-based community and economic  
17 development programs, the department shall establish and operate a  
18 local development grant program. The program shall coordinate funding  
19 for eligible projects with other federal, state, local, private and  
20 nonprofit funding sources.

21 (2) To be eligible to receive funds under this program an  
22 organization must be a local government, community-based organization,  
23 nonprofit development organization, port district, or Indian tribe.  
24 Any local government, associate development organization, or port  
25 district requesting funds shall demonstrate the participation of a  
26 cultural, economic, and ethnic cross-section of the local community in  
27 the project, including business, labor, and educational institutions.

28 (3) In awarding grants under this program, preference shall be  
29 given to efforts that have the prospect of resulting in long-term,  
30 family-wage employment, to development that is environmentally  
31 sustainable, and to projects that are developed and supported jointly  
32 with nonstate partners. Funds shall not be used for entertainment or  
33 hosting. Funds granted for economic development projects require a  
34 contribution of local funds or resources to the project. No less than  
35 twenty-five percent of available grant funds awarded yearly under this  
36 program shall be awarded to nonprofit, community-based organizations,  
37 and no less than twenty-five percent of available grant funds awarded

1 yearly under this program shall be awarded to associate development  
2 organizations.

3 (4) The grant program may include the use of available community  
4 development block grant funds, loan fund or reserve fund resources to  
5 make grants to local development organizations for the establishment of  
6 revolving loan funds for microloans to low-income individuals wishing  
7 to become self-employed. Such grants shall be conditioned on the local  
8 development organization's (a) operating a structured entrepreneurial  
9 training program for its low-income clients and (b) requiring  
10 participation in the training program before awarding a microloan to  
11 those desiring a microloan.

12 **Sec. 13.** RCW 28C.18.060 and 1991 c 238 s 7 are each amended to  
13 read as follows:

14 The board, in cooperation with the operating agencies of the state  
15 training system shall:

16 (1) Concentrate its major efforts on planning, coordination  
17 evaluation, policy analysis, and recommending improvements to the  
18 state's training system.

19 (2) Advocate for the state training system and for meeting the  
20 needs of employers and the work force for work force education and  
21 training.

22 (3) Establish and maintain an inventory of the programs of the  
23 state training system, and related state programs, and perform a  
24 biennial assessment of the vocational education, training, and adult  
25 basic education and literacy needs of the state; identify ongoing and  
26 strategic education needs; and assess the extent to which employment,  
27 training, vocational and basic education, rehabilitation services, and  
28 public assistance services represent a consistent, integrated approach  
29 to meet such needs.

30 (4) Develop and maintain a state comprehensive plan for work force  
31 training and education, including but not limited to, goals,  
32 objectives, and priorities for the state training system, and review  
33 the state training system for consistency with the state comprehensive  
34 plan. In developing the state comprehensive plan for work force  
35 training and education, the board shall use, but shall not be limited  
36 to: Economic, labor market, and populations trends reports in office  
37 of financial management forecasts; joint office of financial management  
38 and employment security department labor force, industry employment,

1 and occupational forecasts; the results of scientifically based  
2 outcome, net-impact and cost-benefit evaluations; the needs of  
3 employers as evidenced in formal employer surveys and other employer  
4 input; and the needs of program participants and workers as evidenced  
5 in formal surveys and other input from program participants and the  
6 labor community.

7 (5) In consultation with the higher education coordinating board,  
8 review and make recommendations to the office of financial management  
9 and the legislature on operating and capital facilities budget requests  
10 for operating agencies of the state training system for purposes of  
11 consistency with the state comprehensive plan for work force training  
12 and education.

13 (6) Provide for coordination among the different operating agencies  
14 of the state training system at the state level and at the regional  
15 level.

16 (7) Develop a consistent and reliable data base on vocational  
17 education enrollments, costs, program activities, and job placements  
18 from publicly funded vocational education programs in this state.

19 (8) Establish standards for data collection and maintenance for the  
20 operating agencies of the state training system in a format that is  
21 accessible to use by the board. The board shall require a minimum of  
22 common core data to be collected by each operating agency of the state  
23 training system.

24 The board shall develop requirements for minimum common core data  
25 in consultation with the office of financial management and the  
26 operating agencies of the training system.

27 (9) Establish minimum standards for program evaluation for the  
28 operating agencies of the state training system, including, but not  
29 limited to, the use of common survey instruments and procedures for  
30 measuring perceptions of program participants and employers of program  
31 participants, and monitor such program evaluation.

32 (10) Every two years administer scientifically based outcome  
33 evaluations of the state training system, including, but not limited  
34 to, surveys of program participants, surveys of employers of program  
35 participants, and matches with employment security department payroll  
36 and wage files. Every five years administer scientifically based net-  
37 impact and cost-benefit evaluations of the state training system.

38 (11) In cooperation with the employment security department,  
39 provide for the improvement and maintenance of quality and utility in

1 occupational information and forecasts for use in training system  
2 planning and evaluation. Improvements shall include, but not be  
3 limited to, development of state-based occupational change factors  
4 involving input by employers and employees, and delineation of skill  
5 and training requirements by education level associated with current  
6 and forecasted occupations.

7 (12) Provide for the development of common course description  
8 formats, common reporting requirements, and common definitions for  
9 operating agencies of the training system.

10 (13) Provide for effectiveness and efficiency reviews of the state  
11 training system.

12 (14) In cooperation with the higher education coordinating board,  
13 facilitate transfer of credit policies and agreements between  
14 institutions of the state training system, and encourage articulation  
15 agreements for programs encompassing two years of secondary work force  
16 education and two years of postsecondary work force education.

17 (15) In cooperation with the higher education coordinating board,  
18 facilitate transfer of credit policies and agreements between private  
19 training institutions and institutions of the state training system.

20 (16) Participate in the development of coordination criteria for  
21 activities under the job training partnership act with related programs  
22 and services provided by state and local education and training  
23 agencies.

24 (17) Make recommendations to the commission of student assessment,  
25 the state board of education, and the superintendent of public  
26 instruction, concerning basic skill competencies and essential core  
27 competencies for K-12 education. Basic skills for this purpose shall  
28 be reading, writing, computation, speaking, and critical thinking,  
29 essential core competencies for this purpose shall be English, math,  
30 science/technology, history, geography, and critical thinking. The  
31 board shall monitor the development of and provide advice concerning  
32 secondary curriculum which integrates vocational and academic  
33 education.

34 (18) Establish and administer programs for marketing and outreach  
35 to businesses and potential program participants.

36 (19) Facilitate the location of support services, including but not  
37 limited to, child care, financial aid, career counseling, and job  
38 placement services, for students and trainees at institutions in the

1 state training system, and advocate for support services for trainees  
2 and students in the state training system.

3 (20) Facilitate private sector assistance for the state training  
4 system, including but not limited to: Financial assistance, rotation  
5 of private and public personnel, and vocational counseling.

6 (21) Facilitate programs for school-to-work transition that combine  
7 classroom education and on-the-job training in industries and  
8 occupations without a significant number of apprenticeship programs.

9 (22) Encourage and assess progress for the equitable representation  
10 of racial and ethnic minorities, women, and people with disabilities  
11 among the students, teachers, and administrators of the state training  
12 system. Equitable, for this purpose, shall mean substantially  
13 proportional to their percentage of the state population in the  
14 geographic area served. This function of the board shall in no way  
15 lessen more stringent state or federal requirements for representation  
16 of racial and ethnic minorities, women, and people with disabilities.

17 (23) Participate in the planning and policy development of governor  
18 set-aside grants under P.L. 97-300, as amended.

19 (24) Administer veterans' programs, licensure of private vocational  
20 schools, the job skills program, and the Washington award for  
21 vocational excellence.

22 (25) Allocate funding from the state job training trust fund.

23 (26) Work with the director of the department of commerce and  
24 community development to ensure the coordination of work force training  
25 efforts with that department's technology diffusion, self-employment,  
26 and business start-up efforts.

27 (27) Adopt rules as necessary to implement this chapter.

28 The board may delegate to the director any of the functions of this  
29 section.

30 **Sec. 14.** RCW 43.17.010 and 1989 1st ex.s. c 9 s 810 are each  
31 amended to read as follows:

32 There shall be departments of the state government which shall be  
33 known as (1) the department of social and health services, (2) the  
34 department of ecology, (3) the department of labor and industries, (4)  
35 the department of agriculture, (5) the department of fisheries, (6) the  
36 department of wildlife, (7) the department of transportation, (8) the  
37 department of licensing, (9) the department of general administration,  
38 (10) the department of (~~trade and economic~~) commerce and community

1 development, (11) the department of veterans affairs, (12) the  
2 department of revenue, (13) the department of retirement systems, (14)  
3 the department of corrections, and (15) (~~the department of community~~  
4 ~~development, and (16))~~) the department of health, which shall be  
5 charged with the execution, enforcement, and administration of such  
6 laws, and invested with such powers and required to perform such  
7 duties, as the legislature may provide.

8 **Sec. 15.** RCW 43.17.020 and 1989 1st ex.s. c 9 s 811 are each  
9 amended to read as follows:

10 There shall be a chief executive officer of each department to be  
11 known as: (1) The secretary of social and health services, (2) the  
12 director of ecology, (3) the director of labor and industries, (4) the  
13 director of agriculture, (5) the director of fisheries, (6) the  
14 director of wildlife, (7) the secretary of transportation, (8) the  
15 director of licensing, (9) the director of general administration, (10)  
16 the director of (~~trade and economic~~) commerce and community  
17 development, (11) the director of veterans affairs, (12) the director  
18 of revenue, (13) the director of retirement systems, (14) the secretary  
19 of corrections, and (15) (~~the director of community development, and~~  
20 ~~(16))~~) the secretary of health.

21 Such officers, except the secretary of transportation, shall be  
22 appointed by the governor, with the consent of the senate, and hold  
23 office at the pleasure of the governor. The director of wildlife,  
24 however, shall be appointed according to the provisions of RCW  
25 77.04.080. If a vacancy occurs while the senate is not in session, the  
26 governor shall make a temporary appointment until the next meeting of  
27 the senate. A temporary director of wildlife shall not serve more than  
28 one year. The secretary of transportation shall be appointed by the  
29 transportation commission as prescribed by RCW 47.01.041.

30 NEW SECTION. **Sec. 16.** The department of community development is  
31 hereby abolished and its powers, duties, and functions are hereby  
32 transferred to the department of commerce and community development.

33 NEW SECTION. **Sec. 17.** All reports, documents, surveys, books,  
34 records, files, papers, or written material in the possession of the  
35 department of community development shall be delivered to the custody  
36 of the department of commerce and community development. All cabinets,

1 furniture, office equipment, motor vehicles, and other tangible  
2 property employed by the department of community development shall be  
3 made available to the department of commerce and community development.  
4 All funds, credits, or other assets held by the department of community  
5 development shall be assigned to the department of commerce and  
6 community development.

7 Any appropriations made to the department of community development  
8 shall, on the effective date of this section, be transferred and  
9 credited to the department of commerce and community development.

10 Whenever any question arises as to the transfer of any personnel,  
11 funds, books, documents, records, papers, files, equipment, or other  
12 tangible property used or held in the exercise of the powers and the  
13 performance of the duties and functions transferred, the director of  
14 financial management shall make a determination as to the proper  
15 allocation and certify the same to the state agencies concerned.

