SENATE BILL 5649

52nd Legislature

1991 Regular Session

By Senator West.

State of Washington

Read first time February 13, 1991. Referred to Committee on Financial Institutions & Insurance.

- 1 AN ACT Relating to the investment of state funds in corporations
- 2 doing business in Northern Ireland; amending RCW 28B.20.130,
- 3 28B.30.150, 28B.35.120, 28B.40.120, 28B.50.090, 35.39.060, 41.40.077,
- 4 43.33A.110, 43.33A.140, and 43.84.080; adding a new section to chapter
- 5 43.33A RCW; adding a new section to chapter 24.44 RCW; and creating a
- 6 new section.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 8 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds and declares that:
- 9 (1) The existence of religious and ethnic discrimination against
- 10 minority workers in many firms conducting business in Northern Ireland
- 11 is contrary to the basic religious and political assumptions underlying
- 12 our nation as expressed in our Constitution and laws.
- 13 (2) The state of Washington has pension, trust, educational, and
- 14 retirement fund investments in United States firms presently conducting
- 15 business in Northern Ireland. Such investments should be made in

- 1 accordance with the MacBride principles, as listed in section 2 of this
- 2 act, of fair employment and the sound investment criteria empowered to
- 3 the state treasurer, state investment board, public institutions of
- 4 higher education, and state agencies.
- 5 (3) It is not the intent of this legislation to diminish the
- 6 present investment portfolio, as our primary goal is not to injure the
- 7 fragile Northern Ireland economy. The state treasurer, state
- 8 investment board, public institutions of higher education, and state
- 9 agencies are encouraged to make future investments in United States
- 10 firms conducting business in Northern Ireland in accordance with sound
- 11 investment criteria and the MacBride principles of fair employment.
- 12 Should all or any of the United States firms which receive Washington
- 13 state fund investments refuse to comply with the MacBride principles,
- 14 the treasurer or investing authority shall, with discretion and in
- 15 accordance with sound investment criteria, have the option and is
- 16 encouraged to remove such investments and place them in United States
- 17 firms operating in Northern Ireland which subscribe to the MacBride
- 18 principles of fair employment.
- 19 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 43.33A RCW
- 20 to read as follows:
- 21 (1) As long as any trust funds or state funds are invested in a
- 22 United States corporation operating in Northern Ireland, the state
- 23 investment board shall file a report with the governor and legislature
- 24 by January 31st of each year.
- 25 (2) The report shall include the existence of affirmative action
- 26 taken by the institutions or companies doing business in Northern
- 27 Ireland to eliminate ethnic or religious discrimination based on
- 28 actions taken for:

- 1 (a) Increasing the representation of individuals from
- 2 underrepresented religious groups in the work force including
- 3 managerial, supervisory, administrative, clerical, and technical jobs.
- 4 (b) Providing adequate security for the protection of minority
- 5 employees both at the workplace and while traveling to and from work.
- 6 (c) The banning of provocative religious or political emblems from
- 7 the workplace.
- 8 (d) Publicly advertising all job openings and making special
- 9 recruitment efforts to attract applicants from underrepresented
- 10 religious groups.
- 11 (e) Providing that layoff, recall, and termination procedures
- 12 should not practice in favor particular religious groupings.
- 13 (f) The abolition of job reservations, apprenticeship restrictions,
- 14 and differential job employment criteria which discriminate on the
- 15 basis of religion or ethnic origin.
- 16 (g) The development of training programs that will prepare
- 17 substantial numbers of current minority employees for skilled jobs,
- 18 including the expansion of existing programs and the creation of new
- 19 programs to train, upgrade, and improve the skills of minority
- 20 employees.
- 21 (h) The establishment of procedures to assess, identify, and
- 22 actively recruit minority employees with potential for further
- 23 advancements.
- 24 (i) The appointment of senior management staff members to oversee
- 25 affirmative action efforts and the setting up of time tables to carry
- 26 out affirmative action principles.
- 27 (3) Consistent with sound investment policy, after January 1, 1992,
- 28 the state investment board shall invest the assets of the state funds
- 29 in such a manner that the investments in institutions and corporations
- 30 doing business in or with Northern Ireland shall reflect the advances

- 1 made by such institutions and corporations in eliminating
- 2 discrimination as established pursuant to subsection (2) of this
- 3 section.
- 4 (4) Notwithstanding any other provisions of law, on and after
- 5 January 1, 1992, any moneys or assets of the state funds which shall
- 6 remain or be invested in the stocks, securities, or other obligations
- 7 of any institution or company doing business in or with Northern
- 8 Ireland or with agencies or instrumentalities thereof, shall be
- 9 invested subject to the provisions of this section.
- 10 **Sec. 3.** RCW 28B.20.130 and 1985 c 370 s 92 are each amended to
- 11 read as follows:
- General powers and duties of the board of regents are as follows:
- 13 (1) To have full control of the university and its property of
- 14 various kinds, except as otherwise provided by law.
- 15 (2) To employ the president of the university, ((his)) the
- 16 president's assistants, members of the faculty, and employees of the
- 17 institution, who except as otherwise provided by law, shall hold their
- 18 positions during the pleasure of said board of regents.
- 19 (3) Establish entrance requirements for students seeking admission
- 20 to the university which meet or exceed the standards specified under
- 21 RCW 28B.80.350(2). Completion of examinations satisfactory to the
- 22 university may be a prerequisite for entrance by any applicant at the
- 23 university's discretion. Evidence of completion of public high schools
- 24 and other educational institutions whose courses of study meet the
- 25 approval of the university may be acceptable for entrance.
- 26 (4) Establish such colleges, schools or departments necessary to
- 27 carry out the purpose of the university and not otherwise proscribed by
- 28 law.

