

2 SSB 5868 - S AMD  
3 By Senator Skratek

4 Adopted 3/16/93

5 Strike everything after the enacting clause and insert the  
6 following:

7 "NEW SECTION. **Sec. 1.** The legislature finds that the long-term  
8 health of the state and its citizens depends upon the availability of  
9 family-wage jobs, the flexibility and innovativeness of business firms,  
10 the skills and capacity of the work force, local communities that are  
11 strong and adaptive, the availability of affordable housing, local and  
12 regional planning to anticipate and plan for changing circumstances,  
13 and infrastructure to support local social and economic needs, human  
14 services, and safe communities. These factors are tied to one another  
15 and are all critical to maintaining the state's quality of life and  
16 economic health in the face of changing circumstances.

17 The legislature finds that as a result of the rapid pace of social  
18 and economic change, maintaining the quality of life and standard of  
19 living for the citizens of the state will require new and inventive  
20 responses by communities, businesses, nonprofit institutions, and  
21 individuals. The state can play a role in assisting such efforts by  
22 reorganizing state assistance efforts to form partnerships with the  
23 private and nonprofit sectors, requiring new partnerships at the local  
24 level, and facilitating new relations within industries.

25 The legislature further finds that it is in the interest of the  
26 state to create one agency to coordinate and assist self-sufficiency  
27 programs for individuals, communities, and industries. The  
28 consolidation of the department of trade and economic development and  
29 the department of community development into one department will  
30 improve the efficiency and effectiveness with which state services are  
31 delivered to build the skill and capacity of our citizens, businesses,  
32 and local communities to respond to economic change. Such a  
33 consolidation will increase accountability to the public, the  
34 executive, and the legislature for the performance of community and  
35 economic development functions.

1 It is the intent of the legislature in consolidating the two  
2 agencies that the community and economic development functions be  
3 merged in a manner that allows the new department to direct state  
4 resources of significant scope and scale to (1) communities or groups  
5 of communities with the greatest relative economic need and the fewest  
6 resources and (2) targeted sectors of the economy that have the  
7 greatest potential for either wealth generation through value-added  
8 production, or for negative economic impact on the state or its  
9 communities. The legislature intends through this consolidation to  
10 encourage state actions to build and diversify the economy to encourage  
11 long-term, family-wage employment and promote and assist in providing  
12 the physical and social infrastructure needed to support the creation  
13 and maintenance of such employment. It is also the intent of the  
14 legislature to support economic growth that is environmentally  
15 sustainable and employment that is derived from maintaining the  
16 environment and from sustainable use of natural resources.

17 It is the further intent of the legislature in this consolidation  
18 to maximize the use of local expertise and local community resources in  
19 the delivery of economic and community development services, and to  
20 ensure that the services offered are the ones desired by the state's  
21 community and business customers. The community services and community  
22 development services of the department, such as growth management,  
23 community services block grants, early childhood education, and the  
24 housing trust fund shall be administered in accord with their  
25 implementing legislation.

26 NEW SECTION. **Sec. 2.** (1) The purpose of this chapter is to  
27 establish the broad outline of the structure of the department of  
28 community and economic resources, leaving specific details of its  
29 internal organization and management to those charged with its  
30 administration.

31 (2) It is also the purpose of this chapter to establish a  
32 department of the state to:

33 (a) Aid in providing financial and technical assistance to the  
34 communities of the state, to assist in improving the delivery of  
35 federal, state, and local programs, and to provide communities with  
36 opportunities for productive and coordinated development beneficial to  
37 the well-being of the communities and their residents;

1 (b) Assist firms and industries increase their competitiveness in  
2 the world economy, diversify the state's economy, and increase the  
3 environmental sustainability of the state's industries, so that they  
4 may provide stable family-wage employment for the state's citizens; and

5 (c) Support local government and nonprofit institution programs  
6 that help families and individuals reach economic self-sufficiency and  
7 stabilize the communities in which they live.

8 NEW SECTION. **Sec. 3.** Unless the context clearly requires  
9 otherwise, the definitions in this section apply throughout this  
10 chapter.

11 (1) "Associate development organization" means a local economic  
12 development nonprofit corporation.

13 (2) "Department" means the department of community and economic  
14 resources.

15 (3) "Director" means the director of the department of community  
16 and economic resources.

17 (4) "Small business" means any business entity, including a sole  
18 proprietorship, corporation, partnership, or other legal entity, that  
19 is owned and operated independently from all other businesses, that has  
20 the purpose of making a profit, and that has fifty or fewer employees.

21 (5) "Distressed area" has the meaning in RCW 43.165.010.

