ENGROSSED HOUSE BILL 2821

State of Washington 52nd Legislature 1992 Regular Session

By Representatives Jones, Bowman, Kremen, Wynne, Rayburn, Hargrove, Basich, Scott, Ogden, Morris, Riley, Haugen, Sheldon, Rasmussen, J. Kohl, Franklin, Brekke and Brumsickle

Read first time 01/28/92. Referred to Committee on Trade & Economic Development.

AN ACT Relating to designating certain communities as additional timber impact areas; amending RCW 50.70.010, 43.31.601, 43.160.020, 43.20A.750, 28B.80.570, and 70.47.115; amending 1991 c 314 s 26 (uncodified); reenacting and amending RCW 28B.50.030; and declaring an emergency.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 Sec. 1. RCW 50.70.010 and 1991 c 315 s 5 are each amended to read 8 as follows:

9 Unless the context clearly requires otherwise, the definitions in 10 this section apply throughout this chapter.

11 (1) "Department" means the employment security department.

12 (2) "Dislocated forest products worker" means a forest products 13 worker who: (a)(i) Has been terminated or received notice of 14 termination from employment and is unlikely to return to employment in

the individual's principal occupation or previous industry because of 1 2 a diminishing demand for his or her skills in that occupation or 3 industry; or (ii) is self-employed and has been displaced from his or 4 her business because of the diminishing demand for the business's services or goods; and (b) at the time of last separation from 5 б employment, resided in or was employed in a timber impact area.

7 (3) "Forest products worker" means a worker in the forest products industries affected by the reduction of forest fiber enhancement, 8 9 transportation, or production. The workers included within this 10 definition shall be determined by the employment security department, but shall include workers employed in the industries assigned the major 11 group standard industrial classification codes "24" and "26" and the 12 13 industries involved in the harvesting and management of logs, 14 transportation of logs and wood products, processing of wood products, and the manufacturing and distribution of wood processing and logging 15 equipment. The commissioner may adopt rules further interpreting these 16 17 definitions. For the purposes of this subsection, "standard industrial classification code" means the code identified in RCW 50.29.025(6)(c). 18 19 (4) "Program" means the employment and career orientation program 20 for dislocated forest products workers administered by the employment

security department in conjunction with the department of natural 21 22 resources.

23 (5) "Enrollee" means any person enrolled in the program.

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(6) "Project" means the natural resource worker project.

25 (7) "Timber impact area" means:

(a) A county having a population of less than five hundred 26 27 thousand, or a city or town located within a county having a population of less than five hundred thousand, and meeting two of the following 28 29 three criteria, as determined by the employment security department, for the most recent year such data is available: (((a))) <u>(i)</u> A lumber 30 EHB 2821 p. 2 of 15

and wood products employment location quotient at or above the state 1 2 average; (((b))) <u>(ii)</u> projected or actual direct lumber and wood 3 products job losses of one hundred positions or more, except counties 4 having a population greater than two hundred thousand but less than five hundred thousand must have direct lumber and wood products job 5 б losses of one thousand positions or more; or (((c))) (iii) an annual unemployment rate twenty percent or more above the state average; or 7 (b) Additional communities as the economic recovery coordinating 8 9 board, established in RCW 43.31.631, designates based on a finding by 10 the board that each designated community is socially and economically integrated with areas that meet the definition of a timber impact area 11 12 under (a) of this subsection.

13 Sec. 2. RCW 43.31.601 and 1991 c 314 s 2 are each amended to read 14 as follows:

15 For the purposes of RCW 43.31.601 through 43.31.661:

16 (1) "Board" means the economic recovery coordination board;

17 (2) "Timber impact area" means:

18 (a) A county having a population of less than five hundred 19 thousand, or a city or town located within a county having a population 20 of less than five hundred thousand, and meeting two of the following three criteria, as determined by the employment security department, 21 22 for the most recent year such data is available: $((\frac{a}{a}))$ <u>(i)</u> A lumber 23 and wood products employment location quotient at or above the state average; (((b))) <u>(ii)</u> projected or actual direct lumber and wood 24 products job losses of one hundred positions or more, except counties 25 having a population greater than two hundred thousand but less than 26 27 five hundred thousand must have direct lumber and wood products job 28 losses of one thousand positions or more; or (((c))) (iii) an annual unemployment rate twenty percent or more above the state average; or 29

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1 (b) Additional communities as the economic recovery coordinating 2 board, established in RCW 43.31.631, designates based on a finding by 3 the board that each designated community is socially and economically 4 integrated with areas that meet the definition of a timber impact area 5 under (a) of this subsection.