16 NEW SECTION. **Sec. 18.** All employees of the department of  
17 community development are transferred to the jurisdiction of the  
18 department of commerce and community development. All employees  
19 classified under chapter 41.06 RCW, the state civil service law, are  
20 assigned to the department of commerce and community development to  
21 perform their usual duties upon the same terms as formerly, without any  
22 loss of rights, subject to any action that may be appropriate  
23 thereafter in accordance with the laws and rules governing state civil  
24 service.

25 NEW SECTION. **Sec. 19.** All rules and all pending business before  
26 the department of community development shall be continued and acted  
27 upon by the department of commerce and community development. All  
28 existing contracts and obligations shall remain in full force and shall  
29 be performed by the department of commerce and community development.

30 NEW SECTION. **Sec. 20.** The transfer of the powers, duties,  
31 functions, and personnel of the department of community development  
32 shall not affect the validity of any act performed prior to the  
33 effective date of this section.

34 NEW SECTION. **Sec. 21.** If apportionments of budgeted funds are  
35 required because of the transfers directed by sections 17 through 20 of

1 this act, the director of financial management shall certify the  
2 apportionments to the agencies affected, the state auditor, and the  
3 state treasurer. Each of these shall make the appropriate transfer and  
4 adjustments in funds and appropriation accounts and equipment records  
5 in accordance with the certification.

6 NEW SECTION. **Sec. 22.** Nothing contained in sections 16 through 21  
7 of this act may be construed to alter any existing collective  
8 bargaining unit or the provisions of any existing collective bargaining  
9 agreement until the agreement has expired or until the bargaining unit  
10 has been modified by action of the personnel board as provided by law.

11 NEW SECTION. **Sec. 23.** The department of trade and economic  
12 development is hereby abolished and its powers, duties, and functions  
13 are hereby transferred to the department of commerce and community  
14 development.

15 NEW SECTION. **Sec. 24.** All reports, documents, surveys, books,  
16 records, files, papers, or written material in the possession of the  
17 department of trade and economic development shall be delivered to the  
18 custody of the department of commerce and community development. All  
19 cabinets, furniture, office equipment, motor vehicles, and other  
20 tangible property employed by the department of trade and economic  
21 development shall be made available to the department of commerce and  
22 community development. All funds, credits, or other assets held by the  
23 department of trade and economic development shall be assigned to the  
24 department of commerce and community development.

25 Any appropriations made to the department of trade and economic  
26 development shall, on the effective date of this section, be  
27 transferred and credited to the department of commerce and community  
28 development.

29 Whenever any question arises as to the transfer of any personnel,  
30 funds, books, documents, records, papers, files, equipment, or other  
31 tangible property used or held in the exercise of the powers and the  
32 performance of the duties and functions transferred, the director of  
33 financial management shall make a determination as to the proper  
34 allocation and certify the same to the state agencies concerned.

1        NEW SECTION.    **Sec. 25.** All employees of the department of trade  
2 and economic development are transferred to the jurisdiction of the  
3 department of commerce and community development. All employees  
4 classified under chapter 41.06 RCW, the state civil service law, are  
5 assigned to the department of commerce and community development to  
6 perform their usual duties upon the same terms as formerly, without any  
7 loss of rights, subject to any action that may be appropriate  
8 thereafter in accordance with the laws and rules governing state civil  
9 service.

10       NEW SECTION.    **Sec. 26.** All rules and all pending business before  
11 the department of trade and economic development shall be continued and  
12 acted upon by the department of commerce and community development.  
13 All existing contracts and obligations shall remain in full force and  
14 shall be performed by the department of commerce and community  
15 development.

16       NEW SECTION.    **Sec. 27.** The transfer of the powers, duties,  
17 functions, and personnel of the department of trade and economic  
18 development shall not affect the validity of any act performed prior to  
19 the effective date of this section.

20       NEW SECTION.    **Sec. 28.** If apportionments of budgeted funds are  
21 required because of the transfers directed by sections 24 through 27 of  
22 this act, the director of financial management shall certify the  
23 apportionments to the agencies affected, the state auditor, and the  
24 state treasurer. Each of these shall make the appropriate transfer and  
25 adjustments in funds and appropriation accounts and equipment records  
26 in accordance with the certification.

27       NEW SECTION.    **Sec. 29.** Nothing contained in sections 23 through 28  
28 of this act may be construed to alter any existing collective  
29 bargaining unit or the provisions of any existing collective bargaining  
30 agreement until the agreement has expired or until the bargaining unit  
31 has been modified by action of the personnel board as provided by law.

32       **Sec. 30.** RCW 19.85.020 and 1989 c 374 s 1 are each amended to read  
33 as follows:

1 Unless the context clearly indicates otherwise, the definitions in  
2 this section apply through this chapter.

3 (1) "Small business" has the meaning given in ((RCW 43.31.025(4)))  
4 section 2 of this act.

5 (2) "Small business economic impact statement" means a statement  
6 meeting the requirements of RCW 19.85.040 prepared by a state agency  
7 pursuant to RCW 19.85.030.

8 (3) "Industry" means all of the businesses in this state in any one  
9 three-digit standard industrial classification as published by the  
10 United States department of commerce.

11 **Sec. 31.** RCW 42.17.310 and 1992 c 139 s 5 and 1992 c 71 s 12 are  
12 each reenacted and amended to read as follows:

13 (1) The following are exempt from public inspection and copying:

14 (a) Personal information in any files maintained for students in  
15 public schools, patients or clients of public institutions or public  
16 health agencies, or welfare recipients.

17 (b) Personal information in files maintained for employees,  
18 appointees, or elected officials of any public agency to the extent  
19 that disclosure would violate their right to privacy.

20 (c) Information required of any taxpayer in connection with the  
21 assessment or collection of any tax if the disclosure of the  
22 information to other persons would (i) be prohibited to such persons by  
23 RCW 82.32.330 or (ii) violate the taxpayer's right to privacy or result  
24 in unfair competitive disadvantage to the taxpayer.

25 (d) Specific intelligence information and specific investigative  
26 records compiled by investigative, law enforcement, and penology  
27 agencies, and state agencies vested with the responsibility to  
28 discipline members of any profession, the nondisclosure of which is  
29 essential to effective law enforcement or for the protection of any  
30 person's right to privacy.

31 (e) Information revealing the identity of persons who are witnesses  
32 to or victims of crime or who file complaints with investigative, law  
33 enforcement, or penology agencies, other than the public disclosure  
34 commission, if disclosure would endanger any person's life, physical  
35 safety, or property. If at the time a complaint is filed the  
36 complainant, victim or witness indicates a desire for disclosure or  
37 nondisclosure, such desire shall govern. However, all complaints filed  
38 with the public disclosure commission about any elected official or

1 candidate for public office must be made in writing and signed by the  
2 complainant under oath.

3 (f) Test questions, scoring keys, and other examination data used  
4 to administer a license, employment, or academic examination.

5 (g) Except as provided by chapter 8.26 RCW, the contents of real  
6 estate appraisals, made for or by any agency relative to the  
7 acquisition or sale of property, until the project or prospective sale  
8 is abandoned or until such time as all of the property has been  
9 acquired or the property to which the sale appraisal relates is sold,  
10 but in no event shall disclosure be denied for more than three years  
11 after the appraisal.

12 (h) Valuable formulae, designs, drawings, and research data  
13 obtained by any agency within five years of the request for disclosure  
14 when disclosure would produce private gain and public loss.

15 (i) Preliminary drafts, notes, recommendations, and intra-agency  
16 memorandums in which opinions are expressed or policies formulated or  
17 recommended except that a specific record shall not be exempt when  
18 publicly cited by an agency in connection with any agency action.

19 (j) Records which are relevant to a controversy to which an agency  
20 is a party but which records would not be available to another party  
21 under the rules of pretrial discovery for causes pending in the  
22 superior courts.

23 (k) Records, maps, or other information identifying the location of  
24 archaeological sites in order to avoid the looting or depredation of  
25 such sites.

26 (l) Any library record, the primary purpose of which is to maintain  
27 control of library materials, or to gain access to information, which  
28 discloses or could be used to disclose the identity of a library user.

29 (m) Financial information supplied by or on behalf of a person,  
30 firm, or corporation for the purpose of qualifying to submit a bid or  
31 proposal for (a) a ferry system construction or repair contract as  
32 required by RCW 47.60.680 through 47.60.750 or (b) highway construction  
33 or improvement as required by RCW 47.28.070.

34 (n) Railroad company contracts filed prior to July 28, 1991, with  
35 the utilities and transportation commission under RCW 81.34.070, except  
36 that the summaries of the contracts are open to public inspection and  
37 copying as otherwise provided by this chapter.

1 (o) Financial and commercial information and records supplied by  
2 private persons pertaining to export services provided pursuant to  
3 chapter 43.163 RCW and chapter 53.31 RCW.

4 (p) Financial disclosures filed by private vocational schools under  
5 chapter 28C.10 RCW.

6 (q) Records filed with the utilities and transportation commission  
7 or attorney general under RCW 80.04.095 that a court has determined are  
8 confidential under RCW 80.04.095.

9 (r) Financial and commercial information and records supplied by  
10 businesses during application for loans or program services provided by  
11 chapters 43.163 (~~(RCW and chapters 43.31, 43.63A)~~), 43.-- (sections 1  
12 through 12 of this act), and 43.168 RCW.

13 (s) Membership lists or lists of members or owners of interests of  
14 units in timeshare projects, subdivisions, camping resorts,  
15 condominiums, land developments, or common-interest communities  
16 affiliated with such projects, regulated by the department of  
17 licensing, in the files or possession of the department.

18 (t) All applications for public employment, including the names of  
19 applicants, resumes, and other related materials submitted with respect  
20 to an applicant.

21 (u) The residential addresses and residential telephone numbers of  
22 employees or volunteers of a public agency which are held by the agency  
23 in personnel records, employment or volunteer rosters, or mailing lists  
24 of employees or volunteers.

25 (v) The residential addresses and residential telephone numbers of  
26 the customers of a public utility contained in the records or lists  
27 held by the public utility of which they are customers.

28 (w) Information obtained by the board of pharmacy as provided in  
29 RCW 69.45.090.

30 (x) Information obtained by the board of pharmacy or the department  
31 of health and its representatives as provided in RCW 69.41.044,  
32 69.41.280, and 18.64.420.

33 (y) Financial information, business plans, examination reports, and  
34 any information produced or obtained in evaluating or examining a  
35 business and industrial development corporation organized or seeking  
36 certification under chapter 31.24 RCW.

37 (z) Financial and commercial information supplied to the state  
38 investment board by any person when the information relates to the  
39 investment of public trust or retirement funds and when disclosure

1 would result in loss to such funds or in private loss to the providers  
2 of this information.

3 (aa) Financial and valuable trade information under RCW 51.36.120.

4 (bb) Client records maintained by an agency that is a domestic  
5 violence program as defined in RCW 70.123.020 or a rape crisis center  
6 as defined in RCW 70.125.030.

7 (cc) Information that identifies a person who, while an agency  
8 employee: (i) Seeks advice, under an informal process established by  
9 the employing agency, in order to ascertain his or her rights in  
10 connection with a possible unfair practice under chapter 49.60 RCW  
11 against the person; and (ii) requests his or her identity or any  
12 identifying information not be disclosed.

13 (dd) Business related information protected from public inspection  
14 and copying under RCW 15.86.110.

