SSB 5033 - S AMD 1160

By Senator Zeiger

1 Strike everything after the enacting clause and insert the

2 following:

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- 4 Sec. 1. RCW 42.52.080 and 1999 c 299 s 3 are each amended to
- 5 read as follows:
- 6 (1) No former state officer or state employee may, within a
- 7 period of one year from the date of termination of state employment,
- 8 accept employment or receive compensation from an employer if:
- 9 (a) The officer or employee, during the two years immediately
- 10 preceding termination of state employment, was engaged in the
- 11 negotiation or administration on behalf of the state or agency of
- 12 one or more contracts with that employer and was in a position to
- 13 make discretionary decisions affecting the outcome of such
- 14 negotiation or the nature of such administration;
- 15 (b) Such a contract or contracts have a total value of more than
- 16 ten thousand dollars; and
- 17 (c) The duties of the employment with the employer or the
- 18 activities for which the compensation would be received include
- 19 fulfilling or implementing, in whole or in part, the provisions of
- 20 such a contract or contracts or include the supervision or control
- 21 of actions taken to fulfill or implement, in whole or in part, the
- 22 provisions of such a contract or contracts. This subsection shall
- 23 not be construed to prohibit a state officer or state employee from
- 24 accepting employment with a state employee organization.
- 25 (2) No person who has served as a state officer or state
- 26 employee may, within a period of two years following the termination
- 27 of state employment, have a direct or indirect beneficial interest

- 1 in a contract or grant that was expressly authorized or funded by
- 2 specific legislative or executive action in which the former state
- 3 officer or state employee participated.
- 4 (3) No former state officer or state employee may accept an
- 5 offer of employment or receive compensation from an employer if the
- 6 officer or employee knows or has reason to believe that the offer of
- 7 employment or compensation was intended, in whole or in part,
- 8 directly or indirectly, to influence the officer or employee or as
- 9 compensation or reward for the performance or nonperformance of a
- 10 duty by the officer or employee during the course of state employment.
- 11 (4) No former state officer or state employee may accept an
- 12 offer of employment or receive compensation from an employer if the
- 13 circumstances would lead a reasonable person to believe the offer
- 14 has been made, or compensation given, for the purpose of influencing
- 15 the performance or nonperformance of duties by the officer or
- 16 employee during the course of state employment.
- 17 (5) No former state officer or state employee may at any time
- 18 subsequent to his or her state employment assist another person,
- 19 whether or not for compensation, in any transaction involving the
- 20 state in which the former state officer or state employee at any
- 21 time participated during state employment. This subsection shall not
- 22 be construed to prohibit any employee or officer of a state employee
- 23 organization from rendering assistance to state officers or state
- 24 employees in the course of employee organization business.
- 25 (6)(a) Statewide elected officials and state legislators shall
- 26 <u>file a postemployment disclosure statement under section 3 of this</u>
- 27 act.
- (b) Statewide elected officials and state legislators, within
- 29 one year after leaving office, may not receive compensation for:
- 30 (i) Serving as a lobbyist as defined in RCW 42.17A.005 for others;
- 31 (ii) Lobbying on behalf of a state or local agency as described
- 32 <u>in RCW 42.17A.635;</u>
- 33 (iii) Practicing or appearing before any state agency; or

- 1 (iv) Attempting, on behalf of another, to influence a state
- 2 <u>action by any state agency.</u>
- 3 (c) This subsection (6) does not apply to persons receiving
- 4 compensation for the following activities:
- 5 (i) Performing official duties not related to lobbying as a
- 6 current state officer or state employee;
- 7 (ii) Leaving a state agency to take another state agency, local
- 8 agency, or federal government position as long as that position does
- 9 <u>not involve lobbying;</u>
- 10 (iii) Representing a person in a judicial or quasi-judicial
- 11 proceeding including administrative hearings;
- (iv) Being called or requested to testify in any judicial or
- 13 quasi-judicial proceeding, or in public sessions of the committees
- 14 of the legislature;
- (v) Participating in rule making at the request of an agency
- 16 under RCW 34.05.310;
- (vi) Assisting a natural person or corporation in obtaining or
- 18 completing application forms or other forms required by a state
- 19 agency for the conduct of business, or similar ministerial
- 20 activities defined in rule by the ethics boards; or
- 21 (vii) Activities approved by a waiver under the relevant ethics
- 22 boards.
- 23 (7) The ethics boards shall adopt rules at each of their
- 24 agencies describing a process for a person to seek a waiver from the
- 25 postemployment requirements in subsection (6)(b) of this section.
- 26 Rules must be adopted by July 1, 2021. No waiver may be granted from
- 27 the requirement to file a postemployment disclosure statement in
- 28 <u>subsection (6)(a) of this section. The ethics boards are authorized</u>
- 29 to delegate waiver approval to the chair or the chair's designee,
- 30 including the executive director. Before granting a waiver, the
- 31 board must find that:
- 32 (a) The postemployment activity presents no conflict with the
- 33 <u>state's interest;</u>

- 1 (b) A need for the former officer's compensated service
- 2 outweighs any potential or perceived conflict with the state's
- 3 <u>interest;</u> or
- 4 (c) Extraordinary, emergency, or unique circumstances otherwise
- 5 warrant granting a waiver.
- 6 (8) As used in this section, "employer" means a person as
- 7 defined in RCW 42.52.010 or any other entity or business that the
- 8 person owns or in which the person has a controlling interest. For
- 9 purposes of subsection (1) of this section, the term "employer" does
- 10 not include a successor organization to the rural development
- 11 council under chapter 43.31 RCW.