- 1 (5) With the assistance of the faculty of the university, prescribe 2 the course of study in the various colleges, schools and departments of
- 3 the institution and publish the necessary catalogues thereof.
- 4 (6) Grant to students such certificates or degrees as recommended
- 5 for such students by the faculty. The board, upon recommendation of
- 6 the faculty, may also confer honorary degrees upon persons other than
- 7 graduates of this university in recognition of their learning or
- 8 devotion to literature, art or science: PROVIDED, That no degree shall
- 9 ever be conferred in consideration of the payment of money or the
- 10 giving of property of whatsoever kind.
- 11 (7) Accept such gifts, grants, conveyances, bequests and devises,
- 12 whether real or personal property, or both, in trust or otherwise, for
- 13 the use or benefit of the university, its colleges, schools,
- 14 departments, or agencies; and sell, lease or exchange, invest or expend
- 15 the same or the proceeds, rents, profits and income thereof except as
- 16 limited by the terms of said gifts, grants, conveyances, bequests and
- 17 devises. The board shall adopt proper rules to govern and protect the
- 18 receipt and expenditure of the proceeds of all fees, and the proceeds,
- 19 rents, profits and income of all gifts, grants, conveyances, bequests
- 20 and devises above-mentioned, and shall make full report of the same in
- 21 the customary biennial report to the governor and members of the
- 22 legislature, or more frequently if required by law((* PROVIDED,
- 23 HOWEVER, That nothing herein contained shall be construed to repeal,
- 24 amend or in any way modify any of the provisions of RCW 28B.20.380)).
- 25 <u>Beginning January 1, 1992, the regents, while exercising their</u>
- 26 investment authority over funds invested in a United States corporation
- 27 operating in Northern Ireland, shall consider, without limitation, the
- 28 <u>following standards for corporate activity:</u>

- 1 (a) Increasing the representation of individuals from
- 2 underrepresented religious groups in the work force including
- 3 managerial, supervisory, administrative, clerical, and technical jobs.
- 4 (b) Providing adequate security for the protection of minority
- 5 employees both at the workplace and while traveling to and from work.
- 6 (c) The banning of provocative religious or political emblems from
- 7 <u>the workplace</u>.
- 8 (d) Publicly advertising all job openings and making special
- 9 recruitment efforts to attract applicants from underrepresented
- 10 religious groups.
- 11 (e) Providing that layoff, recall, and termination procedures
- 12 should not in practice favor particular religious groupings.
- 13 (f) The abolition of job reservations, apprenticeship restrictions,
- 14 and differential employment criteria which discriminate on the basis of
- 15 religion or ethnic origin.
- 16 (q) The development of training programs that will prepare
- 17 substantial numbers of current minority employees for skilled jobs,
- 18 including the expansion of existing programs and the creation of new
- 19 programs to train, upgrade, and improve the skills of minority
- 20 employees.
- 21 (h) The establishment of procedures to assess, identify, and
- 22 actively recruit minority employees with potential for further
- 23 advancements.
- 24 (i) The appointment of senior management staff members to oversee
- 25 affirmative action efforts and the setting up of time tables to carry
- 26 out affirmative action principles.
- 27 (8) Except as otherwise provided by law, to enter into such
- 28 contracts as the regents deem essential to university purposes.
- 29 (9) To submit upon request such reports as will be helpful to the
- 30 governor and to the legislature in providing for the institution.

- 1 (10) Subject to the approval of the higher education coordinating
- 2 board pursuant to RCW 28B.80.340, offer new degree programs, offer off-
- 3 campus programs, participate in consortia or centers, contract for off-
- 4 campus educational programs, and purchase or lease major off-campus
- 5 facilities.
- 6 Sec. 4. RCW 28B.30.150 and 1985 c 370 s 93 are each amended to
- 7 read as follows:
- 8 The regents of Washington State University, in addition to other
- 9 duties prescribed by law, shall:
- 10 (1) Have full control of the university and its property of various
- 11 kinds, except as otherwise provided by law.
- 12 (2) Employ the president of the university, his or her assistants,
- 13 members of the faculty, and employees of the university, who, except as
- 14 otherwise provided by law, shall hold their positions during the
- 15 pleasure of said board of regents.
- 16 (3) Establish entrance requirements for students seeking admission
- 17 to the university which meet or exceed the standards specified under
- 18 RCW 28B.80.350(2). Completion of examinations satisfactory to the
- 19 university may be a prerequisite for entrance by any applicant, at the
- 20 university's discretion. Evidence of completion of public high schools
- 21 and other educational institutions whose courses of study meet the
- 22 approval of the university may be acceptable for entrance.
- 23 (4) Establish such colleges, schools or departments necessary to
- 24 carry out the purpose of the university and not otherwise proscribed by
- 25 law.
- 26 (5) Subject to the approval of the higher education coordinating
- 27 board pursuant to RCW 28B.80.340, offer new degree programs, offer off-
- 28 campus programs, participate in consortia or centers, contract for off-

- 1 campus educational programs, and purchase or lease major off-campus
- 2 facilities.
- 3 (6) With the assistance of the faculty of the university, prescribe
- 4 the courses of instruction in the various colleges, schools and
- 5 departments of the institution and publish the necessary catalogues
- 6 thereof.
- 7 (7) Collect such information as the board deems desirable as to the
- 8 schemes of technical instruction adopted in other parts of the United
- 9 States and foreign countries.
- 10 (8) Provide for holding agricultural institutes including farm
- 11 marketing forums.
- 12 (9) Provide that instruction given in the university, as far as
- 13 practicable, be conveyed by means of laboratory work and provide in
- 14 connection with the university one or more physical, chemical, and
- 15 biological laboratories, and suitably furnish and equip the same.
- 16 (10) Provide training in military tactics for those students
- 17 electing to participate therein.
- 18 (11) Establish a department of elementary science and in connection
- 19 therewith provide instruction in elementary mathematics, including
- 20 elementary trigonometry, elementary mechanics, elementary and
- 21 mechanical drawing and land surveying.
- 22 (12) Establish a department of agriculture and in connection
- 23 therewith provide instruction in physics with special application of
- 24 its principles to agriculture, chemistry with special application of
- 25 its principles to agriculture, morphology and physiology of plants with
- 26 special reference to common grown crops and fungus enemies, morphology
- 27 and physiology of the lower forms of animal life, with special
- 28 reference to insect pests, morphology and physiology of the higher
- 29 forms of animal life and in particular of the horse, cow, sheep and
- 30 swine, agriculture with special reference to the breeding and feeding

