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## SUBSTITUTE HOUSE BILL 2427

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State of Washington 57th Legislature 2002 Regular Session

By House Committee on Commerce & Labor (originally sponsored by Representatives Conway, O'Brien, Cody, Dickerson, Ogden, Cooper, Berkey, Reardon, Veloria, Hurst, Hunt, Kirby, Upthegrove, Romero, Kagi, McIntire, Haigh, Wood, Kenney, Simpson and Sullivan; by request of Department of Labor & Industries)

Read first time 02/06/2002. Referred to Committee on .

- AN ACT Relating to occupational safety and health impacts grants;
- 2 adding new sections to chapter 49.17 RCW; and making an appropriation.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** (1) The director, in consultation with the
- 5 WISHA advisory committee established by RCW 49.17.055, shall establish
  - a program to provide safety and health impact grants to prevent
- 7 injuries and illnesses, save lives, and educate Washington employees
- 8 and employers about workplace hazards and safe workplace practices.
- 9 The intent of this act is to benefit, in the broadest sense possible,
- 10 Washington workers and employers, especially those who are in small
- 11 business and may lack the injury and illness prevention resources that
- 12 larger companies may possess. The department may use industrial
- 13 insurance funds provided in a proviso in an omnibus appropriations act,
- 14 or in an appropriation clause in a bill, that specifically references
- 15 funding to accomplish the purposes of this act. Funding for this
- 16 program will be taken from the medical aid fund reserves which are in
- 17 excess of actuarial needs.

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- 18 (2) Using a competitive application process, the department shall
- 19 award safety and health impact grants to trade associations, business

p. 1 SHB 2427

- 1 associations, employers, employee organizations, labor unions, and
- 2 groups of employees. Educational institutions and self-insured
- 3 employers shall not directly receive grants but may participate in
- 4 partnership with other eligible grantees if the product of the grant
- 5 will significantly benefit employees and employers who belong to the
- 6 state industrial insurance fund. Grants may include:
- 7 (a) Education and training grants to implement safety and health
- 8 and to provide practical information, curricula, materials, and methods
- 9 intended for use by employers and employees in reducing workplace
- 10 hazards;
- 11 (b) Technical innovation grants to develop engineering and other
- 12 technical solutions to injury and illness problems; or
- 13 (c) Grants for the application of hazard control.
- 14 (3) The department shall make significant efforts to ensure that
- 15 not less than twenty percent of available grant funds are used for
- 16 grants whose activities or products are intended to assist and benefit
- 17 employers and employees in small businesses that employ fewer than
- 18 fifty employees.
- 19 (4) Any materials, designs, or equipment developed under these
- 20 grants will be in the public domain and may not be copyrighted or
- 21 patented. Any materials or designs developed under these grants must
- 22 be provided to the department at no charge as a condition of grant
- 23 receipt.
- 24 (5) Grant funds may not be used to support or develop specific
- 25 legislative or regulatory initiatives.
- 26 (6) The department shall not use information in a grant application
- 27 or developed as a result of grant activities:
- 28 (a) To initiate developing a new rule or revising an existing rule.
- 29 This grant program does not change any of the rule-making requirements
- 30 of the administrative procedure act;
- 31 (b) To initiate department activity at a grantee's worksite other
- 32 than monitoring or evaluation visits intended to review the grant
- 33 itself. To the extent a worksite is directly affected by a grant, the
- 34 worksite must be treated the same as a worksite having a consultation
- 35 visit under this chapter; or
- 36 (c) To establish the existence of a recognized hazard.
- 37 (7) Information contained in a grant application or developed as a
- 38 result of grant activities is inadmissible in any civil action

SHB 2427 p. 2

1 proceedings in a court of general or limited jurisdiction, or in any 2 administrative proceedings, in this state, except in proceedings:

(a) Under section 3(3) of this act; or

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- (b) Related to fraud perpetrated in the grant process.
- (8) To ensure accountability, each grant must include methods by 5 which to measure progress toward completion of the grant and at least 6 7 one appropriate measurable outcome related to injury and illness 8 reduction, hazard reduction, or safety and health awareness that will 9 be the result of the grant award. The evaluation shall address both 10 positive and negative impacts and costs. The department may assist grant recipients by providing available data needed to measure 11 12 accountability.
- (9) No grant application may be approved that proposes work that cannot be completed during the current application year or biennium. Grant recipients may apply for funding for continuation of grant work in subsequent years only if they have successfully completed the work for which they were previously funded as determined by the department.
- 18 (10) During the biennium ending June 30, 2003, no grant may be 19 awarded that exceeds two hundred fifty thousand dollars per fiscal 20 year. The WISHA advisory committee and the safety and health impact 21 grant review committee may recommend future increases or decreases to 22 the funding level.
- 23 (11) No grant may be used to fund a grantee's on-going business 24 operations including routine expenses of a grantee.
- 25 (12) No grant recipient may charge more than ten percent of the 26 total grant award for administrative expenses or indirect costs.
- 27 <u>NEW SECTION.</u> **Sec. 2.** (1) The director shall appoint a safety and health impact grant review committee that will be a subcommittee of the 28 29 WISHA advisory committee. The review committee is composed of nine 30 members: Four members representing employees, each appointed from a list of at least three names per position, submitted by recognized 31 statewide organizations of employees; four members representing 32 employers, including at least one representing small employers that 33 34 employ fewer than fifty employees, each appointed from a list of at least three names per position, submitted by recognized statewide 35 36 organizations of employers; and one ex officio member, without a vote, 37 who shall represent the department. The committee chair shall be 38 chosen by the review committee and shall alternate between employer and

