

1 **ESSB 5868** - H AMD 000573 LOST 4-21-93

2 By Representative Forner and others

3 Strike everything after the enacting clause and insert the
4 following:

5 "NEW SECTION. **Sec. 1.** The legislature finds that the long-
6 term health of the state and its citizens depends upon the strength
7 and vitality of its communities. It is essential to the state's
8 future that communities have the ability to: Manage growth and
9 achieve sustainable development; provide equitable access to
10 economic opportunity; stimulate innovation and entrepreneurship;
11 construct public infrastructure; and promote the health and safety
12 of their citizens.

13 The legislature further finds that as a result of the rapid
14 pace of social and economic change, maintaining the quality of life
15 and standard of living for the citizens of the state will require
16 new and inventive responses by every segment of the community,
17 including local governments, educational institutions, business
18 firms and their employees, labor unions, nonprofit institutions,
19 and individuals. The state can play a role in assisting such local
20 efforts by reorganizing state assistance efforts to promote
21 partnerships among these diverse segments.

22 The legislature further finds that it is in the interest of
23 the state to restructure the Department of Community Development
24 and the Department of Trade and Economic Development to better
25 coordinate and assist economic self-sufficiency programs in the
26 state's communities. The consolidation of trade, tourism, and
27 economic development programs into the department of trade and
28 economic development will: Improve the efficiency and
29 effectiveness with which state services are delivered; give local
30 communities the capacity to respond to economic change; and

1 increase accountability to the public, the executive, and the
2 legislature.

3 It is the intent of the legislature in this reorganization to
4 maximize the use of local expertise and resources in the delivery
5 of community and economic development services. It is the further
6 intent of the legislature that the plan provided for in section 4
7 of this act include recommendations as to how those
8 responsibilities and functions will be changed and integrated into
9 a cohesive and coordinated community and economic development
10 program.

11 NEW SECTION. **Sec. 2.** (1) The purpose of this act is to
12 reorganize the department of community development and the
13 department of trade and economic development, putting all economic
14 development and infrastructure financing programs into the
15 department of trade and economic development.

16 (2) It is also the purpose of this act to change the name of
17 the department of trade and economic development to the department
18 of trade, tourism and economic development.

19 NEW SECTION. **Sec. 3.** All references to the director or
20 department of trade and economic development in the Revised Code of
21 Washington shall be construed to mean the director or department of
22 trade, tourism and economic development.

23 NEW SECTION. **Sec. 4.** (1) The director of the department of
24 trade and economic development and the director of the department
25 of community development shall, by November 15, 1993, jointly
26 submit a plan to the governor and the legislature for the
27 consolidation and smooth transition to the department of trade and
28 economic development all economic development and infrastructure
29 financing programs in the department of community development by
30 July 1, 1994.

1 (2) The plan shall include, but is not limited to, the
2 following elements:

3 (a) Strategies for combining the existing economic development
4 and infrastructure financing functions and responsibilities into
5 the department of trade, tourism and economic development;

6 (b) Recommendations for any changes in existing programs and
7 functions of both agencies, including new initiatives and possible
8 transfer of programs and functions from other departments;

9 (c) Implementation steps necessary to bring about operation of
10 the reorganization, including suggested changes to the Revised Code
11 of Washington;

12 (d) Benchmarks by which to measure progress and to evaluate
13 the performance and effectiveness of the department's efforts; and

14 (e) Strategies for coordinating and maximizing federal, state,
15 and local community and economic development efforts and resources
16 within the state.

17 (3) In developing this plan, the directors shall establish an
18 advisory committee of representatives of groups using services and
19 programs of both departments. The advisory committee shall include
20 representatives of cities, counties, port districts, businesses,
21 labor unions, associate development organizations, low-income
22 housing interests, Indian tribes, community action programs, public
23 safety groups, community-based nonprofit development organizations,
24 and any other organizations the directors determine should have
25 input to the plan.

26 NEW SECTION. **Sec. 5.** The department of trade, tourism and
27 economic development shall be responsible for promoting community
28 and economic development within the state by assisting the state's
29 communities to increase their economic vitality and by assisting
30 the state's businesses to maintain and increase their economic
31 competitiveness. Community and economic development efforts shall
32 include: Efforts to increase economic opportunity; providing

1 public infrastructure; business and trade development; assisting
2 firms and industrial sectors to increase their competitiveness; and
3 technology development, transfer, and diffusion. The department
4 shall have the following functions and responsibilities:

5 (1) Provide advisory assistance to the governor, other state
6 agencies, and the legislature on community and economic development
7 matters and issues;

8 (2) Cooperate with the legislature and the governor in the
9 development and implementation of strategic plans for the state's
10 community and economic development efforts;