- 1 of livestock and the best mode of cultivation of farm produce, and
- 2 mining and metallurgy, appointing demonstrators in each of these
- 3 subjects to superintend the equipment of a laboratory and to give
- 4 practical instruction therein.
- 5 (13) Establish agricultural experiment stations in connection with
- 6 the department of agriculture, including at least one in the western
- 7 portion of the state, and appoint the officers and prescribe
- 8 regulations for their management.
- 9 (14) Grant to students such certificates or degrees, as recommended
- 10 for such students by the faculty.
- 11 (15) Confer honorary degrees upon persons other than graduates of
- 12 the university in recognition of their learning or devotion to
- 13 literature, art or science when recommended thereto by the faculty:
- 14 PROVIDED, That no degree shall ever be conferred in consideration of
- 15 the payment of money or the giving of property of whatsoever kind.
- 16 (16) Adopt plans and specifications for university buildings and
- 17 facilities or improvements thereto and employ skilled architects and
- 18 engineers to prepare such plans and specifications and supervise the
- 19 construction of buildings or facilities which the board is authorized
- 20 to erect, and fix the compensation for such services. The board shall
- 21 enter into contracts with one or more contractors for such suitable
- 22 buildings, facilities or improvements as the available funds will
- 23 warrant, upon the most advantageous terms offered at a public
- 24 competitive letting, pursuant to public notice under regulations
- 25 established by the board. The board shall require of all persons with
- 26 whom they contract for construction and improvements a good and
- 27 sufficient bond for the faithful performance of the work and full
- 28 protection against all liens.
- 29 (17) Except as otherwise provided by law, direct the disposition of
- 30 all money appropriated to or belonging to the state university.

- 1 (18) Receive and expend the money appropriated under the act of
- 2 congress approved May 8, 1914, entitled "An Act to provide for
- 3 cooperative agricultural extension work between the agricultural
- 4 colleges in the several States receiving the benefits of the Act of
- 5 Congress approved July 2, 1862, and Acts supplemental thereto and the
- 6 United States Department of Agriculture" and organize and conduct
- 7 agricultural extension work in connection with the state university in
- 8 accordance with the terms and conditions expressed in the acts of
- 9 congress.
- 10 (19) Except as otherwise provided by law, to enter into such
- 11 contracts as the regents deem essential to university purposes.
- 12 (20) Acquire by lease, gift, or otherwise, lands necessary to
- 13 further the work of the university or for experimental or
- 14 demonstrational purposes.
- 15 (21) Establish and maintain at least one agricultural experiment
- 16 station in an irrigation district to conduct investigational work upon
- 17 the principles and practices of irrigational agriculture including the
- 18 utilization of water and its relation to soil types, crops, climatic
- 19 conditions, ditch and drain construction, fertility investigations,
- 20 plant disease, insect pests, marketing, farm management, utilization of
- 21 fruit byproducts and general development of agriculture under
- 22 irrigation conditions.
- 23 (22) Supervise and control the agricultural experiment station at
- 24 Puyallup.
- 25 (23) Establish and maintain at Wenatchee an agricultural experiment
- 26 substation for the purpose of conducting investigational work upon the
- 27 principles and practices of orchard culture, spraying, fertilization,
- 28 pollenization, new fruit varieties, fruit diseases and pests,
- 29 byproducts, marketing, management and general horticultural problems.

- 1 (24) Accept such gifts, grants, conveyances, devises and bequests,
- 2 whether real or personal property, in trust or otherwise, for the use
- 3 or benefit of the university, its colleges, schools or departments; and
- 4 sell, lease or exchange, invest or expend the same or the proceeds,
- 5 rents, profits and income thereof except as limited by the terms of
- 6 said gifts, grants, conveyances, bequests and devises; adopt proper
- 7 rules to govern and protect the receipt and expenditure of the proceeds
- 8 of all fees, and the proceeds, rents, profits and income of all gifts,
- 9 grants, conveyances, bequests and devises, and make full report thereof
- 10 in a biennial report to the governor and members of the legislature.
- 11 <u>Beginning January 1, 1992, the regents, while exercising their</u>
- 12 <u>investment authority over funds invested in a United States corporation</u>
- 13 operating in Northern Ireland, shall consider, without limitation, the
- 14 <u>following standards for corporate activity:</u>
- 15 (a) Increasing the representation of individuals from
- 16 <u>underrepresented religious groups in the work force including</u>
- 17 managerial, supervisory, administrative, clerical, and technical jobs.
- 18 (b) Providing adequate security for the protection of minority
- 19 employees both at the workplace and while traveling to and from work.
- 20 (c) The banning of provocative religious or political emblems from
- 21 the workplace.
- 22 (d) Publicly advertising all job openings and making special
- 23 recruitment efforts to attract applicants from underrepresented
- 24 <u>religious groups.</u>
- 25 (e) Providing that layoff, recall, and termination procedures
- 26 should not in practice favor particular religious groupings.
- 27 <u>(f) The abolition of job reservations, apprenticeship restrictions,</u>
- 28 and differential employment criteria which discriminate on the basis of
- 29 <u>religion or ethnic origin.</u>