15 (2) Except for information described in subsection (1)(c)(i) of  
16 this section and confidential income data exempted from public  
17 inspection pursuant to RCW 84.40.020, the exemptions of this section  
18 are inapplicable to the extent that information, the disclosure of  
19 which would violate personal privacy or vital governmental interests,  
20 can be deleted from the specific records sought. No exemption may be  
21 construed to permit the nondisclosure of statistical information not  
22 descriptive of any readily identifiable person or persons.

23 (3) Inspection or copying of any specific records exempt under the  
24 provisions of this section may be permitted if the superior court in  
25 the county in which the record is maintained finds, after a hearing  
26 with notice thereof to every person in interest and the agency, that  
27 the exemption of such records is clearly unnecessary to protect any  
28 individual's right of privacy or any vital governmental function.

29 (4) Agency responses refusing, in whole or in part, inspection of  
30 any public record shall include a statement of the specific exemption  
31 authorizing the withholding of the record (or part) and a brief  
32 explanation of how the exemption applies to the record withheld.

33 **Sec. 32.** RCW 42.17.319 and 1989 c 312 s 7 are each amended to read  
34 as follows:

35 Notwithstanding the provisions of RCW 42.17.260 through 42.17.340,  
36 no financial or proprietary information supplied by investors or  
37 entrepreneurs under chapter (~~43.31~~) 43.-- RCW (sections 1 through 12  
38 of this act) shall be made available to the public.

1       **Sec. 33.** RCW 43.17.065 and 1991 c 314 s 28 are each amended to  
2 read as follows:

3       (1) Where power is vested in a department to issue permits,  
4 licenses, certifications, contracts, grants, or otherwise authorize  
5 action on the part of individuals, businesses, local governments, or  
6 public or private organizations, such power shall be exercised in an  
7 expeditious manner. All departments with such power shall cooperate  
8 with officials of the business assistance center of the department of  
9 (~~trade and economic~~) commerce and community development, and any  
10 other state officials, when such officials request timely action on the  
11 part of the issuing department.

12       (2) After August 1, 1991, any agency to which subsection (1) of  
13 this section applies shall, with regard to any permits or other actions  
14 that are necessary for economic development in timber impact areas, as  
15 defined in RCW 43.31.601, respond to any completed application within  
16 forty-five days of its receipt; any response, at a minimum, shall  
17 include:

18       (a) The specific steps that the applicant needs to take in order to  
19 have the application approved; and

20       (b) The assistance that will be made available to the applicant by  
21 the agency to expedite the application process.

22       (3) The agency timber task force established in RCW 43.31.621 shall  
23 oversee implementation of this section.

24       (4) Each agency shall define what constitutes a completed  
25 application and make this definition available to applicants.

26       **Sec. 34.** RCW 43.20A.750 and 1992 c 21 s 4 are each amended to read  
27 as follows:

28       (1) The department of social and health services shall help  
29 families and workers in timber impact areas make the transition through  
30 economic difficulties and shall provide services to assist workers to  
31 gain marketable skills. The department, as a member of the agency  
32 timber task force and in consultation with the economic recovery  
33 coordination board, and, where appropriate, under an interagency  
34 agreement with the department of commerce and community development,  
35 shall provide grants through the office of the secretary for services  
36 to the unemployed in timber impact areas, including providing direct or  
37 referral services, establishing and operating service delivery  
38 programs, and coordinating delivery programs and delivery of services.

1 These grants may be awarded for family support centers, reemployment  
2 centers, or other local service agencies.

3 (2) The services provided through the grants may include, but need  
4 not be limited to: Credit counseling; social services including  
5 marital counseling; psychotherapy or psychological counseling; mortgage  
6 foreclosures and utilities problems counseling; drug and alcohol abuse  
7 services; medical services; and residential heating and food  
8 acquisition.

9 (3) Funding for these services shall be coordinated through the  
10 economic recovery coordination board which will establish a fund to  
11 provide child care assistance, mortgage assistance, and counseling  
12 which cannot be met through current programs. No funds shall be used  
13 for additional full-time equivalents for administering this section.

14 (4)(a) Grants for family support centers are intended to provide  
15 support to families by responding to needs identified by the families  
16 and communities served by the centers. Services provided by family  
17 support centers may include parenting education, child development  
18 assessments, health and nutrition education, counseling, and  
19 information and referral services. Such services may be provided  
20 directly by the center or through referral to other agencies  
21 participating in the interagency team.

22 (b) The department shall consult with the council on child abuse or  
23 neglect regarding grants for family support centers.

24 (5) "Timber impact area" means:

25 (a) A county having a population of less than five hundred  
26 thousand, or a city or town located within a county having a population  
27 of less than five hundred thousand, and meeting two of the following  
28 three criteria, as determined by the employment security department,  
29 for the most recent year such data is available: (i) A lumber and wood  
30 products employment location quotient at or above the state average;  
31 (ii) projected or actual direct lumber and wood products job losses of  
32 one hundred positions or more, except counties having a population  
33 greater than two hundred thousand but less than five hundred thousand  
34 must have direct lumber and wood products job losses of one thousand  
35 positions or more; or (iii) an annual unemployment rate twenty percent  
36 or more above the state average; or

37 (b) Additional communities as the economic recovery coordinating  
38 board, established in RCW 43.31.631, designates based on a finding by  
39 the board that each designated community is socially and economically

1 integrated with areas that meet the definition of a timber impact area  
2 under (a) of this subsection.

3 **Sec. 35.** RCW 43.31.057 and 1986 c 183 s 2 are each amended to read  
4 as follows:

5 The department of (~~trade and economic~~) commerce and community  
6 development is directed to develop and promote means to stimulate the  
7 expansion of the market for Washington products and shall have the  
8 following powers and duties:

9 (1) To develop a pamphlet for state-wide circulation which will  
10 encourage the purchase of items produced in the state of Washington;

11 (2) To include in the pamphlet a listing of products of Washington  
12 companies which individuals can examine when making purchases so they  
13 may have the opportunity to select one of those products in support of  
14 this program;

15 (3) To distribute the pamphlets on the broadest possible basis  
16 through local offices of state agencies, business organizations,  
17 chambers of commerce, or any other means the department deems  
18 appropriate;

19 (4) In carrying out these powers and duties the department shall  
20 cooperate and coordinate with other agencies of government and the  
21 private sector.

22 **Sec. 36.** RCW 43.31.085 and 1989 c 430 s 2 are each amended to read  
23 as follows:

24 The business assistance center shall:

25 (1) Serve as the state's lead agency and advocate for the  
26 development and conservation of businesses.

27 (2) Coordinate the delivery of state programs to assist businesses.

28 (3) Provide comprehensive referral services to businesses requiring  
29 government assistance.

30 (4) Serve as the business ombudsman within state government and  
31 advise the governor and the legislature of the need for new legislation  
32 to improve the effectiveness of state programs to assist businesses.

33 (5) Aggressively promote business awareness of the state's business  
34 programs and distribute information on the services available to  
35 businesses.

1 (6) Develop, in concert with local economic development and  
2 business assistance organizations, coordinated processes that  
3 complement both state and local activities and services.

4 (7) The business assistance center shall work with other federal,  
5 state, and local agencies and organizations to ensure that business  
6 assistance services including small business, trade services, and  
7 distressed area programs are provided in a coordinated and cost-  
8 effective manner.

9 (8) In collaboration with the child care coordinating committee in  
10 the department of social and health services, prepare and disseminate  
11 information on child care options for employers and the existence of  
12 the program. As much as possible, and through interagency agreements  
13 where necessary, such information should be included in the routine  
14 communications to employers from (a) the department of revenue, (b) the  
15 department of labor and industries, (c) ~~((the department of community  
16 development, ~~(d)~~))~~ the employment security department, ~~((~~(e)~~))~~ (d) the  
17 department of ~~((trade and economic))~~ commerce and community  
18 development, ~~((~~(f)~~))~~ (e) the small business development center, and  
19 ~~((~~(g)~~))~~ (f) the department of social and health services.

20 (9) In collaboration with the child care coordinating committee in  
21 the department of social and health services, compile information on  
22 and facilitate employer access to individuals, firms, organizations,  
23 and agencies that provide technical assistance to employers to enable  
24 them to develop and support child care services or facilities.

25 (10) Actively seek public and private money to support the child  
26 care facility fund described in RCW 43.31.502, staff and assist the  
27 child care facility fund committee as described in RCW 43.31.504, and  
28 work to promote applications to the committee for loan guarantees,  
29 loans, and grants.

30 **Sec. 37.** RCW 43.31.205 and 1992 c 228 s 2 are each amended to read  
31 as follows:

32 In an effort to enhance the economy of the Tri-Cities area, the  
33 department of ~~((trade and economic))~~ commerce and community development  
34 is directed to promote the existence of the lease between the state of  
35 Washington and the federal government executed September 10, 1964,  
36 covering one thousand acres of land lying within the Hanford  
37 reservation near Richland, Washington, and the opportunity of  
38 subleasing the land to entities for nuclear-related industry, in

1 agreement with the terms of the lease. When promoting the existence of  
2 the lease, the department shall work in cooperation with any associate  
3 development organization(~~(s)~~) located in or near the Tri-Cities area.

4 **Sec. 38.** RCW 43.31.409 and 1989 c 312 s 3 are each amended to read  
5 as follows:

6 There is created in the business assistance center of the  
7 department of (~~trade and economic~~) commerce and community development  
8 the Washington investment opportunities office.

9 **Sec. 39.** RCW 43.31.411 and 1989 c 312 s 4 are each amended to read  
10 as follows:

11 The Washington investment opportunities office shall:

12 (1) Maintain a list of all entrepreneurs engaged in manufacturing,  
13 wholesaling, transportation services, development of destination  
14 tourism resorts, or traded services throughout the state seeking  
15 capital resources and interested in the services of the investment  
16 opportunities office.

17 (2) Maintain a file on each entrepreneur which may include the  
18 entrepreneur's business plan and any other information which the  
19 entrepreneur offers for review by potential investors.

20 (3) Assist entrepreneurs in procuring the managerial and technical  
21 assistance necessary to attract potential investors. Such assistance  
22 shall include the automatic referral to the small business innovators  
23 opportunity program of any entrepreneur with a new product meriting the  
24 services of the program.

25 (4) Provide entrepreneurs with information about potential  
26 investors and provide investors with information about those  
27 entrepreneurs which meet the investment criteria of the investor.

28 (5) Promote small business securities financing.

29 (6) Remain informed about investment trends in capital markets and  
30 preferences of individual investors or investment firms throughout the  
31 nation through literature surveys, conferences, and private meetings.

32 (7) Publicize the services of the investment opportunities office  
33 through public meetings throughout the state, appropriately targeted  
34 media, and private meetings. Whenever practical, the office shall use  
35 the existing services of local associate development organizations in  
36 outreach and identification of entrepreneurs and investors.