p. 3 SHB 2427

- 1 employee representatives. The committee members shall serve three-year 2 renewable terms.
- 3 (2) Employer and employee members of the safety and health impact 4 grant review committee are entitled to expenses as provided under RCW 5 43.03.050 and 43.03.060.
- 6 (3)(a) The safety and health impact grant review committee with 7 assistance from department staff shall:
  - (i) Prepare requests for proposals;
- 9 (ii) Receive, review, and process grant applications;
- 10 (iii) Identify, by two-thirds majority vote, grant applications 11 that merit funding and forward those applications to the director; and 12 (iv) Identify, by two-thirds majority vote, funded grants that meet
- 13 criteria for suspension or revocation and forward those recommendations
- 14 to the director.
- 15 (b) The director shall ensure that the safety and health impact
- 16 grant review committee receives appropriate administrative support.
- 17 Department staff shall provide support in an objective, impartial
- 18 manner.

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- 19 NEW SECTION. Sec. 3. (1) The safety and health impact grant review committee, in cooperation with the director, shall develop grant 20 application procedures and approval criteria. 21 The director shall 22 ensure the proper administrative support to successfully monitor grant 23 recipients for compliance with grant criteria and all other procedures 24 and requirements of the grant program. The director in cooperation 25 with the safety and health impact grant review committee shall 26 implement procedures and criteria for grant approval, including procedures for suspension or revocation of grants to recipients failing 27 to comply with grant criteria established under the authority of this 28 29 section or other legal requirements.
- 30 (2) The director shall approve only those grant applications and their recommended acceptance conditions as forwarded by the safety and 31 health impact grant review committee, unless the director has a 32 compelling and substantive reason to reject an application, whereupon 33 34 the director shall provide written explanation for the denial to the review committee. The safety and health impact grant review committee 35 36 shall review any grant applications rejected by the director and may advise the director to reconsider. The director shall consider the 37 advice, if given, and shall approve the grant application with any 38

SHB 2427 p. 4

- conditions presented by the safety and health impact grant review committee. The director may reject that advice only for a compelling and substantive reason. If the director rejects that advice, the safety and health impact grant review committee may refer the application to the WISHA advisory committee. The WISHA advisory committee shall review the application and may advise the director to
- 8 (3) The director may revoke or suspend an issued grant if advised 9 by the safety and health impact grant review committee that the 10 recipient is not in compliance with grant criteria or procedures. director may suspend an issued grant without the advice of the safety 11 12 and health impact grant review committee only for a compelling and 13 substantive reason and the suspension recommendation shall be presented 14 to the safety and health impact grant review committee for its 15 consideration.
- 16 NEW SECTION. Sec. 4. The department and the safety and health impact grant review committee will present an annual review regarding 17 18 the activities of the safety and health impact grant program to the 19 WISHA advisory committee and the workers' compensation advisory committee, and make it available to the appropriate standing committees 20 of the legislature. Based on a recommendation of the WISHA advisory 21 22 committee, the workers' compensation advisory committee shall make a 23 biennial recommendation to the director concerning an appropriate 24 budget for the program.
- NEW SECTION. Sec. 5. The director and representatives from the WISHA advisory committee shall perform a comprehensive review of the grant program that shall include, but not be limited to, measurable outcomes related to injury and illness reduction, hazard reduction, and safety and health awareness and shall issue a report to the appropriate legislative committees by December 31, 2007.
- NEW SECTION. Sec. 6. The following acts or parts of acts, as now existing or hereafter amended, are each repealed, effective July 1, 2008:
- 34 (1) Section 1 of this act;

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reconsider.

- 35 (2) Section 2 of this act;
- 36 (3) Section 3 of this act;

p. 5 SHB 2427

- 1 (4) Section 4 of this act; and
- 2 (5) Section 5 of this act.

be appropriated.

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- NEW SECTION. Sec. 7. Sections 1 through 6 of this act are each 4 added to chapter 49.17 RCW.
- NEW SECTION. Sec. 8. The sum of five million dollars, or as much thereof as may be necessary, is appropriated for the biennium ending June 30, 2003, from the medical aid account--state appropriation to the department of labor and industries to carry out the purposes of this act. Only medical aid account funds in excess of actuarial needs may

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SHB 2427 p. 6