- 1 (g) The development of training programs that will prepare
- 2 substantial numbers of current minority employees for skilled jobs,
- 3 including the expansion of existing programs and the creation of new
- 4 programs to train, upgrade, and improve the skills of minority
- 5 <u>employees</u>.
- 6 (h) The establishment of procedures to assess, identify, and
- 7 actively recruit minority employees with potential for further
- 8 advancements.
- 9 <u>(i) The appointment of senior management staff members to oversee</u>
- 10 affirmative action efforts and the setting up of time tables to carry
- 11 <u>out affirmative action principles.</u>
- 12 (25) Construct when the board so determines a new foundry and a
- 13 mining, physical, technological building and fabrication shop at the
- 14 university, or add to the present foundry and other buildings, in order
- 15 that both instruction and research be expanded to include permanent
- 16 molding and die casting with a section for new fabricating techniques,
- 17 especially for light metals, including magnesium and aluminum; purchase
- 18 equipment for the shops and laboratories in mechanical, electrical, and
- 19 civil engineering; establish a pilot plant for the extraction of
- 20 alumina from native clays and other possible light metal research;
- 21 purchase equipment for a research laboratory for technological research
- 22 generally; and purchase equipment for research in electronics,
- 23 instrumentation, energy sources, plastics, food technology, mechanics
- 24 of materials, hydraulics and similar fields.
- 25 (26) Make and transmit to the governor and members of the
- 26 legislature upon request such reports as will be helpful in providing
- 27 for the institution.
- 28 **Sec. 5.** RCW 28B.35.120 and 1985 c 370 s 94 are each amended to
- 29 read as follows:

- 1 In addition to any other powers and duties prescribed by law, each
- 2 board of trustees of the respective regional universities:
- 3 (1) Shall have full control of the regional university and its
- 4 property of various kinds, except as otherwise provided by law.
- 5 (2) Shall employ the president of the regional university, his or
- 6 her assistants, members of the faculty, and other employees of the
- 7 institution, who, except as otherwise provided by law, shall hold their
- 8 positions, until discharged therefrom by the board for good and lawful
- 9 reason.
- 10 (3) With the assistance of the faculty of the regional university,
- 11 shall prescribe the course of study in the various schools and
- 12 departments thereof and publish such catalogues thereof as the board
- 13 deems necessary: PROVIDED, That the state board of education shall
- 14 determine the requisites for and give program approval of all courses
- 15 leading to teacher certification by such board.
- 16 (4) Establish such divisions, schools or departments necessary to
- 17 carry out the purposes of the regional university and not otherwise
- 18 proscribed by law.
- 19 (5) Except as otherwise provided by law, may establish and erect
- 20 such new facilities as determined by the board to be necessary for the
- 21 regional university.
- 22 (6) May acquire real and other property as provided in RCW
- 23 28B.10.020, as now or hereafter amended.
- 24 (7) Except as otherwise provided by law, may purchase all supplies
- 25 and purchase or lease equipment and other personal property needed for
- 26 the operation or maintenance of the regional university.
- 27 (8) May establish, lease, operate, equip and maintain self-
- 28 supporting facilities in the manner provided in RCW 28B.10.300 through
- 29 28B.10.330, as now or hereafter amended.

- 1 (9) Except as otherwise provided by law, to enter into such
- 2 contracts as the trustees deem essential to regional university
- 3 purposes.
- 4 (10) May receive such gifts, grants, conveyances, devises and
- 5 bequests of real or personal property from whatsoever source, as may be
- 6 made from time to time, in trust or otherwise, whenever the terms and
- 7 conditions thereof will aid in carrying out the regional university
- 8 programs; sell, lease or exchange, invest or expend the same or the
- 9 proceeds, rents, profits and income thereof except as limited by the
- 10 terms and conditions thereof; and adopt regulations to govern the
- 11 receipt and expenditure of the proceeds, rents, profits and income
- 12 thereof.
- 13 <u>Beginning January 1, 1992, the following standards for corporate</u>
- 14 activity shall be considered by the board, without limitation, for
- 15 investments in United States corporations operating in Northern
- 16 <u>Ireland:</u>
- 17 <u>(a) Increasing the representation of individuals from</u>
- 18 underrepresented religious groups in the work force including
- 19 managerial, supervisory, administrative, clerical, and technical jobs.
- 20 (b) Providing adequate security for the protection of minority
- 21 employees both at the workplace and while traveling to and from work.
- 22 (c) The banning of provocative religious or political emblems from
- 23 the workplace.
- 24 (d) Publicly advertising all job openings and making special
- 25 recruitment efforts to attract applicants from underrepresented
- 26 religious groups.
- 27 (e) Providing that layoff, recall, and termination procedures
- 28 should not in practice favor particular religious groupings.

- 1 (f) The abolition of job reservations, apprenticeship restrictions,
- 2 and differential employment criteria which discriminate on the basis of
- 3 religion or ethnic origin.
- 4 (g) The development of training programs that will prepare
- 5 substantial numbers of current minority employees for skilled jobs,
- 6 including the expansion of existing programs and the creation of new
- 7 programs to train, upgrade, and improve the skills of minority
- 8 <u>employees</u>.
- 9 (h) The establishment of procedures to assess, identify, and
- 10 actively recruit minority employees with potential for further
- 11 <u>advancements</u>.
- 12 <u>(i) The appointment of senior management staff members to oversee</u>
- 13 affirmative action efforts and the setting up of time tables to carry
- 14 <u>out affirmative action principles.</u>
- 15 (11) Subject to the approval of the higher education coordinating
- 16 board pursuant to RCW 28B.80.340, offer new degree programs, offer off-
- 17 campus programs, participate in consortia or centers, contract for off-
- 18 campus educational programs, and purchase or lease major off-campus
- 19 facilities.
- 20 (12) May promulgate such rules and regulations, and perform all
- 21 other acts not forbidden by law, as the board of trustees may in its
- 22 discretion deem necessary or appropriate to the administration of the
- 23 regional university.
- 24 Sec. 6. RCW 28B.40.120 and 1985 c 370 s 95 are each amended to
- 25 read as follows:
- 26 In addition to any other powers and duties prescribed by law, the
- 27 board of trustees of The Evergreen State College:
- 28 (1) Shall have full control of the state college and its property
- 29 of various kinds, except as otherwise provided by law.

