H-1369.1

SUBSTITUTE HOUSE BILL 1507

State of Washington 60th Legislature 2007 Regular Session

By House Committee on State Government & Tribal Affairs (originally sponsored by Representatives Seaquist, Bailey, Schual-Berke, Green, Kenney, Williams, Conway, Ericks, Lantz, Darneille, Linville, Moeller, Kelley, Morrell and Rolfes; by request of Governor Gregoire)

READ FIRST TIME 01/26/07.

- AN ACT Relating to shared leave for state employees in the uniformed services; amending RCW 41.04.665; adding a new section to chapter 41.04 RCW; adding a new section to chapter 43.79 RCW; and providing an effective date.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. 1. A new section is added to chapter 41.04 RCW to read as follows:
- 8 (1) The uniformed service shared leave pool is created to allow employees to donate leave to be used as shared leave for any employee 9 10 who has been called to service in the uniformed services and who meets the requirements of RCW 41.04.665. Participation in the pool shall, at 11 12 all times, be voluntary on the part of the employee. The military department, in consultation with the department of personnel and the 13 office of financial management, shall administer the uniformed service 14 15 shared leave pool.
- 16 (2) Employees as defined in subsection (10) of this section who are 17 eligible to donate leave under RCW 41.04.665 may donate leave to the 18 uniformed service shared leave pool.

p. 1 SHB 1507

- 1 (3) An employee as defined in subsection (10) of this section who 2 has been called to service in the uniformed services and is eligible 3 for shared leave under RCW 41.04.665 may request shared leave from the 4 uniformed service shared leave pool.
 - (4) It shall be the responsibility of the employee who has been called to service to provide an earnings statement verifying military salary, orders of service, and notification of a change in orders of service or military salary.
- 9 (5) Shared leave under this section may not be granted unless the 10 pool has a sufficient balance to fund the requested shared leave for 11 the expected term of service.
- 12 (6) Shared leave paid under this section, in combination with 13 military salary, shall not exceed the level of the employee's state 14 monthly salary.
- 15 (7) Any leave donated shall be removed from the personally 16 accumulated leave balance of the employee donating the leave.
- 17 (8) An employee who receives shared leave from the pool is not 18 required to recontribute such leave to the pool, except as otherwise 19 provided in this section.
 - (9) Leave that may be donated or received by any one employee shall be calculated as in RCW 41.04.665.
 - (10) As used in this section:
- (a) "Employee" has the meaning provided in RCW 41.04.655, except that "employee" as used in this section does not include employees of school districts and educational service districts.
- 26 (b) "Service in the uniformed services" has the meaning provided in 27 RCW 41.04.655.
 - (c) "Military salary" includes base, specialty, and other pay, but does not include allowances such as the basic allowance for housing.
- 30 (d) "Monthly salary" includes monthly salary and special pay and 31 shift differential, or the monthly equivalent for hourly employees. 32 "Monthly salary" does not include:
 - (i) Overtime pay;
 - (ii) Call back pay;

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- (iii) Standby pay; or
- 36 (iv) Performance bonuses.
- 37 (11) The department of personnel, in consultation with the military 38 department and the office of financial management, shall adopt rules

SHB 1507 p. 2

- and policies governing the donation and use of shared leave from the uniformed service shared leave pool, including definitions of pay and allowances and guidelines for agencies to use in recordkeeping concerning shared leave.
 - (12) Agencies shall investigate any alleged abuse of the uniformed service shared leave pool and on a finding of wrongdoing, the employee may be required to repay all of the shared leave received from the uniformed service shared leave pool.
- 9 (13) Higher education institutions shall adopt policies consistent 10 with the needs of the employees under their respective jurisdictions.
- 11 **Sec. 2.** RCW 41.04.665 and 2003 1st sp.s. c 12 s 3 are each amended 12 to read as follows:
- 13 (1) An agency head may permit an employee to receive leave under 14 this section if:
 - (a)(i) The employee suffers from, or has a relative or household member suffering from, an illness, injury, impairment, or physical or mental condition which is of an extraordinary or severe nature; or
- 18 (ii) The employee has been called to service in the uniformed 19 services;
- 20 (b) The illness, injury, impairment, condition, or call to service 21 has caused, or is likely to cause, the employee to:
 - (i) Go on leave without pay status; or
 - (ii) Terminate state employment;

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- 24 (c) The employee's absence and the use of shared leave are 25 justified;
 - (d) The employee has depleted or will shortly deplete his or her:
- 27 (i) Annual leave and sick leave reserves if he or she qualifies 28 under (a)(i) of this subsection; or
- 29 (ii) Annual leave and paid military leave allowed under RCW 30 38.40.060 if he or she qualifies under (a)(ii) of this subsection;
 - (e) The employee has abided by agency rules regarding:
- 32 (i) Sick leave use if he or she qualifies under (a)(i) of this 33 subsection; or
- 34 (ii) Military leave if he or she qualifies under (a)(ii) of this 35 subsection; and
- 36 (f) The employee has diligently pursued and been found to be

p. 3 SHB 1507

ineligible for benefits under chapter 51.32 RCW if he or she qualifies under (a)(i) of this subsection.

