2 **ESHB 1509** - CONF REPT - H2680.3

3 By Conference Committee

4 ADOPTED 4/25/93

5 On page 26, after line 27 of 1509-S.E AAS 4/15/93, strike all of 6 section 306 and insert the following:

- 7 "Sec. 306. RCW 41.06.070 and 1993 c ... (Engrossed Substitute 8 House Bill No. 2054) s 21 are each amended to read as follows:
- 9 (1) The provisions of this chapter do not apply to:
- 10 (a) The members of the legislature or to any employee of, or 11 position in, the legislative branch of the state government including 12 members, officers, and employees of the legislative council, 13 legislative budget committee, statute law committee, and any interim 14 committee of the legislature;
- (b) The justices of the supreme court, judges of the court of appeals, judges of the superior courts or of the inferior courts, or to any employee of, or position in the judicial branch of state government;
- 19 (c) Officers, academic personnel, and employees of technical 20 colleges;
- 21 (d) The officers of the Washington state patrol;
- 22 (e) Elective officers of the state;
- 23 (f) The chief executive officer of each agency;
- (g) In the departments of employment security, fisheries, social and health services, the director and the director's confidential secretary; in all other departments, the executive head of which is an individual appointed by the governor, the director, his or her confidential secretary, and his or her statutory assistant directors;
- 29 (h) In the case of a multimember board, commission, or committee, 30 whether the members thereof are elected, appointed by the governor or 31 other authority, serve ex officio, or are otherwise chosen:
- (i) All members of such boards, commissions, or committees;
- (ii) If the members of the board, commission, or committee serve on a part-time basis and there is a statutory executive officer: The secretary of the board, commission, or committee; the chief executive officer of the board, commission, or committee; and the confidential

- 1 secretary of the chief executive officer of the board, commission, or 2 committee;
- (iii) If the members of the board, commission, or committee serve on a full-time basis: The chief executive officer or administrative officer as designated by the board, commission, or committee; and a confidential secretary to the chair of the board, commission, or committee;
- 8 (iv) If all members of the board, commission, or committee serve ex 9 officio: The chief executive officer; and the confidential secretary 10 of such chief executive officer;
- 11 (i) The confidential secretaries and administrative assistants in 12 the immediate offices of the elective officers of the state;
- 13 (j) Assistant attorneys general;

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- 14 (k) Commissioned and enlisted personnel in the military service of 15 the state;
- 16 (1) Inmate, student, part-time, or temporary employees, and part-17 time professional consultants, as defined by the <u>Washington personnel</u> 18 <u>resources</u> board;
- 19 (m) The public printer or to any employees of or positions in the 20 state printing plant;
- 21 (n) Officers and employees of the Washington state fruit 22 commission;
- 23 (o) Officers and employees of the Washington state apple 24 advertising commission;
- (p) Officers and employees of the Washington state dairy products commission;
- 27 (q) Officers and employees of the Washington tree fruit research 28 commission;
 - (r) Officers and employees of the Washington state beef commission;
- 30 (s) Officers and employees of any commission formed under chapter 31 15.66 RCW;
- 32 (t) Officers and employees of the state wheat commission formed 33 under chapter 15.63 RCW;
- 34 (u) Officers and employees of agricultural commissions formed under 35 chapter 15.65 RCW;
- 36 (v) Officers and employees of the nonprofit corporation formed 37 under chapter 67.40 RCW;
- (w) Liquor vendors appointed by the Washington state liquor control board pursuant to RCW 66.08.050: PROVIDED, HOWEVER, That rules adopted

- by the Washington personnel resources board pursuant to RCW 41.06.150 regarding the basis for, and procedures to be followed for, the dismissal, suspension, or demotion of an employee, and appeals therefrom shall be fully applicable to liquor vendors except those part
- 5 time agency vendors employed by the liquor control board when, in 6 addition to the sale of liquor for the state, they sell goods, wares,
- 7 merchandise, or services as a self-sustaining private retail business;
 - (x) Executive assistants for personnel administration and labor relations in all state agencies employing such executive assistants including but not limited to all departments, offices, commissions, committees, boards, or other bodies subject to the provisions of this chapter and this subsection shall prevail over any provision of law

inconsistent herewith unless specific exception is made in such law;