- 1 (2) Shall employ the president of the state college, his or her
- 2 assistants, members of the faculty, and other employees of the
- 3 institution, who, except as otherwise provided by law, shall hold their
- 4 positions, until discharged therefrom by the board for good and lawful
- 5 reason.
- 6 (3) With the assistance of the faculty of the state college, shall
- 7 prescribe the course of study in the various schools and departments
- 8 thereof and publish such catalogues thereof as the board deems
- 9 necessary: PROVIDED, That the state board of education shall determine
- 10 the requisites for and give program approval of all courses leading to
- 11 teacher certification by such board.
- 12 (4) Establish such divisions, schools or departments necessary to
- 13 carry out the purposes of the college and not otherwise proscribed by
- 14 law.
- 15 (5) Except as otherwise provided by law, may establish and erect
- 16 such new facilities as determined by the board to be necessary for the
- 17 college.
- 18 (6) May acquire real and other property as provided in RCW
- 19 28B.10.020, as now or hereafter amended.
- 20 (7) Except as otherwise provided by law, may purchase all supplies
- 21 and purchase or lease equipment and other personal property needed for
- 22 the operation or maintenance of the college.
- 23 (8) May establish, lease, operate, equip and maintain self-
- 24 supporting facilities in the manner provided in RCW 28B.10.300 through
- 25 28B.10.330, as now or hereafter amended.
- 26 (9) Except as otherwise provided by law, to enter into such
- 27 contracts as the trustees deem essential to college purposes.
- 28 (10) May receive such gifts, grants, conveyances, devises and
- 29 bequests of real or personal property from whatsoever source, as may be
- 30 made from time to time, in trust or otherwise, whenever the terms and

- 1 conditions thereof will aid in carrying out the college programs; sell,
- 2 lease or exchange, invest or expend the same or the proceeds, rents,
- 3 profits and income thereof except as limited by the terms and
- 4 conditions thereof; and adopt regulations to govern the receipt and
- 5 expenditure of the proceeds, rents, profits and income thereof.
- 6 Beginning January 1, 1992, the following standards for corporate
- 7 activity shall be considered by the board without limitation, for
- 8 investments in United States corporations operating in Northern
- 9 <u>Ireland:</u>
- 10 (a) Increasing the representation of individuals from
- 11 <u>underrepresented religious groups in the work force including</u>
- 12 managerial, supervisory, administrative, clerical, and technical jobs.
- 13 (b) Providing adequate security for the protection of minority
- 14 employees both at the workplace and while traveling to and from work.
- 15 (c) The banning of provocative religious or political emblems from
- 16 the workplace.
- 17 <u>(d) Publicly advertising all job openings and making special</u>
- 18 recruitment efforts to attract applicants from underrepresented
- 19 religious groups.
- 20 <u>(e) Providing that layoff, recall, and termination procedures</u>
- 21 should not in practice favor particular religious groupings.
- 22 (f) The abolition of job reservations, apprenticeship restrictions,
- 23 and differential employment criteria which discriminate on the basis of
- 24 <u>religion or ethnic origin.</u>
- 25 (q) The development of training programs that will prepare
- 26 substantial numbers of current minority employees for skilled jobs,
- 27 including the expansion of existing programs and the creation of new
- 28 programs to train, upgrade, and improve the skills of minority
- 29 <u>employees</u>.

- 1 (h) The establishment of procedures to assess, identify, and
- 2 actively recruit minority employees with potential for further
- 3 <u>advancements</u>.
- 4 (i) The appointment of senior management staff members to oversee
- 5 affirmative action efforts and the setting up of time tables to carry
- 6 <u>out affirmative action principles.</u>
- 7 (11) Subject to the approval of the higher education coordinating
- 8 board pursuant to RCW 28B.80.340, offer new degree programs, offer off-
- 9 campus programs, participate in consortia or centers, contract for off-
- 10 campus educational programs, and purchase or lease major off-campus
- 11 facilities.
- 12 (12) May promulgate such rules and regulations, and perform all
- 13 other acts not forbidden by law, as the board of trustees may in its
- 14 discretion deem necessary or appropriate to the administration of the
- 15 college.
- 16 **Sec. 7.** RCW 28B.50.090 and 1982 c 50 s 1 are each amended to read
- 17 as follows:
- 18 The college board shall have general supervision and control over
- 19 the state system of community colleges. In addition to the other
- 20 powers and duties imposed upon the college board by this chapter, the
- 21 college board shall be charged with the following powers, duties and
- 22 responsibilities:
- 23 (1) Review the budgets prepared by the community college boards of
- 24 trustees, prepare a single budget for the support of the state system
- 25 of community colleges and adult education, and submit this budget to
- 26 the governor as provided in RCW 43.88.090; the coordinating council
- 27 shall assist with the preparation of the community college budget that
- 28 has to do with vocational education programs;