6 **Sec. 3.** RCW 43.160.020 and 1991 c 314 s 22 are each amended to 7 read as follows:

8 Unless the context clearly requires otherwise, the definitions in 9 this section apply throughout this chapter.

10 (1) "Board" means the community economic revitalization board.

11 (2) "Bond" means any bond, note, debenture, interim certificate, or 12 other evidence of financial indebtedness issued by the board pursuant 13 to this chapter.

14 (3) "Department" means the department of trade and economic
15 development or its successor with respect to the powers granted by this
16 chapter.

17 (4) "Financial institution" means any bank, savings and loan 18 association, credit union, development credit corporation, insurance 19 company, investment company, trust company, savings institution, or 20 other financial institution approved by the board and maintaining an 21 office in the state.

(5) "Industrial development facilities" means "industrial
development facilities" as defined in RCW 39.84.020.

(6) "Industrial development revenue bonds" means tax-exempt revenuebonds used to fund industrial development facilities.

26 (7) "Local government" means any port district, county, city, or27 town.

(8) "Sponsor" means any of the following entities which customarily
 provide service or otherwise aid in industrial or other financing and
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1 are approved as a sponsor by the board: A bank, trust company, savings
2 bank, investment bank, national banking association, savings and loan
3 association, building and loan association, credit union, insurance
4 company, or any other financial institution, governmental agency, or
5 holding company of any entity specified in this subsection.

6 (9) "Umbrella bonds" means industrial development revenue bonds 7 from which the proceeds are loaned, transferred, or otherwise made 8 available to two or more users under this chapter.

9 (10) "User" means one or more persons acting as lessee, purchaser, 10 mortgagor, or borrower under a financing document and receiving or 11 applying to receive revenues from bonds issued under this chapter.

12 (11) "Timber impact area" means:

(a) A county having a population of less than five hundred 13 14 thousand, or a city or town located within a county having a population 15 of less than five hundred thousand, and meeting two of the following three criteria, as determined by the employment security department, 16 17 for the most recent year such data is available: (((a))) <u>(i)</u> A lumber 18 and wood products employment location quotient at or above the state 19 average; (((b))) (<u>ii)</u> projected or actual direct lumber and wood 20 products job losses of one hundred positions or more, except counties having a population greater than two hundred thousand but less than 21 five hundred thousand must have direct lumber and wood products job 22 losses of one thousand positions or more; or (((c))) (iii) an annual 23 24 unemployment rate twenty percent or more above the state average; or

(b) Additional communities as the economic recovery coordinating board, established in RCW 43.31.631, designates based on a finding by the board that each designated community is socially and economically integrated with areas that meet the definition of a timber impact area under (a) of this subsection.

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1 Sec. 4. RCW 43.20A.750 and 1991 c 315 s 28 are each amended to
2 read as follows:

(1) The department of social and health services shall help 3 4 families and workers in timber impact areas make the transition through 5 economic difficulties and shall provide services to assist workers to б gain marketable skills. The department, as a member of the agency timber task force and in consultation with the economic recovery 7 coordination board, and, where appropriate, under an interagency 8 9 agreement with the department of community development, shall provide grants through the office of the secretary for services to the 10 unemployed in timber impact areas, including providing direct or 11 referral services, establishing and operating service delivery 12 programs, and coordinating delivery programs and delivery of services. 13 14 These grants may be awarded for family support centers, reemployment centers, or other local service agencies. 15

16 (2) The services provided through the grants may include, but need 17 not be limited to: Credit counseling; social services including 18 marital counseling; psychotherapy or psychological counseling; mortgage 19 foreclosures and utilities problems counseling; drug and alcohol abuse 20 services; medical services; and residential heating and food 21 acquisition.

(3) Funding for these services shall be coordinated through the economic recovery coordination board which will establish a fund to provide child care assistance, mortgage assistance, and counseling which cannot be met through current programs. No funds shall be used for additional full-time equivalents for administering this section.

(4)(a) Grants for family support centers are intended to provide support to families by responding to needs identified by the families and communities served by the centers. Services provided by family support centers may include parenting education, child development

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assessments, health and nutrition education, counseling, and
 information and referral services. Such services may be provided
 directly by the center or through referral to other agencies
 participating in the interagency team.