1 (8) Report to the ways and means committees and (~~commerce and~~  
2 ~~labor~~) appropriate economic development committees of the senate and  
3 the house of representatives by December 1, 1989, and each year  
4 thereafter, on the accomplishments of the office. Such reports shall  
5 include:

6 (a) The number of entrepreneurs on the list referred to in  
7 subsection (1) of this section, segregated by standard industrial  
8 classification codes;

9 (b) The number of investments made in entrepreneurs, segregated as  
10 required by (a) of this subsection, as a result of contact with the  
11 investment opportunities office, the dollar amount of each such  
12 investment, the source, by state or nation, of each investment, and the  
13 number of jobs created as a result of each investment;

14 (c) The number of entrepreneurs on the list referred to in  
15 subsection (1) of this section segregated by counties, the number of  
16 investments, the dollar amount of investments, and the number of jobs  
17 created through investments in each county as a result of contact with  
18 the investment opportunities office;

19 (d) A categorization of jobs created through investments made as a  
20 result of contact with the investment opportunities office, the number  
21 of jobs created in each such category, and the average pay scale for  
22 jobs created in each such category;

23 (e) The results of client satisfaction surveys distributed to  
24 entrepreneurs and investors using the services of the investment  
25 opportunities office; and

26 (f) Such other information as the managing director finds  
27 appropriate.

28 **Sec. 40.** RCW 43.31.422 and 1991 c 272 s 19 are each amended to  
29 read as follows:

30 The Hanford area economic investment fund is established in the  
31 custody of the state treasurer. Moneys in the fund shall only be used  
32 pursuant to the recommendations of the committee created in RCW  
33 43.31.425 and the approval of the director of the department of (~~trade~~  
34 ~~and economic~~) commerce and community development for Hanford area  
35 revolving loan funds, Hanford area infrastructure projects, or other  
36 Hanford area economic development and diversification projects, but may  
37 not be used for government or nonprofit organization operating  
38 expenses. Up to five percent of moneys in the fund may be used for

1 program administration. For the purpose of this chapter "Hanford area"  
2 means Benton and Franklin counties. Disbursements from the fund shall  
3 be on the authorization of the director of (~~trade and economic~~)  
4 commerce and community development or the director's designee after an  
5 affirmative vote of at least six members of the committee created in  
6 RCW 43.31.425 on any recommendations by the committee created in RCW  
7 43.31.425. The fund is subject to the allotment procedures under  
8 chapter 43.88 RCW, but no appropriation is required for disbursements.  
9 The legislature intends to establish similar economic investment funds  
10 for areas that develop low-level radioactive waste disposal facilities.

11 **Sec. 41.** RCW 43.31.504 and 1989 c 430 s 4 are each amended to read  
12 as follows:

13 The child care facility fund committee is established within the  
14 business assistance center of the department of (~~trade and economic~~)  
15 commerce and community development. The committee shall administer the  
16 child care facility fund, with review by the director of the department  
17 of (~~trade and economic~~) commerce and community development.

18 (1) The committee shall have five members. The director of the  
19 department of (~~trade and economic~~) commerce and community development  
20 shall appoint the members, who shall include:

21 (a) Two persons experienced in investment finance and having skills  
22 in providing capital to new businesses, in starting and operating  
23 businesses, and providing professional services to small or expanding  
24 businesses;

25 (b) One person representing a philanthropic organization with  
26 experience in evaluating funding requests;

27 (c) One child care services expert; and

28 (d) One early childhood development expert.

29 In making these appointments, the director shall give careful  
30 consideration to ensure that the various geographic regions of the  
31 state are represented and that members will be available for meetings  
32 and are committed to working cooperatively to address child care needs  
33 in Washington state.

34 (2) The committee shall elect officers from among its membership  
35 and shall adopt policies and procedures specifying the lengths of  
36 terms, methods for filling vacancies, and other matters necessary to  
37 the ongoing functioning of the committee.

1 (3) Committee members shall serve without compensation, but may  
2 request reimbursement for travel expenses as provided in RCW 43.03.050  
3 and 43.03.060.

4 (4) Committee members shall not be liable to the state, to the  
5 child care facility fund, or to any other person as a result of their  
6 activities, whether ministerial or discretionary, as members except for  
7 willful dishonesty or intentional violation of the law. The department  
8 of (~~trade and economic~~) commerce and community development may  
9 purchase liability insurance for members and may indemnify these  
10 persons against the claims of others.

11 **Sec. 42.** RCW 43.31.522 and 1990 c 57 s 2 are each amended to read  
12 as follows:

13 Unless the context clearly requires otherwise, the definitions in  
14 this section apply throughout RCW 43.31.524 and 43.31.526:

15 (1) "Department" means the department of (~~trade and economic~~)  
16 commerce and community development.

17 (2) "Center" means the business assistance center established under  
18 RCW 43.31.083.

19 (3) "Director" means the director of (~~trade and economic~~)  
20 commerce and community development.

21 (4) "Local nonprofit organization" means a local nonprofit  
22 organization organized to provide economic development or community  
23 development services, including but not limited to associate  
24 development organizations, economic development councils, and community  
25 development corporations.

26 **Sec. 43.** RCW 43.31.524 and 1990 c 57 s 3 are each amended to read  
27 as follows:

28 There is established a Washington marketplace program within the  
29 business assistance center established under RCW 43.31.083. The  
30 program shall assist businesses to competitively meet their needs for  
31 goods and services within Washington state by providing information  
32 relating to the replacement of imports or the fulfillment of new  
33 requirements with Washington products produced in Washington state.  
34 The program shall place special emphasis on strengthening rural  
35 economies in economically distressed areas of the state meeting the  
36 criteria of an "eligible area" as defined in RCW 82.60.020(3). (~~The~~

1 ~~Washington marketplace program shall consult with the community~~  
2 ~~revitalization team established pursuant to chapter 43.165 RCW.))~~

3       **Sec. 44.** RCW 43.31.526 and 1990 c 57 s 4 are each amended to read  
4 as follows:

5       (1) The department shall contract with local nonprofit  
6 organizations in at least three economically distressed areas of the  
7 state that meet the criteria of an "eligible area" as defined in RCW  
8 82.60.020(3) to implement the Washington marketplace program in these  
9 areas. The department, in order to foster cooperation and linkages  
10 between distressed and nondistressed areas and urban and rural areas,  
11 may enter into joint contracts with multiple nonprofit organizations.  
12 Contracts with economic development organizations to foster cooperation  
13 and linkages between distressed and nondistressed areas and urban and  
14 rural areas shall be structured by the department and the distressed  
15 area marketplace programs. Contracts with economic development  
16 organizations shall:

17       (a) Award contracts based on a competitive bidding process,  
18 pursuant to chapter 43.19 RCW;

19       (b) Give preference to nonprofit organizations representing a broad  
20 spectrum of community support; and

21       (c) Ensure that each location contain sufficient business activity  
22 to permit effective program operation.

23       The department may require that contractors contribute at least  
24 twenty percent local funding.

25       (2) The contracts with local nonprofit organizations shall be for,  
26 but not limited to, the performance of the following services for the  
27 Washington marketplace program:

28       (a) Contacting Washington state businesses to identify goods and  
29 services they are currently buying or are planning in the future to buy  
30 out-of-state and determine which of these goods and services could be  
31 purchased on competitive terms within the state;

32       (b) Identifying locally sold goods and services which are currently  
33 provided by out-of-state businesses;

34       (c) Determining, in consultation with local business, goods and  
35 services for which the business is willing to make contract agreements;

36       (d) Advertising market opportunities described in (c) of this  
37 subsection; and

1 (e) Receiving bid responses from potential suppliers and sending  
2 them to that business for final selection.

3 (3) Contracts may include provisions for charging service fees of  
4 businesses that profit as a result of participation in the program.

5 (4) The center shall also perform the following activities in order  
6 to promote the goals of the program:

7 (a) Prepare promotional materials or conduct seminars to inform  
8 communities and organizations about the Washington marketplace program;

9 (b) Provide technical assistance to communities and organizations  
10 interested in developing an import replacement program;

11 (c) Develop standardized procedures for operating the local  
12 component of the Washington marketplace program;

13 (d) Provide continuing management and technical assistance to local  
14 contractors; and

15 (e) Report by December 31 of each year to the ~~((senate))~~  
16 appropriate economic development ~~((and labor committee and to))~~  
17 committees of the senate and the house of representatives ~~((trade and~~  
18 ~~economic development committee))~~ describing the activities of the  
19 Washington marketplace program.

20 **Sec. 45.** RCW 43.31.641 and 1991 c 314 s 7 are each amended to read  
21 as follows:

22 The department of ~~((trade and economic))~~ commerce and community  
23 development, as a member of the agency timber task force and in  
24 consultation with the board, shall:

25 (1) Implement an expanded value-added forest products development  
26 industrial extension program. The department shall provide technical  
27 assistance to small and medium-sized forest products companies to  
28 include:

29 (a) Secondary manufacturing product development;

30 (b) Plant and equipment maintenance;

31 (c) Identification and development of domestic market  
32 opportunities;

33 (d) Building products export development assistance;

34 (e) At-risk business development assistance;

35 (f) Business network development; and

36 (g) Timber impact area industrial diversification.

37 (2) Provide local contracts for small and medium-sized forest  
38 product companies, start-ups, and business organizations for business

1 feasibility, market development, and business network contracts that  
2 will benefit value-added production efforts in the industry.

3 (3) ~~Contract with local business organizations in timber impact~~  
4 ~~areas for development of programs to promote industrial~~  
5 ~~diversification. ((In addition, the department shall develop an~~  
6 ~~interagency agreement with the department of community development for~~  
7 ~~local capacity building grants to local governments and community based~~  
8 ~~organizations in timber impact areas, which may include long range~~  
9 ~~planning and needs assessments.))~~

10 (4) Implement a community assistance program to enable communities  
11 to build local capacity for sustainable economic development efforts.  
12 The program shall provide resources and technical assistance to timber  
13 impact areas.

14 (5) Develop and administer a program for local capacity-building  
15 grants for local governments and community-based organizations in  
16 timber impact areas that may include assistance for long-range planning  
17 and needs assessments.

18 For the 1991-93 biennium, the department of ~~((trade and economic))~~  
19 commerce and community development shall use funds appropriated for  
20 this section for contracts and for no more than two additional staff  
21 positions.

22 **Sec. 46.** RCW 43.31.830 and 1987 c 195 s 7 are each amended to read  
23 as follows:

24 (1) It shall be the duty of the director of commerce and community  
25 development to certify, from the applications received, the state  
26 international trade fair or fairs qualified and entitled to receive  
27 funds under RCW ((43.31.790 through 43.31.850 and)) 67.16.100, ((as now  
28 or hereafter amended)) and under rules established by the director.

29 (2) To be eligible for state financed aid an organization shall:

30 (a) Have had at least two or more years of experience in the  
31 presentation of or participation in state international trade fairs;  
32 and

33 (b) Be able to provide, from its own resources derived from general  
34 admission or otherwise, funds sufficient to match at least one-half of  
35 the amount of state financial aid allotted.

36 (3) The director shall make annual allotments to state  
37 international trade fairs determined qualified to be entitled to  
38 participate in the state trade fair fund and shall fix times for the

1 division of and payment from the state trade fair fund: PROVIDED, That  
2 total payment to any one state international trade fair shall not  
3 exceed sixty thousand dollars in any one year, where participation or  
4 presentation occurs within the United States, and eighty thousand  
5 dollars in any one year, where participation or presentation occurs  
6 outside the United States: PROVIDED FURTHER, That a state  
7 international trade fair may qualify for the full allotment of funds  
8 under either category. Upon certification of the allotment and  
9 division of fair funds by the director (~~(of trade and economic~~  
10 ~~development)~~) the treasurer shall proceed to pay the same to carry out  
11 the purposes of RCW (~~(43.31.790 through 43.31.850 and)~~) 67.16.100(~~(, as~~  
12 ~~now or hereafter amended)~~)).