- 1 (2) Establish guidelines for the disbursement of funds; and receive
- 2 and disburse such funds for adult education and maintenance and
- 3 operation and capital support of the community college districts in
- 4 conformance with the state and district budgets, and in conformance
- 5 with chapter 43.88 RCW;
- 6 (3) Ensure, through the full use of its authority:
- 7 (a) that each community college district shall offer thoroughly
- 8 comprehensive educational, training and service programs to meet the
- 9 needs of both the communities and students served by combining, with
- 10 equal emphasis, high standards of excellence in academic transfer
- 11 courses; realistic and practical courses in occupational education,
- 12 both graded and ungraded; and community services of an educational,
- 13 cultural, and recreational nature; and adult education: PROVIDED, That
- 14 notwithstanding any other provisions of this chapter, a community
- 15 college shall not be required to offer a program of vocational-
- 16 technical training, when such a program as approved by the coordinating
- 17 council for occupational education is already operating in the
- 18 district;
- 19 (b) that each community college district shall maintain an open-
- 20 door policy, to the end that no student will be denied admission
- 21 because of the location of his residence or because of his educational
- 22 background or ability; that, insofar as is practical in the judgment of
- 23 the college board, curriculum offerings will be provided to meet the
- 24 educational and training needs of the community generally and the
- 25 students thereof; and that all students, regardless of their differing
- 26 courses of study, will be considered, known and recognized equally as
- 27 members of the student body: PROVIDED, That the administrative
- 28 officers of a community college may deny admission to a prospective
- 29 student or attendance to an enrolled student if, in their judgment, he
- 30 would not be competent to profit from the curriculum offerings of the

- 1 community college, or would, by his presence or conduct, create a
- 2 disruptive atmosphere within the community college not consistent with
- 3 the purposes of the institution;
- 4 (4) Prepare a comprehensive master plan for the development of
- 5 community college education and training in the state; and assist the
- 6 office of financial management in the preparation of enrollment
- 7 projections to support plans for providing adequate community college
- 8 facilities in all areas of the state;
- 9 (5) Define and administer criteria and guidelines for the
- 10 establishment of new community colleges or campuses within the existing
- 11 districts;
- 12 (6) Establish criteria and procedures for modifying district
- 13 boundary lines consistent with the purposes set forth in RCW 28B.50.020
- 14 as now or hereafter amended and in accordance therewith make such
- 15 changes as it deems advisable;
- 16 (7) Establish minimum standards to govern the operation of the
- 17 community colleges with respect to:
- 18 (a) qualifications and credentials of instructional and key
- 19 administrative personnel, except as otherwise provided in the state
- 20 plan for vocational education,
- 21 (b) internal budgeting, accounting, auditing, and financial
- 22 procedures as necessary to supplement the general requirements
- 23 prescribed pursuant to chapter 43.88 RCW,
- 24 (c) the content of the curriculums and other educational and
- 25 training programs, and the requirement for degrees and certificates
- 26 awarded by the colleges,
- 27 (d) standard admission policies,
- (e) eligibility of courses to receive state fund support;

- 1 (8) Establish and administer criteria and procedures for all
- 2 capital construction including the establishment, installation, and
- 3 expansion of facilities within the various community college districts;
- 4 (9) Encourage innovation in the development of new educational and
- 5 training programs and instructional methods; coordinate research
- 6 efforts to this end; and disseminate the findings thereof;
- 7 (10) Exercise any other powers, duties and responsibilities
- 8 necessary to carry out the purposes of this chapter;
- 9 (11) Authorize the various community colleges to offer programs and
- 10 courses in other districts when it determines that such action is
- 11 consistent with the purposes set forth in RCW 28B.50.020 as now or
- 12 hereafter amended;
- 13 (12) Notwithstanding any other law or statute regarding the sale of
- 14 state property, sell or exchange and convey any or all interest in any
- 15 community college real and personal property, except such property as
- 16 is received by a community college district in accordance with RCW
- 17 28B.50.140(8), when it determines that such property is surplus or that
- 18 such a sale or exchange is in the best interests of the community
- 19 college system;
- 20 (13) In order that the treasurer for the state board for community
- 21 college education appointed in accordance with RCW 28B.50.085 may make
- 22 vendor payments, the state treasurer will honor warrants drawn by the
- 23 state board providing for an initial advance on July 1, 1982, of the
- 24 current biennium and on July 1 of each succeeding biennium from the
- 25 state general fund in an amount equal to twenty-four percent of the
- 26 average monthly allotment for such budgeted biennium expenditures for
- 27 the state board for community college education as certified by the
- 28 office of financial management; and at the conclusion of such initial
- 29 month and for each succeeding month of any biennium, the state
- 30 treasurer will reimburse expenditures incurred and reported monthly by

- 1 the state board treasurer in accordance with chapter 43.88 RCW:
- 2 PROVIDED, That the reimbursement to the state board for actual
- 3 expenditures incurred in the final month of each biennium shall be less
- 4 the initial advance made in such biennium;
- 5 (14) Notwithstanding the provisions of subsection (12) of this
- 6 section, may receive such gifts, grants, conveyances, devises, and
- 7 bequests of real or personal property from private sources as may be
- 8 made from time to time, in trust or otherwise, whenever the terms and
- 9 conditions thereof will aid in carrying out the community college
- 10 programs and may sell, lease or exchange, invest or expend the same or
- 11 the proceeds, rents, profits and income thereof according to the terms
- 12 and conditions thereof; and adopt regulations to govern the receipt and
- 13 expenditure of the proceeds, rents, profits and income thereof.
- 14 <u>Beginning January 1, 1992, the following standards for corporate</u>
- 15 activity shall be considered by the board without limitation, for
- 16 investments in United States corporations operating in Northern
- 17 <u>Ireland:</u>
- 18 (a) Increasing the representation of individuals from
- 19 underrepresented religious groups in the work force including
- 20 managerial, supervisory, administrative, clerical, and technical jobs.
- 21 (b) Providing adequate security for the protection of minority
- 22 <u>employees both at the workplace and while traveling to and from work.</u>
- 23 (c) The banning of provocative religious or political emblems from
- 24 the workplace.
- 25 (d) Publicly advertising all job openings and making special
- 26 recruitment efforts to attract applicants from underrepresented
- 27 <u>religious groups.</u>
- 28 <u>(e) Providing that layoff, recall, and termination procedures</u>
- 29 should not in practice favor particular religious groupings.