- 14 (y) In each agency with fifty or more employees: Deputy agency 15 heads, assistant directors or division directors, and not more than 16 three principal policy assistants who report directly to the agency 17 head or deputy agency heads;
 - (z) All employees of the marine employees' commission;

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- 19 (aa) Up to a total of five senior staff positions of the western 20 library network under chapter 27.26 RCW responsible for formulating 21 policy or for directing program management of a major administrative 22 unit. This subsection shall expire on June 30, 1997;
- 23 (2) The following classifications, positions, and employees of 24 institutions of higher education and related boards are hereby exempted 25 from coverage of this chapter:
- 26 (a) Members of the governing board of each institution of higher 27 education and related boards, all presidents, vice-presidents and their 28 confidential secretaries, administrative and personal assistants; deans, directors, and chairs; academic personnel; and executive heads 29 30 of major administrative or academic divisions employed by institutions 31 of higher education; principal assistants to executive heads of major administrative or academic divisions; other managerial or professional 32 employees in an institution or related board having substantial 33 34 responsibility for directing or controlling program operations and accountable for allocation of resources and program results, or for the 35 formulation of institutional policy, or for carrying out personnel 36 administration or labor relations functions, legislative relations, 37 38 public information, development, senior computer systems and network 39 programming, or internal audits and investigations; and any employee of

a community college district whose place of work is one which is physically located outside the state of Washington and who is employed pursuant to RCW 28B.50.092 and assigned to an educational program operating outside of the state of Washington;

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- (b) Student, part-time, or temporary employees, and part-time professional consultants, as defined by the Washington personnel resources board, employed by institutions of higher education and related boards;
- 9 (c) The governing board of each institution, and related boards, 10 may also exempt from this chapter classifications involving research activities, counseling of students, extension or continuing education 11 12 activities, graphic arts or publications activities requiring 13 prescribed academic preparation or special training((, and principal assistants to executive heads of major administrative or academic 14 15 divisions,)) as determined by the board: PROVIDED, That no nonacademic employee engaged in office, clerical, maintenance, or food and trade 16 17 services may be exempted by the board under this provision;
- 18 (d) Printing craft employees in the department of printing at the 19 University of Washington;
- 20 (3) In addition to the exemptions specifically provided by this chapter, the Washington personnel resources board may provide for 21 further exemptions pursuant to the following procedures. The governor 22 23 or other appropriate elected official may submit requests for exemption 24 to the Washington personnel resources board stating the reasons for 25 requesting such exemptions. The Washington personnel resources board 26 shall hold a public hearing, after proper notice, on requests submitted pursuant to this subsection. If the board determines that the position 27 which exemption is requested is one involving substantial 28 responsibility for the formulation of basic agency or executive policy 29 30 or one involving directing and controlling program operations of an 31 agency or a major administrative division thereof, the Washington resources board shall grant the 32 personnel request determination shall be final as to any decision made before July 1, 33 34 The total number of additional exemptions permitted under this subsection shall not exceed one percent of the number of employees in 35 the classified service not including employees of institutions of 36 37 higher education and related boards for those agencies not directly under the authority of any elected public official other than the 38 39 governor, and shall not exceed a total of twenty-five for all agencies

under the authority of elected public officials other than the governor. The Washington personnel resources board shall report to each regular session of the legislature during an odd-numbered year all exemptions granted under subsections (1) (x) and (y) and (2) of this section, together with the reasons for such exemptions.

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The salary and fringe benefits of all positions presently or hereafter exempted except for the chief executive officer of each agency, full-time members of boards and commissions, administrative assistants and confidential secretaries in the immediate office of an elected state official, and the personnel listed in subsections (1) (j) through (v) and (2) of this section, shall be determined by the Washington personnel resources board.

Any person holding a classified position subject to the provisions of this chapter shall, when and if such position is subsequently exempted from the application of this chapter, be afforded the following rights: If such person previously held permanent status in another classified position, such person shall have a right of reversion to the highest class of position previously held, or to a position of similar nature and salary.

Any classified employee having civil service status in a classified position who accepts an appointment in an exempt position shall have the right of reversion to the highest class of position previously held, or to a position of similar nature and salary.