13 **Sec. 47.** RCW 43.31.840 and 1975 1st ex.s. c 292 s 6 are each  
14 amended to read as follows:

15 The director of commerce and community development shall at the end  
16 of each year for which an annual allotment has been made, (~~cause to be~~  
17 ~~conducted,~~) conduct a post audit of all of the books and records of  
18 each state international trade fair participating in the state trade  
19 fair fund. The purpose of such post audit shall be to determine how  
20 and to what extent each participating state international trade fair  
21 has expended all of its funds.

22 The audit required by this section shall be a condition to future  
23 allotments of money from the state international trade fair fund, and  
24 the director shall make a report of the findings of each post audit and  
25 shall use such report as a consideration in an application for any  
26 future allocations.

27 **Sec. 48.** RCW 43.31.850 and 1987 c 195 s 9 are each amended to read  
28 as follows:

29 State international trade fair as used in RCW (~~(43.31.790 through~~  
30 ~~43.31.840 and)~~) 67.16.100(~~(, as now or hereafter amended,~~) shall mean  
31 a fair supported by public agencies basically for the purpose of  
32 introducing and promoting the sale of manufactured or cultural products  
33 and services of a given area, whether presented in this state, the  
34 United States or its territories, or in a foreign country.

35 **Sec. 49.** RCW 43.160.020 and 1992 c 21 s 3 are each amended to read  
36 as follows:

1 Unless the context clearly requires otherwise, the definitions in  
2 this section apply throughout this chapter.

3 (1) "Board" means the community economic revitalization board.

4 (2) "Bond" means any bond, note, debenture, interim certificate, or  
5 other evidence of financial indebtedness issued by the board pursuant  
6 to this chapter.

7 (3) "Department" means the department of (~~trade and economic~~)  
8 commerce and community development (~~or its successor with respect to~~  
9 ~~the powers granted by this chapter~~)).

10 (4) "Financial institution" means any bank, savings and loan  
11 association, credit union, development credit corporation, insurance  
12 company, investment company, trust company, savings institution, or  
13 other financial institution approved by the board and maintaining an  
14 office in the state.

15 (5) "Industrial development facilities" means "industrial  
16 development facilities" as defined in RCW 39.84.020.

17 (6) "Industrial development revenue bonds" means tax-exempt revenue  
18 bonds used to fund industrial development facilities.

19 (7) "Local government" means any port district, county, city, or  
20 town.

21 (8) "Sponsor" means any of the following entities which customarily  
22 provide service or otherwise aid in industrial or other financing and  
23 are approved as a sponsor by the board: A bank, trust company, savings  
24 bank, investment bank, national banking association, savings and loan  
25 association, building and loan association, credit union, insurance  
26 company, or any other financial institution, governmental agency, or  
27 holding company of any entity specified in this subsection.

28 (9) "Umbrella bonds" means industrial development revenue bonds  
29 from which the proceeds are loaned, transferred, or otherwise made  
30 available to two or more users under this chapter.

31 (10) "User" means one or more persons acting as lessee, purchaser,  
32 mortgagor, or borrower under a financing document and receiving or  
33 applying to receive revenues from bonds issued under this chapter.

34 (11) "Timber impact area" means:

35 (a) A county having a population of less than five hundred  
36 thousand, or a city or town located within a county having a population  
37 of less than five hundred thousand, and meeting two of the following  
38 three criteria, as determined by the employment security department,  
39 for the most recent year such data is available: (i) A lumber and wood

1 products employment location quotient at or above the state average;  
2 (ii) projected or actual direct lumber and wood products job losses of  
3 one hundred positions or more, except counties having a population  
4 greater than two hundred thousand but less than five hundred thousand  
5 must have direct lumber and wood products job losses of one thousand  
6 positions or more; or (iii) an annual unemployment rate twenty percent  
7 or more above the state average; or

8 (b) Additional communities as the economic recovery coordinating  
9 board, established in RCW 43.31.631, designates based on a finding by  
10 the board that each designated community is socially and economically  
11 integrated with areas that meet the definition of a timber impact area  
12 under (a) of this subsection.

13 **Sec. 50.** RCW 43.168.020 and 1991 c 314 s 19 are each amended to  
14 read as follows:

15 Unless the context clearly requires otherwise, the definitions in  
16 this section apply throughout this chapter.

17 (1) "Committee" means the Washington state development loan fund  
18 committee.

19 (2) "Department" means the department of commerce and community  
20 development.

21 (3) "Director" means the director of the department of commerce and  
22 community development.

23 (4) "Distressed area" means: (a) A county which has an  
24 unemployment rate which is twenty percent above the state average for  
25 the immediately previous three years; (b) a metropolitan statistical  
26 area, as defined by the office of federal statistical policy and  
27 standards, United States department of commerce, in which the average  
28 level of unemployment for the calendar year immediately preceding the  
29 year in which an application is filed under this chapter exceeds the  
30 average state unemployment for such calendar year by twenty percent.  
31 Applications under this subsection (4)(b) shall be filed by April 30,  
32 1989; (c) an area within a county, which area: (i) Is composed of  
33 contiguous census tracts; (ii) has a minimum population of five  
34 thousand persons; (iii) has at least seventy percent of its families  
35 and unrelated individuals with incomes below eighty percent of the  
36 county's median income for families and unrelated individuals; and (iv)  
37 has an unemployment rate which is at least forty percent higher than  
38 the county's unemployment rate; (~~(e)~~) (d) a neighborhood reinvestment

1 area designated under chapter . . . . (House Bill No. 1986), Laws of  
2 1993; (e) an enterprise zone certified under chapter . . . . (House  
3 Bill No. 1909), Laws of 1993; or (f) a county designated as a timber  
4 impact area under RCW 43.31.601 if an application is filed by July 1,  
5 1993. For purposes of this definition, "families and unrelated  
6 individuals" has the same meaning that is ascribed to that term by the  
7 federal department of housing and urban development in its regulations  
8 authorizing action grants for economic development and neighborhood  
9 revitalization projects.

10 (5) "Fund" means the Washington state development loan fund.

11 (6) "Local development organization" means a nonprofit organization  
12 which is organized to operate within an area, demonstrates a commitment  
13 to a long-standing effort for an economic development program, and  
14 makes a demonstrable effort to assist in the employment of unemployed  
15 or underemployed residents in an area.

16 (7) "Project" means the establishment of a new or expanded business  
17 in an area which when completed will provide employment opportunities.  
18 "Project" also means the retention of an existing business in an area  
19 which when completed will provide employment opportunities.

20 **Sec. 51.** RCW 43.210.110 and 1991 c 314 s 12 are each amended to  
21 read as follows:

22 (1) The small business export finance assistance center has the  
23 following powers and duties when exercising its authority under RCW  
24 43.210.100(3):

25 (a) Solicit and accept grants, contributions, and any other  
26 financial assistance from the federal government, federal agencies, and  
27 any other public or private sources to carry out its purposes;

28 (b) Offer comprehensive export assistance and counseling to  
29 manufacturers relatively new to exporting with gross annual revenues  
30 less than twenty-five million dollars. As close to ninety percent as  
31 possible of each year's new cadre of clients must have gross annual  
32 revenues of less than five million dollars at the time of their initial  
33 contract. At least fifty percent of each year's new cadre of clients  
34 shall be from timber impact areas as defined in RCW 43.31.601.  
35 Counseling may include, but not be limited to, helping clients obtain  
36 debt or equity financing, in constructing competent proposals, and  
37 assessing federal guarantee and/or insurance programs that underwrite  
38 exporting risk; assisting clients in evaluating their international

1 marketplace by developing marketing materials, assessing and selecting  
2 targeted markets; assisting firms in finding foreign customers by  
3 conducting foreign market research, evaluating distribution systems,  
4 selecting and assisting in identification of and/or negotiations with  
5 foreign agents, distributors, retailers, and by promoting products  
6 through attending trade shows abroad; advising companies on their  
7 products, guarantees, and after sales service requirements necessary to  
8 compete effectively in a foreign market; designing a competitive  
9 strategy for a firm's products in targeted markets and methods of  
10 minimizing their commercial and political risks; securing for clients  
11 specific assistance as needed, outside the center's field of expertise,  
12 by referrals to other public or private organizations. The Pacific  
13 Northwest export assistance project shall focus its efforts on  
14 facilitating export transactions for its clients, and in doing so,  
15 provide such technical services as are appropriate to accomplish its  
16 mission either with staff or outside consultants;

17 (c) Sign three-year counseling agreements with its clients that  
18 provide for termination if adequate funding for the Pacific Northwest  
19 export assistance project is not provided in future appropriations.  
20 Counseling agreements shall not be renewed unless there are compelling  
21 reasons to do so, and under no circumstances shall they be renewed for  
22 more than two additional years. A counseling agreement may not be  
23 renewed more than once. The counseling agreements shall have mutual  
24 performance clauses, that if not met, will be grounds for releasing  
25 each party, without penalty, from the provisions of the agreement.  
26 Clients shall be immediately released from a counseling agreement with  
27 the Pacific Northwest export assistance project, without penalty, if a  
28 client wishes to switch to a private export management service and  
29 produces a valid contract signed with a private export management  
30 service, or if the president of the small business export finance  
31 assistance center determines there are compelling reasons to release a  
32 client from the provisions of the counseling agreement;

33 (d) May contract with private or public international trade  
34 education services to provide Pacific Northwest export assistance  
35 project clients with training in international business. The president  
36 and board of directors shall decide the amount of funding allocated for  
37 educational services based on the availability of resources in the  
38 operating budget of the Pacific Northwest export assistance project;

1 (e) May contract with the Washington state international trade fair  
2 to provide services for Pacific Northwest export assistance project  
3 clients to participate in one trade show annually. The president and  
4 board of directors shall decide the amount of funding allocated for  
5 trade fair assistance based on the availability of resources in the  
6 operating budget of the Pacific Northwest export assistance project;

7 (f) Provide biennial assessments of its performance. Project  
8 personnel shall work with the department of revenue and employment  
9 security department to confidentially track the performance of the  
10 project's clients in increasing tax revenues to the state, increasing  
11 gross sales revenues and volume of products destined to foreign  
12 clients, and in creating new jobs for Washington citizens. A biennial  
13 report shall be prepared for the governor and legislature to assess the  
14 costs and benefits to the state from creating the project. The  
15 president of the small business export finance assistance center shall  
16 design an appropriate methodology for biennial assessments in  
17 consultation with the director of the department of (~~trade and~~  
18 ~~economic~~) commerce and community development and the director of the  
19 Washington state department of agriculture. The department of revenue  
20 and the employment security department shall provide data necessary to  
21 complete this biennial evaluation, if the data being requested is  
22 available from existing data bases. Client-specific information  
23 generated from the files of the department of revenue and the  
24 employment security department for the purposes of this evaluation  
25 shall be kept strictly confidential by each department and the small  
26 business export finance assistance center;

27 (g) Take whatever action may be necessary to accomplish the  
28 purposes set forth in RCW 43.210.070 and 43.210.100 through 43.210.120;  
29 and

30 (h) Limit its assistance to promoting the exportation of value-  
31 added manufactured goods. The project shall not provide counseling or  
32 assistance, under any circumstances, for the importation of foreign  
33 made goods into the United States.

34 (2) The Pacific Northwest export assistance project shall not,  
35 under any circumstances, assume ownership or take title to the goods of  
36 its clients.