- 1 (f) The abolition of job reservations, apprenticeship restrictions,
- 2 and differential employment criteria which discriminate on the basis of
- 3 religion or ethnic origin.
- 4 (g) The development of training programs that will prepare
- 5 <u>substantial numbers of current minority employees for skilled jobs</u>,
- 6 including the expansion of existing programs and the creation of new
- 7 programs to train, upgrade, and improve the skills of minority
- 8 <u>employees</u>.
- 9 (h) The establishment of procedures to assess, identify, and
- 10 actively recruit minority employees with potential for further
- 11 <u>advancements</u>.
- 12 <u>(i) The appointment of senior management staff members to oversee</u>
- 13 affirmative action efforts and the setting up of time tables to carry
- 14 <u>out affirmative action principles.</u>
- The college board shall have the power of eminent domain.
- 16 **Sec. 8.** RCW 35.39.060 and 1982 c 166 s 1 are each amended to read
- 17 as follows:
- 18 Any city or town now or hereafter operating an employees' pension
- 19 system with the approval of the board otherwise responsible for
- 20 management of its respective funds may invest, reinvest, manage,
- 21 contract, sell, or exchange investments acquired. Investments shall be
- 22 made in accordance with investment policy duly established and
- 23 published by the board. In discharging its duties under this section,
- 24 the board shall act with the care, skill, prudence, and diligence under
- 25 the circumstances then prevailing that a prudent ((man)) person acting
- 26 in a like capacity and familiar with such matters would use in the
- 27 conduct of an enterprise of a like character and with like aims; shall
- 28 diversify the investments of the employees' pension system so as to
- 29 minimize the risk of large losses; and shall act in accordance with the

- 1 documents and instruments governing the employees' pension system,
- 2 insofar as such documents and instruments are consistent with the
- 3 provisions of this title.
- 4 Beginning January 1, 1992, the following standards for corporate
- 5 activity shall be considered, without limitation, for investments in
- 6 <u>United States corporations operating in Northern Ireland:</u>
- 7 (1) Increasing the representation of individuals from
- 8 underrepresented religious groups in the work force including
- 9 managerial, supervisory, administrative, clerical, and technical jobs.
- 10 (2) Providing adequate security for the protection of minority
- 11 employees both at the workplace and while traveling to and from work.
- 12 (3) The banning of provocative religious or political emblems from
- 13 <u>the workplace</u>.
- 14 (4) Publicly advertising all job openings and making special
- 15 recruitment efforts to attract applicants from underrepresented
- 16 <u>religious groups.</u>
- 17 <u>(5) Providing that layoff, recall, and termination procedures</u>
- 18 should not in practice favor particular religious groupings.
- 19 (6) The abolition of job reservations, apprenticeship restrictions,
- 20 and differential employment criteria which discriminate on the basis of
- 21 religion or ethnic origin.
- 22 (7) The development of training programs that will prepare
- 23 <u>substantial</u> numbers of current minority employees for skilled jobs,
- 24 <u>including the expansion of existing programs and the creation of new</u>
- 25 programs to train, upgrade, and improve the skills of minority
- 26 <u>employees</u>.
- 27 (8) The establishment of procedures to assess, identify, and
- 28 <u>actively recruit minority employees with potential for further</u>
- 29 <u>advancements.</u>

- 1 (9) The appointment of senior management staff members to oversee
- 2 affirmative action efforts and the setting up of time tables to carry
- 3 out affirmative action principles.
- 4 Sec. 9. RCW 41.40.077 and 1977 ex.s. c 251 s 9 are each amended to
- 5 read as follows:
- 6 Any investments under RCW 43.84.150 shall be made with the exercise
- 7 of that degree of judgment and care, under circumstances then
- 8 prevailing, which ((men)) persons of prudence, discretion and
- 9 intelligence exercise in the management of their own affairs, not for
- 10 speculation but for investment, considering the probable safety of
- 11 their capital as well as the probable income to be derived.
- 12 <u>Beginning January 1, 1992, the following standards for corporate</u>
- 13 activity shall be considered, without limitation, for investments in
- 14 <u>United States corporations operating in Northern Ireland:</u>
- 15 (1) Increasing the representation of individuals from
- 16 <u>underrepresented religious groups in the work force including</u>
- 17 managerial, supervisory, administrative, clerical, and technical jobs.
- 18 (2) Providing adequate security for the protection of minority
- 19 employees both at the workplace and while traveling to and from work.
- 20 (3) The banning of provocative religious or political emblems from
- 21 the workplace.
- 22 (4) Publicly advertising all job openings and making special
- 23 recruitment efforts to attract applicants from underrepresented
- 24 <u>religious groups.</u>
- 25 (5) Providing that layoff, recall, and termination procedures
- 26 should not in practice favor particular religious groupings.
- 27 (6) The abolition of job reservations, apprenticeship restrictions,
- 28 and differential employment criteria which discriminate on the basis of
- 29 <u>religion or ethnic origin.</u>