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- (2) The agency head shall determine the amount of leave, if any, which an employee may receive under this section. However, an employee shall not receive a total of more than two hundred sixty-one days of leave, except that shared leave received under the uniformed service shared leave pool in section 1 of this act is not included in this total.
- (3) An employee may transfer annual leave, sick leave, and his or her personal holiday, as follows:
 - (a) An employee who has an accrued annual leave balance of more than ten days may request that the head of the agency for which the employee works transfer a specified amount of annual leave to another employee authorized to receive leave under subsection (1) of this section. In no event may the employee request a transfer of an amount of leave that would result in his or her annual leave account going below ten days. For purposes of this subsection (3)(a), annual leave does not accrue if the employee receives compensation in lieu of accumulating a balance of annual leave.
 - (b) An employee may transfer a specified amount of sick leave to an employee requesting shared leave only when the donating employee retains a minimum of one hundred seventy-six hours of sick leave after the transfer.
 - (c) An employee may transfer, under the provisions of this section relating to the transfer of leave, all or part of his or her personal holiday, as that term is defined under RCW 1.16.050, or as such holidays are provided to employees by agreement with a school district's board of directors if the leave transferred under this subsection does not exceed the amount of time provided for personal holidays under RCW 1.16.050.
 - (4) An employee of an institution of higher education under RCW 28B.10.016, school district, or educational service district who does not accrue annual leave but does accrue sick leave and who has an accrued sick leave balance of more than twenty-two days may request that the head of the agency for which the employee works transfer a specified amount of sick leave to another employee authorized to receive leave under subsection (1) of this section. In no event may such an employee request a transfer that would result in his or her

SHB 1507 p. 4

sick leave account going below twenty-two days. Transfers of sick leave under this subsection are limited to transfers from employees who do not accrue annual leave. Under this subsection, "sick leave" also includes leave accrued pursuant to RCW 28A.400.300(2) or 28A.310.240(1) with compensation for illness, injury, and emergencies.

- (5) Transfers of leave made by an agency head under subsections (3) and (4) of this section shall not exceed the requested amount.
- (6) Leave transferred under this section may be transferred from employees of one agency to an employee of the same agency or, with the approval of the heads of both agencies, to an employee of another state agency. However, leave transferred to or from employees of school districts or educational service districts is limited to transfers to or from employees within the same employing district.
- (7) While an employee is on leave transferred under this section, he or she shall continue to be classified as a state employee and shall receive the same treatment in respect to salary, wages, and employee benefits as the employee would normally receive if using accrued annual leave or sick leave.
- (a) All salary and wage payments made to employees while on leave transferred under this section shall be made by the agency employing the person receiving the leave. The value of leave transferred shall be based upon the leave value of the person receiving the leave.
- (b) In the case of leave transferred by an employee of one agency to an employee of another agency, the agencies involved shall arrange for the transfer of funds and credit for the appropriate value of leave.
- (i) Pursuant to rules adopted by the office of financial management, funds shall not be transferred under this section if the transfer would violate any constitutional or statutory restrictions on the funds being transferred.
- (ii) The office of financial management may adjust the appropriation authority of an agency receiving funds under this section only if and to the extent that the agency's existing appropriation authority would prevent it from expending the funds received.
- (iii) Where any questions arise in the transfer of funds or the adjustment of appropriation authority, the director of financial management shall determine the appropriate transfer or adjustment.

p. 5 SHB 1507

1 (8) Leave transferred under this section shall not be used in any 2 calculation to determine an agency's allocation of full time equivalent 3 staff positions.

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- (9) The value of any leave transferred under this section which remains unused shall be returned at its original value to the employee or employees who transferred the leave when the agency head finds that the leave is no longer needed or will not be needed at a future time in connection with the illness or injury for which the leave was transferred. To the extent administratively feasible, the value of unused leave which was transferred by more than one employee shall be returned on a pro rata basis.
- 12 (10) An employee who uses leave that is transferred to him or her 13 under this section may not be required to repay the value of the leave 14 that he or she used.
- NEW SECTION. Sec. 3. A new section is added to chapter 43.79 RCW to read as follows:
 - The uniformed service shared leave pool account is created in the custody of the state treasurer. All receipts from leave donated under the uniformed service shared leave pool under section 1 of this act and any moneys appropriated or otherwise provided must be deposited into the account. Expenditures from the account may be used only for providing shared leave to employees under the uniformed service shared leave pool. Only the adjutant general or his or her designee may authorize expenditures from the account. The account is not subject to allotment procedures under chapter 43.88 RCW, and no appropriation is required for expenditures.
- NEW SECTION. **Sec. 4.** If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.
- 31 <u>NEW SECTION.</u> **Sec. 5.** This act takes effect October 1, 2007.

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SHB 1507 p. 6