37 (3) The Pacific Northwest export assistance project may not use any  
38 Washington state funds which come from the public treasury of the state  
39 of Washington to make loans or to make any payment under a loan

1 guarantee agreement. Under no circumstances may the center use any  
2 funds received under RCW 43.210.050 to make or assist in making any  
3 loan or to pay or assist in paying any amount under a loan guarantee  
4 agreement. Debts of the center shall be center debts only and may be  
5 satisfied only from the resources of the center. The state of  
6 Washington shall not in any way be liable for such debts.

7 (4) The Pacific Northwest export assistance project shall make  
8 every effort to seek nonstate funds to supplement its operations.

9 (5) The Pacific Northwest export assistance project shall take  
10 whatever steps are necessary to provide its services, if requested, to  
11 the states of Oregon, Idaho, Montana, Alaska, and the Canadian  
12 provinces of British Columbia and Alberta. Interstate services shall  
13 not be provided by the Pacific Northwest export assistance project  
14 during its first biennium of operation. The provision of services may  
15 be temporary and subject to the payment of fees, or each state may  
16 request permanent services contingent upon a level of permanent funding  
17 adequate for services provided. Temporary services and fees may be  
18 negotiated by the small business export finance assistance center's  
19 president subject to approval of the board of directors. The president  
20 of the small business export finance assistance center may enter into  
21 negotiations with neighboring states to contract for delivery of the  
22 project's services. Final contracts for providing the project's  
23 counseling and services outside of the state of Washington on a  
24 permanent basis shall be subject to approval of the governor,  
25 appropriate legislative oversight committees, and the small business  
26 export finance assistance center's board of directors.

27 (6) The small business export finance assistance center may receive  
28 such gifts, grants, and endowments from public or private sources as  
29 may be made from time to time, in trust or otherwise, for the use and  
30 benefit of the purposes of the Pacific Northwest export assistance  
31 project and expend the same or any income therefrom according to the  
32 terms of the gifts, grants, or endowments.

33 (7) The president of the small business export finance assistance  
34 center, in consultation with the board of directors, may use the  
35 following formula in determining the number of clients that can be  
36 reasonably served by the Pacific Northwest export assistance project  
37 relative to its appropriation. Divide the amount appropriated for  
38 administration of the Pacific Northwest export assistance project by  
39 the marginal cost of adding each additional Pacific Northwest export

1 assistance project client. For the purposes of this calculation, and  
2 only for the first biennium of operation, the biennial marginal cost of  
3 adding each additional Pacific Northwest export assistance project  
4 client shall be fifty-seven thousand ninety-five dollars. The biennial  
5 marginal cost of adding each additional client after the first biennium  
6 of operation shall be established from the actual operating experience  
7 of the Pacific Northwest export assistance project.

8 (8) All receipts from the Pacific Northwest export assistance  
9 project shall be deposited into the general fund.

10 **Sec. 52.** RCW 43.63A.066 and 1990 c 33 s 579 are each amended to  
11 read as follows:

12 The department of commerce and community development shall have  
13 primary responsibility for providing child abuse and neglect prevention  
14 training to preschool age children participating in the federal head  
15 start program or the early childhood education and assistance program  
16 established under RCW 28A.215.010 through 28A.215.200 and 28A.215.900  
17 through 28A.215.908.

18 **Sec. 53.** RCW 43.63A.075 and 1985 c 466 s 53 are each amended to  
19 read as follows:

20 The department shall establish a community development finance  
21 program. Pursuant to this program, the department shall: (1) Develop  
22 expertise in federal, state, and local community and economic  
23 development programs; and (2) assist communities and businesses to  
24 secure available financing(~~(; and (3) work closely with the department~~  
25 ~~of trade and economic development on financial and technical assistance~~  
26 ~~programs available to small and medium sized businesses)). To the~~  
27 extent permitted by federal law, the department is encouraged to use  
28 federal community block grant funds to make urban development action  
29 grants to communities which have not been eligible to receive such  
30 grants prior to June 30, 1984.

31 **Sec. 54.** RCW 43.63A.115 and 1990 c 156 s 1 are each amended to  
32 read as follows:

33 (1) The community action agency network, established initially  
34 under the federal economic opportunity act of 1964 and subsequently  
35 under the federal community services block grant program of 1981, as  
36 amended, shall be a delivery system for federal and state anti-poverty

1 programs in this state, including but not limited to the community  
2 services block grant program, the low-income energy assistance program,  
3 and the federal department of energy weatherization program.

4 (2) Local community action agencies comprise the community action  
5 agency network. The community action agency network shall serve low-  
6 income persons in the counties. Each community action agency and its  
7 service area shall be designated in the state federal community service  
8 block grant plan as prepared by the department of commerce and  
9 community development.

10 (3) Funds for anti-poverty programs may be distributed to the  
11 community action agencies by the department of commerce and community  
12 development and other state agencies in consultation with the  
13 authorized representatives of community action agency networks.

14 **Sec. 55.** RCW 43.63A.155 and 1989 c 225 s 5 are each amended to  
15 read as follows:

16 The department of commerce and community development shall retain  
17 the bond information it receives under RCW 39.44.210 and 39.44.230 and  
18 shall publish summaries of local government bond issues at least once  
19 a year.

20 The department of commerce and community development shall adopt  
21 rules under chapter 34.05 RCW to implement RCW 39.44.210 and 39.44.230.

22 **Sec. 56.** RCW 43.63A.220 and 1987 c 505 s 34 are each amended to  
23 read as follows:

24 (1) The department of commerce and community development is  
25 directed to undertake a study as to the best means of providing  
26 encouragement and assistance to the formulation of employee stock  
27 ownership plans providing for the partial or total acquisition, through  
28 purchase, distribution in lieu of compensation, or a combination of  
29 these means or any other lawful means, of shares of stock or other  
30 instruments of equity in facilities by persons employed at these  
31 facilities in cases in which operations at these facilities would,  
32 absent employee equity ownership, be terminated, relocated outside of  
33 the state, or so reduced in volume as to entail the permanent layoff of  
34 a substantial number of the employees.

35 (2) In conducting its study, the department shall:

36 (a) Consider federal and state law relating directly or indirectly  
37 to plans proposed under subsection (1) of this section, and to the

1 organization and operation of any trusts established pursuant to the  
2 plans, including but not limited to, the federal internal revenue code  
3 and any regulations promulgated under the internal revenue code, the  
4 federal securities act of 1933 as amended and other federal statutes  
5 providing for regulation of the issuance of securities, the federal  
6 employee retirement income and security act of 1974 as amended, the  
7 Chrysler loan guarantee legislation enacted by the United States  
8 congress in 1979, and other federal and state laws relating to  
9 employment, compensation, taxation, and retirement;

10 (b) Consult with relevant persons in the public sector, relevant  
11 persons in the private sector, including trustees of any existing  
12 employee stock ownership trust, and employees of any firm operating  
13 under an employee stock ownership trust, and with members of the  
14 academic community and of relevant branches of the legal profession;

15 (c) Examine the experience of trusts organized pursuant to an  
16 employee stock ownership plan in this state or in any other state; and

17 (d) Make other investigations as it may deem necessary in carrying  
18 out the purposes of this section.

19 (3) Pursuant to the findings and conclusions of the study conducted  
20 under subsection (2) of this section, the department of commerce and  
21 community development shall develop a plan to encourage and assist the  
22 formulation of employee stock ownership plans providing for the  
23 acquisition of stock by employees of facilities in this state which are  
24 subject to closure or drastically curtailed operation. The department  
25 shall determine the amount of any costs of implementing the plan.

26 (4) The director of commerce and community development shall,  
27 within one year of July 28, 1985, report the findings and conclusion of  
28 the study, together with details of the plan developed pursuant to the  
29 study, to the legislature, and shall include in the report any  
30 recommendations for legislation which the director deems appropriate.

31 (5) The department of commerce and community development shall  
32 carry out its duties under this section using available resources.

33 **Sec. 57.** RCW 43.63A.230 and 1988 c 186 s 17 are each amended to  
34 read as follows:

35 (1) The department of commerce and community development shall  
36 integrate an employee ownership program within its existing technical  
37 assistance programs. The employee ownership program shall provide  
38 technical assistance to cooperatives authorized under chapter 23.78 RCW

1 and conduct educational programs on employee ownership and self-  
2 management. The department shall include information on the option of  
3 employee ownership wherever appropriate in its various programs.

4 (2) The department shall maintain a list of firms and individuals  
5 with expertise in the field of employee ownership and utilize such  
6 firms and individuals, as appropriate, in delivering and coordinating  
7 the delivery of technical, managerial, and educational services. In  
8 addition, the department shall work with and rely on the services of  
9 ~~((the department of trade and economic development,))~~ the employment  
10 security department ~~((7))~~ and state institutions of higher education to  
11 promote employee ownership.

12 (3) The department shall report to the governor, the ~~((trade and))~~  
13 appropriate economic development ~~((committee of))~~ committees of the  
14 senate and the house of representatives, ~~((the commerce and labor~~  
15 ~~committee of the senate,))~~ and the ways and means committees of each  
16 house by December 1 of 1988, and each year thereafter, on the  
17 accomplishments of the employee-ownership program. Such reports shall  
18 include the number and types of firms assisted, the number of jobs  
19 created by such firms, the types of services, the number of workshops  
20 presented, the number of employees trained, and the results of client  
21 satisfaction surveys distributed to those using the services of the  
22 program.

23 (4) For purposes of this section, an employee stock ownership plan  
24 qualifies as a cooperative if at least fifty percent, plus one share,  
25 of its voting shares of stock are voted on a one-person-one-vote basis.

26 **Sec. 58.** RCW 43.63A.245 and 1992 c 63 s 2 are each amended to read  
27 as follows:

28 Unless the context clearly requires otherwise, the definitions in  
29 this section apply throughout RCW 43.63A.240 through 43.63A.270.

30 "Agency" means one of the agencies or organizations participating  
31 in the activities of the senior environmental corps.

32 "Commissioner" means the commissioner of the employment security  
33 department.

34 "Coordinator" means the person designated by the ~~((director))~~  
35 commissioner of the employment security department ~~((of community~~  
36 ~~development))~~ with the advice of the council to administer the  
37 activities of the senior environmental corps.

38 "Corps" means the senior environmental corps.

1 "Council" means the senior environmental corps coordinating  
2 council.

3 "Department" means the employment security department ((of  
4 ~~community development~~).

5 "~~Director~~" ~~means the director of the department of community~~  
6 ~~development or the director's authorized representative~~)).

7 "Representative" means the person who represents an agency on the  
8 council and is responsible for the activities of the senior  
9 environmental corps in his or her agency.

10 "Senior" means any person who is fifty-five years of age or over.

11 "Volunteer" means a person who is willing to work without  
12 expectation of salary or financial reward, and who chooses where he or  
13 she provides services and the type of services he or she provides.

14 **Sec. 59.** RCW 43.63A.247 and 1992 c 63 s 3 are each amended to read  
15 as follows:

16 The senior environmental corps is created within the employment  
17 security department ((of ~~community development~~)). The departments of  
18 agriculture, ((~~community development~~)) employment security, ecology,  
19 fisheries, health, natural resources, and wildlife, the parks and  
20 recreation commission, and the Puget Sound water quality authority  
21 shall participate in the administration and implementation of the corps  
22 and shall appoint representatives to the council.