- 1 (7) The development of training programs that will prepare
- 2 substantial numbers of current minority employees for skilled jobs,
- 3 including the expansion of existing programs and the creation of new
- 4 programs to train, upgrade, and improve the skills of minority
- 5 <u>employees</u>.
- 6 (8) The establishment of procedures to assess, identify, and
- 7 actively recruit minority employees with potential for further
- 8 advancements.
- 9 (9) The appointment of senior management staff members to oversee
- 10 affirmative action efforts and the setting up of time tables to carry
- 11 <u>out affirmative action principles.</u>
- 12 **Sec. 10.** RCW 43.33A.110 and 1989 c 179 s 1 are each amended to
- 13 read as follows:
- 14 The state investment board may make appropriate rules and
- 15 regulations for the performance of its duties. The board shall
- 16 establish investment policies and procedures designed exclusively to
- 17 maximize return at a prudent level of risk, while following the
- 18 standards of judgment and care, and considerations in RCW 43.33A.140.
- 19 However, in the case of the department of labor and industries'
- 20 accident, medical aid, and reserve funds, the board shall establish
- 21 investment policies and procedures designed to attempt to limit
- 22 fluctuations in industrial insurance premiums and, subject to this
- 23 purpose, to maximize return at a prudent level of risk. The board
- 24 shall adopt rules to ensure that its members perform their functions in
- 25 compliance with chapter 42.18 RCW. Rules adopted by the board shall be
- 26 adopted pursuant to chapter 34.05 RCW.
- 27 **Sec. 11.** RCW 43.33A.140 and 1981 c 3 s 14 are each amended to read
- 28 as follows:

- 1 Any investments made by the state investment board shall be made
- 2 with the exercise of that degree of judgment and care, under
- 3 circumstances then prevailing, which persons of prudence, discretion,
- 4 and intelligence exercise in the management of their own affairs, not
- 5 for speculation but for investment, considering the probable safety of
- 6 their capital as well as the probable income to be derived.
- Beginning January 1, 1992, the following standards for corporate
- 8 activity shall be considered, without limitation, for investments in
- 9 <u>United States corporations operating in Northern Ireland:</u>
- 10 (1) Increasing the representation of individuals from
- 11 <u>underrepresented religious groups in the work force including</u>
- 12 managerial, supervisory, administrative, clerical, and technical jobs.
- 13 (2) Providing adequate security for the protection of minority
- 14 employees both at the workplace and while traveling to and from work.
- 15 (3) The banning of provocative religious or political emblems from
- 16 the workplace.
- 17 (4) Publicly advertising all job openings and making special
- 18 recruitment efforts to attract applicants from underrepresented
- 19 <u>religious groups</u>.
- 20 (5) Providing that layoff, recall, and termination procedures
- 21 should not in practice favor particular religious groupings.
- 22 (6) The abolition of job reservations, apprenticeship restrictions,
- 23 and differential employment criteria which discriminate on the basis of
- 24 <u>religion or ethnic origin.</u>
- 25 (7) The development of training programs that will prepare
- 26 substantial numbers of current minority employees for skilled jobs,
- 27 including the expansion of existing programs and the creation of new
- 28 programs to train, upgrade, and improve the skills of minority
- 29 <u>employees</u>.

- 1 (8) The establishment of procedures to assess, identify, and
- 2 actively recruit minority employees with potential for further
- 3 <u>advancements</u>.
- 4 (9) The appointment of senior management staff members to oversee
- 5 affirmative action efforts and the setting up of time tables to carry
- 6 <u>out affirmative action principles.</u>
- 7 Sec. 12. RCW 43.84.080 and 1982 c 148 s 1 are each amended to read
- 8 as follows:
- 9 Wherever there is in any fund or in cash balances in the state
- 10 treasury more than sufficient <u>amounts</u> to meet the current expenditures
- 11 properly payable therefrom, the state treasurer may invest or reinvest,
- 12 with the same degree of judgment and care, and the same considerations
- 13 as required of the state investment board under RCW 43.33A.140, such
- 14 portion of such funds or balances as the state treasurer deems
- 15 expedient in the following defined securities or classes of
- 16 investments:
- 17 (1) Certificates, notes, or bonds of the United States, or other
- 18 obligations of the United States or its agencies, or of any corporation
- 19 wholly owned by the government of the United States;
- 20 (2) In state, county, municipal, or school district bonds, or in
- 21 warrants of taxing districts of the state. Such bonds and warrants
- 22 shall be only those found to be within the limit of indebtedness
- 23 prescribed by law for the taxing district issuing them and to be
- 24 general obligations. The state treasurer may purchase such bonds or
- 25 warrants directly from the taxing district or in the open market at
- 26 such prices and upon such terms as it may determine, and may sell them
- 27 at such times as it deems advisable;
- 28 (3) In motor vehicle fund warrants when authorized by agreement
- 29 between the state treasurer and the department of transportation

- 1 requiring repayment of invested funds from any moneys in the motor
- 2 vehicle fund available for state highway construction;
- 3 (4) In federal home loan bank notes and bonds, federal land bank
- 4 bonds and federal national mortgage association notes, debentures and
- 5 guaranteed certificates of participation, or the obligations of any
- 6 other government sponsored corporation whose obligations are or may
- 7 become eligible as collateral for advances to member banks as
- 8 determined by the board of governors of the federal reserve system;
- 9 (5) Bankers' acceptances purchased on the secondary market;
- 10 (6) Negotiable certificates of deposit of any national or state
- 11 commercial or mutual savings bank or savings and loan association doing
- 12 business in the United States: PROVIDED, That the treasurer shall
- 13 adhere to the investment policies and procedures adopted by the state
- 14 investment board;
- 15 (7) Commercial paper: PROVIDED, That the treasurer shall adhere to
- 16 the investment policies and procedures adopted by the state investment
- 17 board.
- 18 <u>NEW SECTION.</u> **Sec. 13.** A new section is added to chapter 24.44 RCW
- 19 to read as follows:
- 20 The provisions of this chapter governing investments are subject to
- 21 any restrictions on investments found in RCW 28B.20.130, 28B.30.150,
- 22 28B.35.120, 28B.40.120, 28B.50.090, as applicable.