CERTIFICATION OF ENROLLMENT

SENATE BILL 6372

57th Legislature 2002 Regular Session

Passed by the Senate February 18, 2002 CERTIFICATE YEAS 44 NAYS 0 I, Tony M. Cook, Secretary of the Senate of the State of Washington, do hereby certify that the attached is SENATE BILL 6372 as passed by the President of the Senate Senate and the House Representatives on the dates hereon Passed by the House March 7, 2002 YEAS 93 NAYS 0 set forth. Speaker of the Secretary House of Representatives Approved FILED

Governor of the State of Washington

SENATE BILL 6372

Passed Legislature - 2002 Regular Session

State of Washington 57th Legislature 2002 Regular Session

By Senators Fraser and Winsley; by request of Department of Personnel Read first time 01/16/2002. Referred to Committee on Ways & Means.

- AN ACT Relating to the combined fund drive; amending RCW 41.04.035,
- 2 41.04.036, and 41.04.230; reenacting and amending RCW 43.79A.040; and
- 3 adding new sections to chapter 41.04 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 41.04.035 and 1957 c 208 s 1 are each amended to read 6 as follows:
- 7 For the purpose of RCW 41.04.035 and 41.04.036 "United Fund" means
- 8 the organization conducting the single, annual, consolidated effort to
- 9 secure funds for distribution to agencies engaged in charitable and
- 10 public health, welfare and service purposes, which is commonly known as
- 11 the United Fund((, or the organization which serves in place of the
- 12 United Fund organizations in communities where an organization known as
- 13 the United Fund is not organized)) or the Washington state combined
- 14 fund drive.
- 15 **Sec. 2.** RCW 41.04.036 and 1983 1st ex.s. c 28 s 2 are each amended
- 16 to read as follows:
- 17 Any official of the state or of any of its political subdivisions
- 18 authorized to disburse funds in payment of salaries or wages of public

p. 1 SB 6372.PL

- 1 officers or employees is authorized, upon written request of the
- 2 officer or employee, to deduct from the salary or wages of the officer
- 3 or employee the amount of money designated by the officer or employee
- 4 for payment to the United Fund or the Washington state combined fund
- 5 <u>drive</u>.
- 6 The moneys so deducted shall be paid over promptly to the United
- 7 Fund or the Washington state combined fund drive designated by the
- 8 officer or employee. Subject to any ((regulations prescribed)) rules
- 9 <u>adopted</u> by the office of financial management, the official authorized
- 10 to disburse the funds in payment of salaries or wages may prescribe any
- 11 procedures necessary to carry out RCW 41.04.035 and 41.04.036.
- 12 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 41.04 RCW
- 13 to read as follows:
- 14 The Washington state combined fund drive account is created in the
- 15 custody of the state treasurer. All receipts from the combined fund
- 16 drive must be deposited into the account. Expenditures from the
- 17 account may be used only for the beneficiaries of the Washington state
- 18 combined fund drive. Only the director of the department of personnel
- 19 or the director's designee may authorize expenditures from the account.
- 20 The account is not subject to allotment procedures under chapter 43.88
- 21 RCW, and an appropriation is not required for expenditures.
- 22 <u>NEW SECTION.</u> **Sec. 4.** A new section is added to chapter 41.04 RCW
- 23 to read as follows:
- 24 The director of the department of personnel is authorized to adopt
- 25 rules, after consultation with state agencies, institutions of higher
- 26 education, and employee organizations, for the operation of the
- 27 Washington state combined fund drive.
- 28 **Sec. 5.** RCW 41.04.230 and 1995 1st sp.s. c 6 s 21 are each amended
- 29 to read as follows:
- 30 Any official of the state authorized to disburse funds in payment
- 31 of salaries and wages of public officers or employees is authorized,
- 32 upon written request of the officer or employee, to deduct from the
- 33 salaries or wages of the officers or employees, the amount or amounts
- 34 of subscription payments, premiums, contributions, or continuation
- 35 thereof, for payment of the following:

- 1 (1) Credit union deductions: PROVIDED, That twenty-five or more 2 employees of a single state agency or a total of one hundred or more 3 state employees of several agencies have authorized such a deduction 4 for payment to the same credit union. An agency may, in its own 5 discretion, establish a minimum participation requirement of fewer than 6 twenty-five employees.
- 7 (2) Parking fee deductions: PROVIDED, That payment is made for 8 parking facilities furnished by the agency or by the department of 9 general administration.
- (3) U.S. savings bond deductions: PROVIDED, That a person within the particular agency shall be appointed to act as trustee. The trustee will receive all contributions; purchase and deliver all bond certificates; and keep such records and furnish such bond or security as will render full accountability for all bond contributions.
- 15 (4) Board, lodging or uniform deductions when such board, lodging 16 and uniforms are furnished by the state, or deductions for academic 17 tuitions or fees or scholarship contributions payable to the employing 18 institution.
- 19 (5) Dues and other fees deductions: PROVIDED, That the deduction 20 is for payment of membership dues to any professional organization 21 formed primarily for public employees or college and university 22 professors: AND PROVIDED, FURTHER, That twenty-five or more employees 23 of a single state agency, or a total of one hundred or more state 24 employees of several agencies have authorized such a deduction for 25 payment to the same professional organization.