23 **Sec. 60.** RCW 43.63A.260 and 1992 c 63 s 5 are each amended to read  
24 as follows:

25 The department shall convene a senior environmental corps  
26 coordinating council to meet as needed to establish and assess  
27 policies, define standards for projects, evaluate and select projects,  
28 develop recruitment, training, and placement procedures, receive and  
29 review project status and completion reports, and provide for  
30 recognition of volunteer activity. The council shall include  
31 representatives appointed by the departments of agriculture,  
32 ((~~community development~~)) employment security, ecology, fisheries,  
33 health, natural resources, and wildlife, the parks and recreation  
34 commission, and the Puget Sound water quality authority. The council  
35 shall develop bylaws, policies and procedures to govern its activities.

36 The council shall advise the director on distribution of available  
37 funding for corps activities.

1       **Sec. 61.** RCW 43.63A.275 and 1992 c 65 s 2 are each amended to read  
2 as follows:

3       (1) Each biennium the employment security department (~~((of community~~  
4 ~~development))~~) shall distribute such funds as are appropriated for  
5 retired senior volunteer programs (RSVP) as follows:

6       (a) At least sixty-five percent of the moneys may be distributed  
7 according to formulae and criteria to be determined by the employment  
8 security department (~~((of community development))~~) in consultation with  
9 the RSVP directors association.

10       (b) Up to twenty percent of the moneys may be distributed by  
11 competitive grant process to develop RSVP projects in counties not  
12 presently being served, or to expand existing RSVP services into  
13 counties not presently served.

14       (c) Ten percent of the moneys may be used by the employment  
15 security department (~~((of community development))~~) for administration,  
16 monitoring of the grants, and providing technical assistance to the  
17 RSVP projects.

18       (d) Up to five percent of the moneys may be used to support  
19 projects that will benefit RSVPs state-wide.

20       (2) Grants under subsection (1) of this section shall give priority  
21 to programs in the areas of education, tutoring, English as a second  
22 language, combating of and education on drug abuse, housing and  
23 homeless, and respite care, and shall be distributed in accordance with  
24 the following:

25       (a) None of the grant moneys may be used to displace any paid  
26 employee in the area being served.

27       (b) Grants shall be made for programs that focus on:

28       (i) Developing new roles for senior volunteers in nonprofit and  
29 public organizations with special emphasis on areas targeted in section  
30 1, chapter 65, Laws of 1992. The roles shall reflect the diversity of  
31 the local senior population and shall respect their life experiences;

32       (ii) Increasing the expertise of volunteer managers and RSVP  
33 managers in the areas of communication, recruitment, motivation, and  
34 retention of today's over-sixty population;

35       (iii) Increasing the number of senior citizens recruited, referred,  
36 and placed with nonprofit and public organizations; and

37       (iv) Providing volunteer support such as: Mileage to and from the  
38 volunteer assignment, recognition, and volunteer insurance.

1       **Sec. 62.** RCW 43.63A.300 and 1986 c 266 s 54 are each amended to  
2 read as follows:

3       The legislature finds that fire protection services at the state  
4 level are provided by different, independent state agencies. This has  
5 resulted in a lack of a comprehensive state-level focus for state fire  
6 protection services, funding, and policy. It is the intent of the  
7 legislature to consolidate fire protection services into a single state  
8 agency and to create a state board with the responsibility of (1)  
9 establishing a comprehensive state policy regarding fire protection  
10 services and (2) advising the director of commerce and community  
11 development and the director of fire protection on matters relating to  
12 their duties under state law. It is also the intent of the legislature  
13 that the fire protection services program created herein will assist  
14 local fire protection agencies in program development without  
15 encroaching upon their historic autonomy.

16       **Sec. 63.** RCW 43.63A.320 and 1986 c 266 s 56 are each amended to  
17 read as follows:

18       Except for matters relating to the statutory duties of the director  
19 of commerce and community development which are to be carried out  
20 through the director of fire protection, the board shall have the  
21 responsibility of developing a comprehensive state policy regarding  
22 fire protection services. In carrying out its duties, the board shall:

- 23       (1) Adopt a state fire protection master plan;
- 24       (2) Monitor fire protection in the state and develop objectives and  
25 priorities to improve fire protection for the state's citizens;
- 26       (3) Establish and promote state arson control programs and ensure  
27 development of local arson control programs;
- 28       (4) Provide representation for local fire protection services to  
29 the governor in state-level fire protection planning matters such as,  
30 but not limited to, hazardous materials;
- 31       (5) Seek and solicit grants, gifts, bequests, devices, and matching  
32 funds for use in furthering the objectives and duties of the board, and  
33 establish procedures for administering them;
- 34       (6) Promote mutual aid and disaster planning for fire services in  
35 this state;
- 36       (7) Assure the dissemination of information concerning the amount  
37 of fire damage including that damage caused by arson, and its causes  
38 and prevention;

1 (8) Submit annually a report to the governor containing a statement  
2 of its official acts pursuant to this chapter, and make such studies,  
3 reports, and recommendations to the governor and the legislature as are  
4 requested;

5 (9) Adopt a state fire training and education master plan;

6 (10) Develop and adopt a master plan for the construction,  
7 equipping, maintaining, and operation of necessary fire service  
8 training and education facilities, but the authority to construct,  
9 equip, and maintain such facilities is subject to chapter 43.19 RCW;

10 (11) Develop and adopt a master plan for the purchase, lease, or  
11 other acquisition of real estate necessary to establish and operate  
12 fire service training and education facilities in a manner provided by  
13 law;

14 (12) Adopt standards for state-wide fire service training and  
15 education courses including courses in arson detection and  
16 investigation for personnel of fire, police, and prosecutor's  
17 departments;

18 (13) Assure the administration of any legislation enacted by the  
19 legislature in pursuance of the aims and purposes of any acts of  
20 Congress insofar as the provisions thereof may apply;

21 (14) Cooperate with the common schools, community colleges,  
22 institutions of higher education, and any department or division of the  
23 state, or of any county or municipal corporation in establishing and  
24 maintaining instruction in fire service training and education in  
25 accordance with any act of Congress and legislation enacted by the  
26 legislature in pursuance thereof and in establishing, building, and  
27 operating training and education facilities.

28 This section does not apply to forest fire service personnel and  
29 programs. Industrial fire departments and private fire investigators  
30 may participate in training and education programs under this chapter  
31 for a reasonable fee established by rule.

32 **Sec. 64.** RCW 43.63A.330 and 1986 c 266 s 57 are each amended to  
33 read as follows:

34 In regards to the statutory duties of the director of commerce and  
35 community development which are to be carried out through the director  
36 of fire protection, the board shall serve in an advisory capacity in  
37 order to enhance the continuity of state fire protection services. In  
38 this capacity, the board shall:

1 (1) Advise the director of commerce and community development and  
2 the director of fire protection on matters pertaining to their duties  
3 under law; and

4 (2) Advise the director of commerce and community development and  
5 the director of fire protection on all budgeting and fiscal matters  
6 pertaining to the duties of the director of fire protection and the  
7 board.

8 **Sec. 65.** RCW 43.63A.340 and 1986 c 266 s 58 are each amended to  
9 read as follows:

10 (1) Wherever the term state fire marshal appears in the Revised  
11 Code of Washington or the Washington Administrative Code it shall mean  
12 the director of fire protection.

13 (2) The director of commerce and community development shall  
14 appoint an assistant director who shall be known as the director of  
15 fire protection. The board, after consulting with the director, shall  
16 prescribe qualifications for the position of director of fire  
17 protection. The board shall submit to the director a list containing  
18 the names of three persons whom the board believes meet its  
19 qualifications. If requested by the director, the board shall submit  
20 one additional list of three persons whom the board believes meet its  
21 qualifications. The appointment shall be from one of the lists of  
22 persons submitted by the board.

23 (3) The director of fire protection may designate one or more  
24 deputies and may delegate to those deputies his or her duties and  
25 authorities as deemed appropriate.

26 (4) The director of commerce and community development, through the  
27 director of fire protection, shall, after consultation with the board,  
28 prepare a biennial budget pertaining to fire protection services. Such  
29 biennial budget shall be submitted as part of the department's budget  
30 request.

31 (5) The director of commerce and community development, through the  
32 director of fire protection, shall implement and administer, within the  
33 constraints established by budgeted resources, the policies of the  
34 board and all duties of the director of commerce and community  
35 development which are to be carried out through the director of fire  
36 protection.

1           (6) The director of commerce and community development, through the  
2 director of fire protection, shall seek the advice of the board in  
3 carrying out his or her duties under law.

4           **Sec. 66.** RCW 43.63A.400 and 1987 c 308 s 2 are each amended to  
5 read as follows:

6           The department of commerce and community development shall  
7 distribute grants to eligible public radio and television broadcast  
8 stations under RCW 43.63A.410 and 43.63A.420 to assist with  
9 programming, operations, and capital needs.

10          **Sec. 67.** RCW 43.63A.410 and 1987 c 308 s 3 are each amended to  
11 read as follows:

12          (1) Eligibility for grants under this section shall be limited to  
13 broadcast stations which are:

14           (a) Licensed to Washington state organizations, nonprofit  
15 corporations, or other entities under section 73.621 of the regulations  
16 of the federal communications commission; and

17           (b) Qualified to receive community service grants from the  
18 federally chartered corporation for public broadcasting. Eligibility  
19 shall be established as of February 28th of each year.

20          (2) The formula in this subsection shall be used to compute the  
21 amount of each eligible station's grant under this section.

22           (a) Appropriations under this section shall be divided into a radio  
23 fund, which shall be twenty-five percent of the total appropriation  
24 under this section, and a television fund, which shall be seventy-five  
25 percent of the total appropriation under this section. Each of the two  
26 funds shall be divided into a base grant pool, which shall be fifty  
27 percent of the fund, and an incentive grant pool, which shall be the  
28 remaining fifty percent of the fund.

29           (b) Each eligible participating public radio station shall receive  
30 an equal share of the radio base grant pool, plus a share of the radio  
31 incentive grant pool equal to the proportion its nonfederal financial  
32 support bears to the sum of all participating radio stations'  
33 nonfederal financial support as most recently reported to the  
34 corporation for public broadcasting.

35           (c) Each eligible participating public television station shall  
36 receive an equal share of the television base grant pool, plus a share  
37 of the television incentive grant pool equal to the proportion its

1 nonfederal financial support bears to the sum of all participating  
2 television stations' nonfederal financial support as most recently  
3 reported to the corporation for public broadcasting.

4 (3) Annual financial reports to the corporation for public  
5 broadcasting by eligible stations shall also be submitted by the  
6 stations to the department of commerce and community development.

7 **Sec. 68.** RCW 43.63A.440 and 1989 c 424 s 7 are each amended to  
8 read as follows:

9 (1) The department of commerce and community development shall  
10 provide technical and financial assistance to communities adversely  
11 impacted by reductions in timber harvested from federal lands. This  
12 assistance shall include the formation and implementation of community  
13 economic development plans. The department of commerce and community  
14 development shall utilize existing state technical and financial  
15 assistance programs, and shall aid communities in seeking private and  
16 federal financial assistance for the purposes of this section. The  
17 department may contract for services provided for under this section.

18 (2) The sum of four hundred fifty thousand dollars, or as much  
19 thereof as may be necessary, is appropriated from the general fund to  
20 the department of commerce and community development for the biennium  
21 ending June 30, 1991, for the purposes of subsection (1) of this  
22 section.