5 (b) The department shall consult with the council on child abuse or 6 neglect regarding grants for family support centers.

7 (5) "Timber impact area" means:

(a) A county having a population of less than five hundred 8 9 thousand, or a city or town located within a county having a population 10 of less than five hundred thousand, and meeting two of the following three criteria, as determined by the employment security department, 11 12 for the most recent year such data is available: (((a))) <u>(i)</u> A lumber and wood products employment location quotient at or above the state 13 14 average; (((b))) <u>(ii)</u> projected or actual direct lumber and wood products job losses of one hundred positions or more, except counties 15 having a population greater than two hundred thousand but less than 16 17 five hundred thousand must have direct lumber and wood products job 18 losses of one thousand positions or more; or (((c))) (iii) an annual 19 unemployment rate twenty percent or more above the state average; or 20 (b) Additional communities as the economic recovery coordinating board, established in RCW 43.31.631, designates based on a finding by 21 the board that each designated community is socially and economically 22 23 integrated with areas that meet the definition of a timber impact area 24 under (a) of this subsection.

Sec. 5. RCW 28B.50.030 and 1991 c 315 s 15 and 1991 c 238 s 22 are each reenacted and amended to read as follows:

As used in this chapter, unless the context requires otherwise, the term:

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(1) "System" shall mean the state system of community and technical
 colleges, which shall be a system of higher education.

3 (2) "Board" shall mean the work force training and education4 coordinating board.

5 (3) "College board" shall mean the state board for community and
6 technical colleges created by this chapter.

7 (4) "Director" shall mean the administrative director for the state8 system of community and technical colleges.

9 (5) "District" shall mean any one of the community and technical 10 college districts created by this chapter.

11 (6) "Board of trustees" shall mean the local community and 12 technical college board of trustees established for each college 13 district within the state.

14 (7) "Occupational education" shall mean that education or training 15 that will prepare a student for employment that does not require a 16 baccalaureate degree.

17 (8) "K-12 system" shall mean the public school program including18 kindergarten through the twelfth grade.

(9) "Common school board" shall mean a public school district boardof directors.

21 (10) "Community college" shall include those higher education 22 institutions that conduct education programs under RCW 28B.50.020.

(11) "Technical college" shall include those higher education 23 24 institutions with the sole mission of conducting occupational education, basic skills, literacy programs, and offering on short 25 notice, when appropriate, programs that meet specific industry needs. 26 27 The programs of technical colleges shall include, but not be limited to, continuous enrollment, competency-based instruction, industry-28 29 experienced faculty, curriculum integrating vocational and basic skills education, and curriculum approved by representatives of employers and 30

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labor. For purposes of this chapter, technical colleges shall include
 Lake Washington Vocational-Technical Institute, Renton Vocational Technical Institute, Bates Vocational-Technical Institute, Clover Park
 Vocational Institute, and Bellingham Vocational-Technical Institute.

(12) "Adult education" shall mean all education or instruction, 5 б including academic, vocational education or training, basic skills and 7 literacy training, and "occupational education" provided by public educational institutions, including common school districts for persons 8 9 who are eighteen years of age and over or who hold a high school 10 diploma or certificate. However, "adult education" shall not include academic education or instruction for persons under twenty-one years of 11 age who do not hold a high school degree or diploma and who are 12 13 attending a public high school for the sole purpose of obtaining a high school diploma or certificate, nor shall "adult education" include 14 15 education or instruction provided by any four year public institution of higher education. 16

17 "Dislocated forest product worker" shall mean a forest (13)18 products worker who: (a)(i) Has been terminated or received notice of 19 termination from employment and is unlikely to return to employment in 20 the individual's principal occupation or previous industry because of a diminishing demand for his or her skills in that occupation or 21 industry; or (ii) is self-employed and has been displaced from his or 22 her business because of the diminishing demand for the business's 23 24 services or goods; and (b) at the time of last separation from 25 employment, resided in or was employed in a timber impact area.