A person occupying an exempt position who is terminated from the position for gross misconduct or malfeasance does not have the right of reversion to a classified position as provided for in this section.

Sec. 307. RCW 28B.16.200 and 1979 c 151 s 18 are each amended to read as follows:

29 (1) There is hereby created a fund within the state treasury, 30 designated as the "higher education personnel board service fund," to be used by the board as a revolving fund for the payment of salaries, 31 wages, and operations required for the administration of the provisions 32 of this chapter, the budget for which shall be subject to review and 33 34 approval and appropriation by the legislature. Subject to the requirements of subsection (2) of this section, an amount not to exceed 35 36 one-half of one percent of the salaries and wages for all positions in 37 the classified service shall be contributed from the operations 38 appropriations of each institution and the state board for community

and technical colleges ((education)) and credited to the higher education personnel board service fund as such allotments are approved pursuant to chapter 43.88 RCW. Subject to the above limitations, such amount shall be charged against the allotments pro rata, at a rate to be fixed by the director of financial management from time to time, which will provide the board with funds to meet its anticipated expenditures during the allotment period.

8 (2) If employees cease to be classified under this chapter pursuant 9 to an agreement authorized by section 304 of this act, each institution of higher education and the state board for community and technical 10 colleges shall continue, for six months after the effective date of the 11 agreement, to make contributions to the higher education personnel 12 board service fund based on employee salaries and wages that includes 13 14 the employees under the agreement. At the expiration of the six-month period, the director of financial management shall make across-the-15 16 board reductions in allotments of the higher education personnel board service fund for the remainder of the biennium so that the charge to 17 the institutions of higher education and state board based on the 18 19 salaries and wages of the remaining employees classified under this chapter does not increase during the biennium, unless an increase is 20 authorized by the legislature. The director of financial management 21 shall report the amount and impact of any across-the-board reductions 22 made under this section to the appropriations committee of the house of 23 24 representatives and the ways and means committee of the senate, or appropriate successor committees, within thirty days of making the 25 26 reductions.

27 (3) Moneys from the higher education personnel board service fund 28 shall be disbursed by the state treasurer by warrants on vouchers duly 29 authorized by the board.

NEW SECTION. **sec. 308.** A new section is added to chapter 41.06 RCW to read as follows:

32 (1) There is hereby created a fund within the state treasury, 33 designated as the "higher education personnel service fund," to be used 34 by the board as a revolving fund for the payment of salaries, wages, 35 and operations required for the administration of institutions of 36 higher education and related boards, the budget for which shall be 37 subject to review and approval and appropriation by the legislature. 38 Subject to the requirements of subsection (2) of this section, an

amount not to exceed one-half of one percent of the salaries and wages 1 for all positions in the classified service shall be contributed from 2 the operations appropriations of each institution and the state board 3 4 for community and technical colleges and credited to the higher education personnel service fund as such allotments are approved 5 pursuant to chapter 43.88 RCW. Subject to the above limitations, such 6 7 amount shall be charged against the allotments pro rata, at a rate to 8 be fixed by the director of financial management from time to time, 9 which will provide the board with funds to meet its anticipated 10 expenditures during the allotment period.

(2) If employees of institutions of higher education cease to be 11 classified under this chapter pursuant to an agreement authorized by 12 13 section 304 of this act, each institution of higher education and the state board for community and technical colleges shall continue, for 14 15 six months after the effective date of the agreement, to make 16 contributions to the higher education personnel service fund based on employee salaries and wages that includes the employees under the 17 agreement. At the expiration of the six-month period, the director of 18 19 financial management shall make across-the-board reductions allotments of the higher education personnel service fund for the 20 remainder of the biennium so that the charge to the institutions of 21 higher education and state board for community and technical colleges 22 based on the salaries and wages of the remaining employees of 23 24 institutions of higher education and related boards classified under 25 this chapter does not increase during the biennium, unless an increase 26 is authorized by the legislature. The director of financial management 27 shall report the amount and impact of any across-the-board reductions made under this section to the appropriations committee of the house of 28 29 representatives and the ways and means committee of the senate, or 30 appropriate successor committees, within thirty days of making the reductions. 31

32 (3) Moneys from the higher education personnel service fund shall 33 be disbursed by the state treasurer by warrants on vouchers duly 34 authorized by the board.

