HOUSE BILL REPORT SHB 1282

As Amended by the Senate

Title: An act relating to authorizing state employee lump sum relocation assistance.

Brief Description: Authorizing state agencies to offer incentives to state employees to relocate from one part of the state to another.

Sponsors: By House Committee on State Government (Originally sponsored by Representatives Romero, Buck, Miloscia, Linville, Dickerson, Regala and Wolfe; by request of Commissioner of Public Lands).

Brief History:

Committee Activity:

State Government: 2/3/99, 3/2/99 [DPS].

Floor Activity:

Passed House: 3/12/99, 96-0.

Senate Amended.

Passed Senate: 4/12/99, 43-2.

Brief Summary of Substitute Bill

Authorizes lump sum relocation compensation to be paid to recruit and retain qualified candidates for state employment whenever it is necessary that a person make a domiciliary move in accepting a transfer or other employment.

HOUSE COMMITTEE ON STATE GOVERNMENT

Majority Report: The substitute bill be substituted therefor and the substitute bill do pass. Signed by 8 members: Representatives McMorris, Republican Co-Chair; Romero, Democratic Co-Chair; Campbell, Republican Vice Chair; Miloscia, Democratic Vice Chair; Dunshee; Haigh; Lambert and D. Schmidt.

Staff: Steve Lundin (786-7127).

Background:

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State agencies may pay for the costs of moving up to 12,000 pounds of household goods for a newly hired employee or an existing employee who is transferred. The state is entitled to reimbursement for the costs of moving a new employee's household goods if the new employee terminates or causes termination of his or her employment with the state within one year of the employment.

Summary of Bill:

The State Personnel Resources Board may adopt a rule authorizing the Department of Natural Resources to offer lump sum relocation compensation of not to exceed \$2,500 to a person for a classified position whenever it is necessary that the person make a domiciliary move in accepting a transfer or other employment with the department.

Any agency may, with the approval of the director of the Office of Financial Management (OFM), pay lump sum relocation compensation to recruit and retain qualified candidates for an exempt position whenever it is necessary that a person make a domiciliary move in accepting a transfer or other employment with the agency.

If a person who is paid lump sum relocation compensation terminates or causes termination with the state within one year of the date of the employment, the state shall be reimbursed for the lump sum payment.

EFFECT OF SENATE AMENDMENT(S): All state agencies, rather than just the Department of Natural Resources, are authorized to pay lump sum relocation compensation to civil service employees. The \$2500 ceiling is eliminated on a lump sum relocation compensation that may be paid to a civil service employee. Payment of this compensation must be "within existing resources."

Appropriation: None.

Fiscal Note: Available. New fiscal note requested on March 3, 1999.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Testimony For: This will help us. This is easier to administer than paying moving costs. OFM currently allows moving expenses to be paid for up to 1,500 pounds. There are problems trying to get people to relocate. They can incur significant out-of-pocket expenses. Some concerns exist if an employee must repay the amount due to an involuntary layoff within one year.

Testimony Against: None.

Testified: John Daly, Department of Natural Resources; and Lynn McKinnon, Washington Public Employees Association.

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