11 (3) Solicit private and federal grants for economic
12 development programs and administer such programs in conjunction
13 with other programs assigned to the department by the governor or
14 the legislature;

15 (4) Undertake business development and retention efforts in
16 coordination with other state agencies, local governments, tribal
17 governments, and public and private local development groups
18 seeking new business investment and the expansion and retention of
19 existing businesses, including providing assistance to local
20 organizations to resolve environmental and natural resource issues
21 related to economic development;

22 (5) Identify and work with Washington businesses that can use
23 local, state, and federal assistance to increase domestic and
24 foreign exports and that are capable of increasing production of
25 goods and services;

26 (6) Market the state's products and services internationally
27 in close cooperation with other private and public international
28 trade efforts and act as a centralized location for the
29 assimilation and distribution of trade information;

30 (7) Market and coordinate the attraction of visitors and
31 conventions to the state and the expansion of the tourism industry
32 throughout the state in cooperation with the visitor industry, as
33 well as public and private tourism development organizations;

1 (8) Promote, market, and encourage growth in the production of
2 films and videos, as well as television commercials, within the
3 state; and

4 (9) Conduct research and analysis in furtherance of the
5 state's economic and community development efforts including
6 maintenance of current information on market and economic trends as
7 they affect different industrial sectors, geographic regions, and
8 communities with special economic problems in the state.

9 **Sec. 6.** RCW 43.17.010 and 1989 1st ex.s. c 9 s 810 are each
10 amended to read as follows:

11 There shall be departments of the state government which shall
12 be known as (1) the department of social and health services, (2)
13 the department of ecology, (3) the department of labor and
14 industries, (4) the department of agriculture, (5) the department
15 of fisheries, (6) the department of wildlife, (7) the department of
16 transportation, (8) the department of licensing, (9) the department
17 of general administration, (10) the department of trade, tourism
18 and economic development, (11) the department of veterans affairs,
19 (12) the department of revenue, (13) the department of retirement
20 systems, (14) the department of corrections, and (15) the
21 department of community development, and (16) the department of
22 health, which shall be charged with the execution, enforcement, and
23 administration of such laws, and invested with such powers and
24 required to perform such duties, as the legislature may provide.

25 NEW SECTION. **Sec. 7.** If apportionments of budgeted funds are
26 required because of the transfers directed by the plan under
27 section 4 of this act, the director of financial management shall
28 certify the apportionments to the agencies affected, the state
29 auditor, and the state treasurer. Each of these shall make the
30 appropriate transfer and adjustments in funds and appropriation

1 accounts and equipment records in accordance with the
2 certification.

3 NEW SECTION. **Sec. 8.** The transfer of the powers, duties,
4 functions, and personnel of the department of community development
5 shall not affect the validity of any act performed prior to the
6 effective date of this section.

7 **Sec. 9.** RCW 43.31.091 and 1990 c 297 s 9 are each amended to
8 read as follows:

9 The business assistance center and its powers and duties shall
10 be terminated on June 30, (~~1993~~) 1995, as provided in RCW
11 43.31.092.

12 **Sec. 10.** RCW 43.31.092 and 1990 c 297 s 10 are each amended
13 to read as follows:

14 The following acts or parts of acts, as now existing or
15 hereafter amended, are each repealed, effective June 30, (~~1994~~)
16 1996:

- 17 (1) Section 2, chapter 348, Laws of 1987 and RCW 43.31.083;
18 (2) Section 11, chapter 466, Laws of 1985, section 3, chapter
19 348, Laws of 1987, section 2, chapter 430, Laws of 1989 and RCW
20 43.31.085;
21 (3) Section 4, chapter 348, Laws of 1987 and RCW 43.31.087;
22 and
23 (4) Section 5, chapter 348, Laws of 1987 and RCW 43.31.089.

24 NEW SECTION. **Sec. 11.** Sections 4, 9 and 10 of this act are
25 necessary for the immediate preservation of the public peace,
26 health, or safety, or support of the state government and its
27 existing public institutions, and shall take effect immediately.

1 NEW SECTION. **Sec. 12.** Sections 1 through 3 and 5 through 8
2 of this act shall take effect July 1, 1994.

3 NEW SECTION. **Sec. 13.** If any provision of this act or its
4 application to any person or circumstance is held invalid, the
5 remainder of the act or the application of the provision to other
6 persons or circumstances is not affected."

EFFECT: Keeps the Department of Trade and Economic
Development (DTED) and the Department of Community Development
(DCD) separate. Changes the name of the Department of Trade
and Economic Development to the Department of Trade, Tourism
and Economic Development and transfers all economic
development and infrastructure financing programs currently in
DCD to DTED on July 1, 1994. The directors of DCD and DTED
must submit a reorganization implementation plan to the
governor and the legislature by November 15, 1993.