35 **Sec. 309.** RCW 41.06.280 and 1993 c ... (Engrossed Substitute House 36 Bill No. 2054) s 34 are each amended to read as follows:

There is hereby created a fund within the state treasury, designated as the "department of personnel service fund," to be used by

- 1 the board as a revolving fund for the payment of salaries, wages, and
- 2 operations required for the administration of the provisions of this
- 3 chapter, applicable provisions of chapter 41.04 RCW, and chapter 41.60
- 4 RCW. An amount not to exceed one and one-half percent of the approved
- 5 allotments of salaries and wages for all positions in the classified
- 6 service in each of the agencies subject to this chapter, except the
- 7 <u>institutions of higher education</u>, shall be charged to the operations
- 8 appropriations of each agency and credited to the department of
- 9 personnel service fund as the allotments are approved pursuant to
- 10 chapter 43.88 RCW. Subject to the above limitations, the amount shall
- 11 be charged against the allotments pro rata, at a rate to be fixed by
- 12 the director from time to time which, together with income derived from
- 13 services rendered under RCW 41.06.080, will provide the department with
- 14 funds to meet its anticipated expenditures during the allotment period,
- 15 including the training requirements in RCW 41.06.--- and 41.06.---
- 16 (sections 9 and 12, chapter ... (Engrossed Substitute House Bill No.
- 17 2054), Laws of 1993).
- 18 The director of personnel shall fix the terms and charges for
- 19 services rendered by the department of personnel pursuant to RCW
- 20 41.06.080, which amounts shall be credited to the department of
- 21 personnel service fund and charged against the proper fund or
- 22 appropriation of the recipient of such services on a quarterly basis.
- 23 Payment for services so rendered under RCW 41.06.080 shall be made on
- 24 a quarterly basis to the state treasurer and deposited by him in the
- 25 department of personnel service fund.
- 26 Moneys from the department of personnel service fund shall be
- 27 disbursed by the state treasurer by warrants on vouchers duly
- 28 authorized by the board."
- 29 Renumber the remaining sections consecutively and correct any
- 30 internal references accordingly.
- 31 On page 28, after line 14 of 1509-S.E AAS 4/15/93, insert the
- 32 following:
- 33 "NEW SECTION. Sec. 401. Section 305 of this act shall take effect
- 34 if section 21 of Engrossed Substitute House Bill No. 2054 is not signed
- 35 into law by June 30, 1993.

- 1 NEW SECTION. Sec. 402. Section 306 of this act shall take effect
- 2 if section 21 of Engrossed Substitute House Bill No. 2054 is signed
- 3 into law by June 30, 1993.
- 4 NEW SECTION. Sec. 403. Section 307 of this act shall take effect
- 5 if section 68 of Engrossed Substitute House Bill No. 2054 is not signed
- 6 into law by June 30, 1993.
- 7 NEW SECTION. Sec. 404. Section 308 of this act shall take effect
- 8 if sections 34 and 68 of Engrossed Substitute House Bill No. 2054 are
- 9 signed into law by June 30, 1993.
- 10 <u>NEW SECTION.</u> **Sec. 405.** Section 309 of this act shall take effect
- 11 if section 34 of Engrossed Substitute House Bill No. 2054 is signed
- 12 into law by June 30, 1993."
- 13 Renumber the remaining sections consecutively and correct any
- 14 internal references accordingly.
- 15 **ESHB 1509** CONF REPT H2680.3
- 16 By Conference Committee
- 17 ADOPTED 4/25/93
- 18 On page 29, line 3 of the title amendment, after "28B.16.040,"
- 19 strike "and 28B.16.200" and insert "41.06.070, 28B.16.200, and
- 20 41.06.280"
- 21 On page 29, line 6 of the title amendment, after "41.56 RCW;"
- 22 insert "adding a new section to chapter 41.06 RCW;"
- 23 On page 29, line 7 of the title amendment, after "28B.16 RCW;"
- 24 strike "creating a new section" and insert "creating new sections"

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