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- 13 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 42.52
- 14 RCW to read as follows:
- 15 (1) The postemployment disclosure statement required under RCW
- 16 42.52.080(6) must include the following information:
- 17 (a) The name of the person leaving state service;
- 18 (b) The position held in state government before leaving state
- 19 service and the name of the most recent employer agency; and
- 20 (c) An acknowledgment that the person has reviewed RCW 42.52.080
- 21 and 42.52.090, and for former executive branch employees, RCW
- 22 42.52.100.
- 23 (2) If, following state service, the person leaving state
- 24 service receives compensation from an employer or other entity that
- 25 does business with the state or takes action to influence any state
- 26 policy, rule, legislative matter, or action, the postemployment
- 27 disclosure statement required under RCW 42.52.080(6) must also
- 28 include the following information:
- 29 (a) The name and address of the new employer or source of
- 30 compensation following state service;
- 31 (b) The name of the supervisor at the new employer, if any, or
- 32 other identifying information of the principal of the employing or
- 33 contracting entity;
- 34 (c) The date such new employment begins or began; and

- 1 (d) A description of anticipated postemployment duties at the
- 2 new employer or employing business or provided by a contract.
- 3 (3) The person must date the statement and sign it under oath.
- 4 An electronic signature is permitted if the form is filed
- 5 electronically.
- 6 (4)(a) The statement is required during the twelve-month period
- 7 after the date the person leaves state service and takes a new
- 8 employment position or receives compensation during that same
- 9 period. The information in the statement is public information.
- 10 (b) The person shall submit the statement to the respective
- 11 ethics board no later than fourteen days after the person leaves
- 12 state service to take a compensated employment position or takes the
- 13 compensated employment position, whichever occurs earlier.
- 14 (c) If during the twelve-month period a person changes employers
- 15 or sources of employment compensation to another employer that does
- 16 business with the state or takes action to influence any state
- 17 policy, rule, legislative matter, or action, he or she shall submit
- 18 a new statement within forty-five days.
- 19 (d) For the purposes of this section and the statement required
- 20 by it, compensation does not mean income received through the
- 21 person's retirement or investment accounts, social security, or
- 22 similar sources.
- 23 (5) The ethics boards shall collaborate as necessary to design a
- 24 uniform postemployment statement that permits online filing and on a
- 25 process to send copies of filed statements to the executive ethics
- 26 board. The ethics boards may adopt the statement and filing process
- 27 by rule.
- 28 (6) The legislative ethics board and the commission on judicial
- 29 conduct shall provide a copy of filed postemployment statements to
- 30 the executive ethics board. Postemployment statements must be made
- 31 available online in a searchable database on the executive ethics
- 32 board web site. The other ethics boards and the public disclosure
- 33 commission shall link to the database on their respective web sites.
- 34 "Searchable database" means copies of statements are posted on the

- 1 executive ethics board's web site and can be searched by the names
- 2 of the employee or state officer, former employer, and if required
- 3 to be disclosed under subsection (2) of this section, the new
- 4 employer.
- 5 (7) The ethics boards may adopt rules to implement this section
- 6 with any initial rules adopted by July 1, 2021.

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- 8 <u>NEW SECTION.</u> **Sec. 3.** The ethics boards may begin the
- 9 rulemaking process under sections 1 and 2 of this act on the
- 10 effective date of this section.

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- 12 <u>NEW SECTION.</u> **Sec. 4.** This act applies to statewide elected
- 13 officials and state legislators who were employed in state positions
- 14 on or after the effective date of this section.

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- 16 <u>NEW SECTION.</u> **Sec. 5.** Sections 1, 2, and 4 of this act take
- 17 effect July 1, 2021.

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- 19 <u>NEW SECTION.</u> **Sec. 6.** If any provision of this act or its
- 20 application to any person or circumstance is held invalid, the
- 21 remainder of the act or the application of the provision to other
- 22 persons or circumstances is not affected.

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- On page 1, line 1 of the title, after "Relating to" strike the
- 27 remainder of the title and insert "enhancing oversight and
- transparency of lobbying activity; amending RCW 42.52.080; adding a
- new section to chapter 42.52 RCW; creating new sections; and
- 29 providing an effective date."
 - <u>EFFECT:</u> (1) Prohibits statewide elected officials and state legislators from receiving compensation within one year of leaving state service, unless a waiver is granted, for lobbying on behalf of a public agency.
 - (2) Removes legislative intent language.
 - (3) Changes the bill title.