(14) "Forest products worker" shall mean a worker in the forest products industries affected by the reduction of forest fiber enhancement, transportation, or production. The workers included within this definition shall be determined by the employment security department, but shall include workers employed in the industries

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assigned the major group standard industrial classification codes "24" 1 2 and "26" and the industries involved in the harvesting and management 3 of logs, transportation of logs and wood products, processing of wood 4 products, and the manufacturing and distribution of wood processing and 5 logging equipment. The commissioner may adopt rules further interpreting these definitions. For the purposes of this subsection, б 7 "standard industrial classification code" means the code identified in RCW 50.29.025(6)(c). 8

9 (15) "Timber impact area" shall mean:

10 (a) A county having a population of less than five hundred thousand, or a city or town located within a county having a population 11 of less than five hundred thousand, and meeting two of the following 12 three criteria, as determined by the employment security department, 13 14 for the most recent year such data is available: $((\frac{a}{a}))$ <u>(i)</u> A lumber and wood products employment location quotient at or above the state 15 16 average; (((b))) <u>(ii)</u> projected or actual direct lumber and wood 17 products job losses of one hundred positions or more, except counties having a population greater than two hundred thousand but less than 18 19 five hundred thousand must have direct lumber and wood products job 20 losses of one thousand positions or more; or (((c))) (iii) an annual unemployment rate twenty percent or more above the state average; or 21 (b) Additional communities as the economic recovery coordinating 22 board, established in RCW 43.31.631, designates based on a finding by 23 24 the board that each designated community is socially and economically 25 integrated with areas that meet the definition of a timber impact area under (a) of this subsection. 26

27 Sec. 6. RCW 28B.80.570 and 1991 c 315 s 18 are each amended to 28 read as follows:

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Unless the context clearly requires otherwise, the definitions in
 this section apply throughout RCW 28B.80.575 through 28B.80.585.

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(1) "Board" means the higher education coordinating board.

4 (2) "Dislocated forest products worker" means a forest products (a)(i) Has been terminated or received notice of 5 worker who: б termination from employment and is unlikely to return to employment in the individual's principal occupation or previous industry because of 7 a diminishing demand for his or her skills in that occupation or 8 9 industry; or (ii) is self-employed and has been displaced from his or her business because of the diminishing demand for the business's 10 services or goods; and (b) at the time of last separation from 11 employment, resided in or was employed in a timber impact area. 12

(3) "Forest products worker" means a worker in the forest products 13 14 industries affected by the reduction of forest fiber enhancement, 15 transportation, or production. The workers included within this definition shall be determined by the employment security department, 16 17 but shall include workers employed in the industries assigned the major 18 group standard industrial classification codes "24" and "26" and the 19 industries involved in the harvesting and management of logs, 20 transportation of logs and wood products, processing of wood products, and the manufacturing and distribution of wood processing and logging 21 equipment. The commissioner may adopt rules further interpreting these 22 23 definitions. For the purposes of this subsection, "standard industrial 24 classification code" means the code identified in RCW 50.29.025(6)(c).

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(4) "Timber impact area" means:

26 (a) A county having a population of less than five hundred 27 thousand, or a city or town located within a county having a population 28 of less than five hundred thousand, and meeting two of the following 29 three criteria, as determined by the employment security department, 30 for the most recent year such data is available: (((a))) (i) A lumber

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and wood products employment location quotient at or above the state 1 average; (((b))) <u>(ii)</u> projected or actual direct lumber and wood 2 3 products job losses of one hundred positions or more, except counties 4 having a population greater than two hundred thousand but less than five hundred thousand must have direct lumber and wood products job 5 6 losses of one thousand positions or more; or (((c))) (iii) an annual unemployment rate twenty percent or more above the state average; or 7 (b) Additional communities as the economic recovery coordinating 8 9 board, established in RCW 43.31.631, designates based on a finding by 10 the board that each designated community is socially and economically integrated with areas that meet the definition of a timber impact area 11 under (a) of this subsection. 12

13 Sec. 7. RCW 70.47.115 and 1991 c 315 s 22 are each amended to read 14 as follows:

(1) The administrator, when specific funding is provided and where 15 16 feasible, shall make the basic health plan available ((to dislocated forest products workers and their families)) in timber impact areas. 17 18 The administrator shall prioritize making the plan available under this 19 section to the timber impact areas meeting the following criteria, as determined by the employment security department: (a) A lumber and 20 wood products employment location quotient at or above the state 21 average; (b) a direct lumber and wood products job loss of one hundred 22 23 positions or more; and (c) an annual unemployment rate twenty percent 24 above the state average.

