## SENATE BILL 5374

State of Washington 65th Legislature 2017 Regular Session

By Senators Becker, Bailey, Rivers, Brown, Miloscia, O'Ban, Warnick, Angel, Honeyford, Padden, and Braun

Read first time 01/20/17. Referred to Committee on Law & Justice.

- 1 AN ACT Relating to state employee whistleblower protection; and
- 2 amending RCW 42.40.020.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 42.40.020 and 2008 c 266 s 2 are each amended to read as follows:
- As used in this chapter, the terms defined in this section shall have the meanings indicated unless the context clearly requires otherwise.
  - (1) "Auditor" means the office of the state auditor.
- 10 (2) "Employee" means any individual employed or holding office in 11 any department or agency of state government.
- 12 (3) "Good faith" means the individual providing the information 13 or report of improper governmental activity has a reasonable basis in
- 14 fact for reporting or providing the information. An individual who
- 15 knowingly provides or reports, or who reasonably ought to know he or
- 16 she is providing or reporting, malicious, false, or frivolous
- 17 information, or information that is provided with reckless disregard
- 18 for the truth, or who knowingly omits relevant information is not
- 19 acting in good faith.

9

20 (4) "Gross mismanagement" means the exercise of management 21 responsibilities in a manner grossly deviating from the standard of

p. 1 SB 5374

care or competence that a reasonable person would observe in the same situation.

- (5) "Gross waste of funds" means to spend or use funds or to allow funds to be used without valuable result in a manner grossly deviating from the standard of care or competence that a reasonable person would observe in the same situation.
- (6)(a) "Improper governmental action" means any action by an employee undertaken in the performance of the employee's official duties:
- 10 (i) Which is a gross waste of public funds or resources as 11 defined in this section;
- 12 (ii) Which is in violation of federal or state law or rule, if 13 the violation is not merely technical or of a minimum nature;
- 14 (iii) Which is of substantial and specific danger to the public 15 health or safety;
  - (iv) Which is gross mismanagement; ((or))

- (v) Which prevents the dissemination of scientific opinion or alters technical findings without scientifically valid justification, unless state law or a common law privilege prohibits disclosure. This provision is not meant to preclude the discretion of agency management to adopt a particular scientific opinion or technical finding from among differing opinions or technical findings to the exclusion of other scientific opinions or technical findings. Nothing in this subsection prevents or impairs a state agency's or public official's ability to manage its public resources or its employees in the performance of their official job duties. This subsection does not apply to de minimis, technical disagreements that are not relevant for otherwise improper governmental activity. Nothing in this provision requires the auditor to contract or consult with external experts regarding the scientific validity, invalidity, or justification of a finding or opinion; or
- (vi) Which violates the administrative procedure act or analogous provisions of law that prohibit ex parte communication regarding cases or matters pending in which an agency is party between the agency's employee and a presiding officer, hearing officer, or an administrative law judge. The availability of other avenues for addressing ex parte communication by agency employees does not bar an investigation by the auditor.
- 39 (b) "Improper governmental action" does not include personnel 40 actions, for which other remedies exist, including but not limited to

p. 2 SB 5374

- 1 employee grievances, complaints, appointments, promotions, transfers, 2 assignments, reassignments, reinstatements, restorations, reemployments, performance evaluations, reductions in 3 dismissals, suspensions, demotions, violations of the state civil 4 service law, alleged labor agreement violations, reprimands, claims 5 6 of discriminatory treatment, or any action which may be taken under 7 chapter 41.06 RCW, or other disciplinary action except as provided in RCW 42.40.030. 8
- 9 (7) "Public official" means the attorney general's designee or 10 designees; the director, or equivalent thereof in the agency where 11 the employee works; an appropriate number of individuals designated 12 to receive whistleblower reports by the head of each agency; or the 13 executive ethics board.
  - (8) "Substantial and specific danger" means a risk of serious injury, illness, peril, or loss, to which the exposure of the public is a gross deviation from the standard of care or competence which a reasonable person would observe in the same situation.
  - (9) "Use of official authority or influence" includes threatening, taking, directing others to take, recommending, processing, or approving any personnel action such as an appointment, promotion, transfer, assignment including but not limited to duties and office location, reassignment, reinstatement, restoration, reemployment, performance evaluation, determining any material changes in pay, provision of training or benefits, tolerance of a hostile work environment, or any adverse action under chapter 41.06 RCW, or other disciplinary action.
    - (10)(a) "Whistleblower" means:

14

15 16

17

18

19

2021

22

23

2425

26

27

28

29

30 31

- (i) An employee who in good faith reports alleged improper governmental action to the auditor or other public official, as defined in subsection (7) of this section, initiating an investigation by the auditor under RCW 42.40.040; or
- (ii) An employee who is perceived by the employer as reporting, whether they did or not, alleged improper governmental action to the auditor or other public official, as defined in subsection (7) of this section, initiating an investigation by the auditor under RCW 42.40.040.
- 37 (b) For purposes of the provisions of this chapter and chapter 38 49.60 RCW relating to reprisals and retaliatory action, the term 39 "whistleblower" also means:

p. 3 SB 5374

(i) An employee who in good faith provides information to the auditor or other public official, as defined in subsection (7) of this section, in connection with an investigation under RCW 42.40.040 and an employee who is believed to have reported asserted improper governmental action to the auditor or other public official, as defined in subsection (7) of this section, or to have provided information to the auditor or other public official, as defined in subsection (7) of this section, in connection with an investigation under RCW 42.40.040 but who, in fact, has not reported such action or provided such information; or

(ii) An employee who in good faith identifies rules warranting review or provides information to the rules review committee, and an employee who is believed to have identified rules warranting review or provided information to the rules review committee but who, in fact, has not done so.

--- END ---

p. 4 SB 5374