23 **Sec. 69.** RCW 43.63A.450 and 1990 c 278 s 2 are each amended to  
24 read as follows:

25 The community diversification program is created in the department  
26 of commerce and community development. The program shall include:

27 (1) The monitoring and forecasting of shifts in the economic  
28 prospects of major defense employers in the state. This shall include  
29 but not be limited to the monitoring of defense contract expenditures,  
30 other federal contracts, defense employment shifts, the aircraft and  
31 aerospace industry, computer products, and electronics;

32 (2) The identification of cities, counties, or regions within the  
33 state that are primarily dependent on defense or other federal  
34 contracting and the identification of firms dependent on federal  
35 defense contracts;

36 (3) Assistance to communities in broadening the local economic base  
37 through the provision of management assistance, assistance in

1 financing, entrepreneurial training, and assistance to businesses in  
2 using off-the-shelf technology to start new production processes or  
3 introduce new products;

4 (4) Formulating a state plan for diversification in defense  
5 dependent communities in collaboration with the employment security  
6 department(~~(, the department of trade and economic development,)~~) and  
7 the office of financial management. The plan shall use the information  
8 made available through carrying out subsections (1) and (2) of this  
9 section; and

10 (5) The identification of diversification efforts conducted by  
11 other states, the federal government, and other nations, and the  
12 provision of information on these efforts, as well as information  
13 gained through carrying out subsections (1) and (2) of this section, to  
14 firms, communities, and workforces that are defense dependent.

15 The department shall, beginning January 1, 1992, report annually to  
16 the governor and the legislature on the activities of the community  
17 diversification program.

18 **Sec. 70.** RCW 43.63A.460 and 1990 c 176 s 2 are each amended to  
19 read as follows:

20 Beginning on July 1, 1991, the department of commerce and community  
21 development shall be responsible for performing all the consumer  
22 complaint and related functions of the state administrative agency that  
23 are required for purposes of complying with the regulations established  
24 by the federal department of housing and urban development for  
25 manufactured housing, including the preparation and submission of the  
26 state administrative plan.

27 The department of commerce and community development may enter into  
28 state or local interagency agreements to coordinate site inspection  
29 activities with record monitoring and complaint handling. The  
30 interagency agreement may also provide for the reimbursement for cost  
31 of work that an agency performs. The department may include other  
32 related areas in any interagency agreements which are necessary for the  
33 efficient provision of services.

34 (~~The department of labor and industries shall transfer all~~  
35 ~~records, files, books, and documents necessary for the department of~~  
36 ~~community development to assume these new functions.~~

1       ~~The directors of the department of community development and the~~  
2 ~~department of labor and industries shall immediately take such steps as~~  
3 ~~are necessary to ensure that this act is implemented on June 7, 1990.)~~)

4       **Sec. 71.** RCW 43.63A.600 and 1991 c 315 s 23 are each amended to  
5 read as follows:

6       (1) The department of commerce and community development, as a  
7 member of the agency timber task force and in consultation with the  
8 economic recovery coordination board, shall establish and administer  
9 the emergency mortgage and rental assistance program. The department  
10 shall identify the communities most adversely affected by reductions in  
11 timber harvest levels and shall prioritize assistance under this  
12 program to these communities. The department shall work with the  
13 department of social and health services and the timber recovery  
14 coordinator to develop the program in timber impact areas.  
15 Organizations eligible to receive funds for distribution under the  
16 program are those organizations that are eligible to receive assistance  
17 through the Washington housing trust fund.

18       (2) The goals of the program are to:

19       (a) Provide temporary emergency mortgage or rental assistance loans  
20 on behalf of dislocated forest products workers in timber impact areas  
21 who are unable to make current mortgage or rental payments on their  
22 permanent residences and are subject to immediate eviction for  
23 nonpayment of mortgage installments or nonpayment of rent;

24       (b) Prevent the dislocation of individuals and families from their  
25 permanent residences and their communities; and

26       (c) Maintain economic and social stability in timber impact areas.

27       **Sec. 72.** RCW 43.105.020 and 1990 c 208 s 3 are each amended to  
28 read as follows:

29       As used in this chapter, unless the context indicates otherwise,  
30 the following definitions shall apply:

31       (1) "Department" means the department of information services;

32       (2) "Board" means the information services board;

33       (3) "Local governments" includes all municipal and quasi municipal  
34 corporations and political subdivisions, and all agencies of such  
35 corporations and subdivisions authorized to contract separately;

36       (4) "Director" means the director of the department;

1 (5) "Purchased services" means services provided by a vendor to  
2 accomplish routine, continuing, and necessary functions. This term  
3 includes, but is not limited to, services acquired for equipment  
4 maintenance and repair, operation of a physical plant, security,  
5 computer hardware and software installation and maintenance, data  
6 entry, keypunch services, programming services, and computer time-  
7 sharing;

8 (6) "Backbone network" means the shared high-density portions of  
9 the state's telecommunications transmission facilities. It includes  
10 specially conditioned high-speed communications carrier lines,  
11 multiplexors, switches associated with such communications lines, and  
12 any equipment and software components necessary for management and  
13 control of the backbone network;

14 (7) "Telecommunications" means the transmission of information by  
15 wire, radio, optical cable, electromagnetic, or other means;

16 (8) "Information processing" means the electronic capture,  
17 collection, storage, manipulation, transmission, retrieval, and  
18 presentation of information in the form of data, text, voice, or image  
19 and includes telecommunications and office automation functions;

20 (9) "Information services" means data processing,  
21 telecommunications, and office automation;

22 (10) "Equipment" means the machines, devices, and transmission  
23 facilities used in information processing, such as computers, word  
24 processors, terminals, telephones, and cables;

25 (11) "Proprietary software" means that software offered for sale or  
26 license;

27 (12) "Video telecommunications" means the electronic  
28 interconnection of two or more sites for the purpose of transmitting  
29 and/or receiving visual and associated audio information. Video  
30 telecommunications shall not include existing public television  
31 broadcast stations as currently designated by the department of  
32 commerce and community development under chapter ((43.63A)) 43.-- RCW  
33 (sections 1 through 12 of this act).

34 NEW SECTION. Sec. 73. The following acts or parts of acts are  
35 each repealed:

36 (1) RCW 43.31.005 and 1990 1st ex.s. c 17 s 68 & 1985 c 466 s 1;

37 (2) RCW 43.31.015 and 1985 c 466 s 2;

38 (3) RCW 43.31.025 and 1987 c 348 s 8 & 1985 c 466 s 3;

- 1 (4) RCW 43.31.035 and 1990 1st ex.s. c 17 s 69 & 1985 c 466 s 4;
- 2 (5) RCW 43.31.045 and 1985 c 466 s 5;
- 3 (6) RCW 43.31.055 and 1985 c 466 s 6;
- 4 (7) RCW 43.31.065 and 1985 c 466 s 9;
- 5 (8) RCW 43.31.075 and 1985 c 466 s 10;
- 6 (9) RCW 43.31.095 and 1985 c 466 s 12;
- 7 (10) RCW 43.31.097 and 1990 1st ex.s. c 17 s 71;
- 8 (11) RCW 43.31.105 and 1985 c 466 s 13;
- 9 (12) RCW 43.31.115 and 1985 c 466 s 14;
- 10 (13) RCW 43.31.130 and 1975-'76 2nd ex.s. c 34 s 110 & 1965 c 8 s
- 11 43.31.130;
- 12 (14) RCW 43.31.135 and 1987 c 505 s 30 & 1985 c 466 s 17;
- 13 (15) RCW 43.31.373 and 1988 c 35 s 1, 1985 c 466 s 24, & 1984 c 175
- 14 s 1;
- 15 (16) RCW 43.31.375 and 1985 c 466 s 25 & 1984 c 175 s 2;
- 16 (17) RCW 43.31.377 and 1988 c 35 s 2, 1985 c 466 s 26, & 1984 c 175
- 17 s 3;
- 18 (18) RCW 43.31.379 and 1988 c 35 s 3, 1985 c 466 s 27, & 1984 c 175
- 19 s 4;
- 20 (19) RCW 43.31.381 and 1988 c 35 s 4, 1985 c 466 s 28, & 1984 c 175
- 21 s 5;
- 22 (20) RCW 43.31.383 and 1985 c 466 s 29 & 1984 c 175 s 6;
- 23 (21) RCW 43.31.387 and 1985 c 466 s 31 & 1984 c 175 s 8;
- 24 (22) RCW 43.31.430 and 1989 c 423 s 2;
- 25 (23) RCW 43.31.432 and 1989 c 423 s 3;
- 26 (24) RCW 43.31.434 and 1989 c 423 s 6;
- 27 (25) RCW 43.31.436 and 1989 c 423 s 7;
- 28 (26) RCW 43.31.438 and 1989 c 423 s 8;
- 29 (27) RCW 43.31.440 and 1989 c 423 s 9;
- 30 (28) RCW 43.31.442 and 1989 c 423 s 10;
- 31 (29) RCW 43.31.651 and 1991 c 314 s 9;
- 32 (30) RCW 43.31.790 and 1975 1st ex.s. c 292 s 2 & 1965 c 148 s 1;
- 33 (31) RCW 43.31.800 and 1987 c 195 s 4 & 1965 c 148 s 2;
- 34 (32) RCW 43.31.810 and 1987 c 195 s 5, 1975 1st ex.s. c 292 s 3, &
- 35 1965 c 148 s 3;
- 36 (33) RCW 43.31.820 and 1987 c 195 s 6, 1975 1st ex.s. c 292 s 4, &
- 37 1965 c 148 s 4;
- 38 (34) RCW 43.63A.020 and 1986 c 266 s 136, 1984 c 125 s 2, & 1967 c
- 39 74 s 2;

- 1 (35) RCW 43.63A.030 and 1984 c 125 s 1 & 1967 c 74 s 3;  
2 (36) RCW 43.63A.040 and 1984 c 125 s 3, 1975 c 40 s 10, & 1967 c 74  
3 s 4;  
4 (37) RCW 43.63A.050 and 1967 c 74 s 5;  
5 (38) RCW 43.63A.060 and 1987 c 505 s 32, 1984 c 125 s 4, & 1967 c  
6 74 s 6;  
7 (39) RCW 43.63A.065 and 1992 c 198 s 7, 1990 1st ex.s. c 17 s 70,  
8 1986 c 266 s 137, & 1984 c 125 s 5;  
9 (40) RCW 43.63A.078 and 1987 c 505 s 33 & 1984 c 125 s 7;  
10 (41) RCW 43.63A.095 and 1984 c 125 s 8;  
11 (42) RCW 43.63A.100 and 1984 c 125 s 9 & 1967 c 74 s 10;  
12 (43) RCW 43.63A.130 and 1983 c 52 s 6, 1981 c 157 s 6, & 1967 c 74  
13 s 13;  
14 (44) RCW 43.63A.140 and 1967 c 74 s 14;  
15 (45) RCW 43.63A.210 and 1985 c 85 s 1; and  
16 (46) RCW 43.63A.560 and 1990 1st ex.s. c 17 s 67.

17 NEW SECTION. **Sec. 74.** Sections 1 through 12 of this act shall  
18 constitute a new chapter in Title 43 RCW.

19 NEW SECTION. **Sec. 75.** If any provision of this act or its  
20 application to any person or circumstance is held invalid, the  
21 remainder of the act or the application of the provision to other  
22 persons or circumstances is not affected.

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