(2) ((Dislocated forest products workers)) <u>Persons</u> assisted under this section shall meet the requirements of enrollee as defined in RCW 70.47.020(4).

(3) For purposes of this section, (((a) "dislocated forest products
 worker" means a forest products worker who: (i)(A) Has been terminated

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or received notice of termination from employment and is unlikely to 1 2 return to employment in the individual's principal occupation or 3 previous industry because of a diminishing demand for his or her skills 4 in that occupation or industry; or (B) is self-employed and has been displaced from his or her business because of the diminishing demand 5 б for the business's services or goods; and (ii) at the time of last separation from employment, resided in or was employed in a timber 7 impact area; (b) "forest products worker" means a worker in the forest 8 9 products industries affected by the reduction of forest fiber enhancement, transportation, or production. The workers included 10 11 within this definition shall be determined by the employment security 12 department, but shall include workers employed in the industries assigned the major group standard industrial classification codes "24" 13 14 and "26" and the industries involved in the harvesting and management 15 of logs, transportation of logs and wood products, processing of wood 16 products, and the manufacturing and distribution of wood processing and 17 logging equipment.

18 The commissioner may adopt rules further interpreting these 19 definitions. For the purposes of this subsection, "standard industrial 20 classification code" means the code identified in RCW 50.29.025(6)(c); 21 and (c))) "timber impact area" means:

(a) A county having a population of less than five hundred 22 thousand, or a city or town located within a county having a population 23 24 of less than five hundred thousand, and meeting two of the following 25 three criteria, as determined by the employment security department, for the most recent year such data is available: (i) A lumber and wood 26 27 products employment location quotient at or above the state average; 28 (ii) projected or actual direct lumber and wood products job losses of 29 one hundred positions or more, except counties having a population greater than two hundred thousand but less than five hundred thousand 30

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1 must have direct lumber and wood products job losses of one thousand 2 positions or more; or (iii) an annual unemployment rate twenty percent 3 or more above the state average; or

4 (b) Additional communities as the economic recovery coordinating 5 board, established in RCW 43.31.631, designates based on a finding by 6 the board that each designated community is socially and economically 7 integrated with areas that meet the definition of a timber impact area 8 under (a) of this subsection.

9 Sec. 8. 1991 c 314 s 26 (uncodified) is amended to read as 10 follows:

(1) For the period beginning July 1, 1991, and ending June 30, 12 1993, in timber impact areas the public works board may award low-13 interest or interest-free loans to local governments for construction 14 of new public works facilities that stimulate economic growth or 15 diversification.

16 (2) For the purposes of this section and section 27 ((of this 17 act)), chapter 314, Laws of 1991:

18 (a) "Public facilities" means bridge, road and street, domestic
19 water, sanitary sewer, and storm sewer systems.

20 (b) "Timber impact area" means:

21 (i) A county having a population of less than five hundred thousand, or a city or town located within a county having a population 22 23 of less than five hundred thousand, and meeting two of the following 24 three criteria, as determined by the employment security department, for the most recent year such data is available: (((i))) (A) A lumber 25 26 and wood products employment location quotient at or above the state average; ((((ii))) (B) projected or actual direct lumber and wood 27 28 products job losses of one hundred positions or more, except counties having a population greater than two hundred thousand but less than 29 EHB 2821 p. 14 of 15

five hundred thousand must have direct lumber and wood products job 1 2 losses of one thousand positions or more; or (((iii))) (C) an annual 3 unemployment rate twenty percent or more above the state average; or (ii) Additional communities as the economic recovery coordinating 4 board, established in RCW 43.31.631, designates based on a finding by 5 6 the board that each designated community is socially and economically 7 integrated with areas that meet the definition of a timber impact area under (b)(i) of this subsection. 8

9 (3) The loans may have a deferred payment of up to five years but 10 shall be repaid within twenty years. The public works board may 11 require other terms and conditions and may charge such rates of 12 interest on its loans as it deems appropriate to carry out the purposes 13 of this section. Repayments shall be made to the public works 14 assistance account.

(4) The board may make such loans irrespective of the annual loancycle and reporting required in RCW 43.155.070.

17 <u>NEW SECTION.</u> **Sec. 9.** This act is necessary for the immediate 18 preservation of the public peace, health, or safety, or support of the 19 state government and its existing public institutions, and shall take 20 effect immediately.

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