26

27

28 29

30

31

32

33

34

- (6) Labor or employee organization dues may be deducted in the event that a payroll deduction is not provided under a collective bargaining agreement under the provisions of RCW 41.06.150: PROVIDED, That twenty-five or more officers or employees of a single agency, or a total of one hundred or more officers or employees of several agencies have authorized such a deduction for payment to the same labor or employee organization: PROVIDED, FURTHER, That labor or employee organizations with five hundred or more members in state government may have payroll deduction for employee benefit programs.
- 35 (7) Insurance contributions to the authority for payment of 36 premiums under contracts authorized by the state health care authority. 37 However, enrollment or assignment by the state health care authority to 38 participate in a health care benefit plan, as required by RCW 39 41.05.065(5), shall authorize a payroll deduction of premium

p. 3 SB 6372.PL

- 1 contributions without a written consent under the terms and conditions 2 established by the public employees' benefits board.
- 3 (8) Deductions to a bank, savings bank, or savings and loan 4 association if (a) the bank, savings bank, or savings and loan 5 association is authorized to do business in this state; and (b) twenty-6 five or more employees of a single agency, or fewer, if a lesser number 7 is established by such agency, or a total of one hundred or more state 8 employees of several agencies have authorized a deduction for payment 9 to the same bank, savings bank, or savings and loan association.

Deductions from salaries and wages of public officers and employees other than those enumerated in this section or by other law, may be authorized by the director of financial management for purposes clearly related to state employment or goals and objectives of the agency and for plans authorized by the state health care authority.

(9) Contributions to the Washington state combined fund drive.

The authority to make deductions from the salaries and wages of public officers and employees as provided for in this section shall be in addition to such other authority as may be provided by law: PROVIDED, That the state or any department, division, or separate agency of the state shall not be liable to any insurance carrier or contractor for the failure to make or transmit any such deduction.

- 22 **Sec. 6.** RCW 43.79A.040 and 2001 c 201 s 4 and 2001 c 184 s 4 are 23 each reenacted and amended to read as follows:
- (1) Money in the treasurer's trust fund may be deposited, invested, and reinvested by the state treasurer in accordance with RCW 43.84.080 in the same manner and to the same extent as if the money were in the state treasury.
- (2) All income received from investment of the treasurer's trust fund shall be set aside in an account in the treasury trust fund to be known as the investment income account.
- (3) The investment income account may be utilized for the payment 31 of purchased banking services on behalf of treasurer's trust funds 32 33 including, but limited to, depository, safekeeping, not 34 disbursement functions for the state treasurer or affected state agencies. The investment income account is subject in all respects to 35 36 chapter 43.88 RCW, but no appropriation is required for payments to 37 financial institutions. Payments shall occur prior to distribution of 38 earnings set forth in subsection (4) of this section.

10

11

12 13

14 15

16

17

18

19

20

21

(4)(a) Monthly, the state treasurer shall distribute the earnings credited to the investment income account to the state general fund except under (b) and (c) of this subsection.

1

2

3

- 4 following accounts and funds shall receive their proportionate share of earnings based upon each account's or fund's 5 average daily balance for the period: The college savings program 6 7 account, the Washington advanced college tuition payment program 8 account, the agricultural local fund, the American Indian scholarship 9 endowment fund, the basic health plan self-insurance reserve account, the Washington state combined fund drive account, the Washington 10 international exchange scholarship endowment fund, the developmental 11 disabilities endowment trust fund, the energy account, the fair fund, 12 13 the game farm alternative account, the grain inspection revolving fund, 14 the juvenile accountability incentive account, the rural rehabilitation 15 account, the stadium and exhibition center account, the youth athletic facility account, the self-insurance revolving fund, the sulfur dioxide 16 abatement account, and the children's trust fund. 17 However, the earnings to be distributed shall first be reduced by the allocation to 18 19 the state treasurer's service fund pursuant to RCW 43.08.190.
- (c) The following accounts and funds shall receive eighty percent 20 of their proportionate share of earnings based upon each account's or 21 22 fund's average daily balance for the period: The advanced right of way revolving fund, the advanced environmental mitigation revolving 23 24 account, the city and county advance right-of-way revolving fund, the 25 federal narcotics asset forfeitures account, the high occupancy vehicle 26 account, the local rail service assistance account, 27 miscellaneous transportation programs account.
- 28 (5) In conformance with Article II, section 37 of the state 29 Constitution, no trust accounts or funds shall be allocated earnings 30 without the specific affirmative directive of this section.

--- END ---

p. 5 SB 6372.PL