22 (6) "Impact area" means (a) distressed counties as defined in RCW  
23 43.165.010(3)(a); (b) subcounty areas in those counties which are not  
24 covered under (a) of this subsection which are timber impact areas as  
25 defined in RCW 43.31.601; (c) urban subcounty areas as defined in RCW  
26 43.165.010(3)(c); and (d) areas not currently experiencing economic  
27 distress which the department anticipates as likely to experience  
28 distress in the near future, such as areas experiencing defense budget  
29 reductions or suffering dislocations from natural resource issues such  
30 as salmon recovery.

31 NEW SECTION. **Sec. 4.** A state department of community and economic  
32 resources is created. The department shall be vested with all powers  
33 and duties established or transferred to it under this chapter and such  
34 other powers and duties as may be authorized by law.

35 NEW SECTION. **Sec. 5.** The executive head of the department shall  
36 be the director. The director shall be appointed by the governor with

1 the consent of the senate, and shall serve at the pleasure of the  
2 governor. The director shall be paid a salary to be fixed by the  
3 governor in accordance with RCW 43.03.040.

4 NEW SECTION. **Sec. 6.** (1) The director shall supervise and  
5 administer the activities of the department and shall advise the  
6 governor and the legislature with respect to economic and community  
7 development matters affecting the state.

8 (a) The director may:

9 (i) Enter into contracts on behalf of the state to carry out the  
10 purposes of this chapter;

11 (ii) Act for the state in the initiation of or participation in any  
12 multigovernmental program relative to the purpose of this chapter; and

13 (iii) Accept gifts and grants, whether such grants be of federal or  
14 other funds;

15 (b) The director shall:

16 (i) Appoint such deputy directors, assistant directors, and up to  
17 seven special assistants as may be needed to administer the department.  
18 These employees are exempt from the provisions of chapter 41.06 RCW;

19 (ii) Prepare and submit for executive and legislative action on the  
20 budget for the department;

21 (iii) Submit recommendations for legislative actions as are deemed  
22 necessary to further the purposes of this chapter; and

23 (iv) Adopt rules in accordance with chapter 34.05 RCW and perform  
24 all other functions necessary and proper to carry out the purposes of  
25 this chapter.

26 (2) When federal or other funds are received by the department,  
27 they shall be promptly transferred to the state treasurer and  
28 thereafter expended only upon the approval of the director.

29 (3) The director may request information and assistance from all  
30 other agencies, departments, and officials of the state, and may  
31 reimburse such agencies, departments, or officials if such a request  
32 imposes any additional expenses upon any such agency, department, or  
33 official.

34 (4) The director shall, in carrying out the responsibilities of  
35 office, consult with governmental officials, private groups, and  
36 individuals and with officials of other states, and may, if the  
37 director deems it desirable, hold public hearings to obtain information  
38 to carry out the purposes of this chapter. All state agencies and

1 their officials and the officials of any political subdivision of the  
2 state shall cooperate with and give such assistance to the department,  
3 including the submission of requested information, to allow the  
4 department to carry out its purposes under this chapter.

5 (5) The director may establish additional advisory or coordinating  
6 groups with the legislature, within state government, with state and  
7 other governmental units, with the private sector and nonprofit  
8 entities or in specialized subject areas as may be necessary to carry  
9 out the purposes of this chapter.

10 NEW SECTION. **Sec. 7.** The internal affairs of the department shall  
11 be under the control of the director in order that the director may  
12 manage the department in a flexible and intelligent manner as dictated  
13 by changing contemporary circumstances. Unless specifically limited by  
14 law, the director shall have complete charge and supervisory powers  
15 over the department. The director may create such administrative  
16 structures as the director deems appropriate, except as otherwise  
17 specified by law, and the director may employ such personnel as may be  
18 necessary in accordance with chapter 41.06 RCW.

19 NEW SECTION. **Sec. 8.** The department shall be responsible for  
20 promoting community and economic development within the state by  
21 assisting the state's communities to increase the quality of life of  
22 their citizens and their economic vitality, and by assisting the  
23 state's businesses to maintain and increase their economic  
24 competitiveness, while maintaining a healthy environment. Community  
25 and economic development efforts shall include: Efforts to increase  
26 economic opportunity; local planning to accommodate growth while  
27 maintaining a healthy environment; the promotion and provision of  
28 affordable housing and housing-related services; providing public  
29 infrastructure; business and trade development; assisting firms and  
30 industrial sectors to increase their competitiveness; technology  
31 development, transfer, and diffusion; community services; and public  
32 safety efforts. The department shall have the following functions and  
33 responsibilities:

34 (1) Provide advisory assistance to the governor, other state  
35 agencies, and the legislature on community and economic development  
36 matters and issues;

- 1       (2) Assist the governor in coordinating the activities of state  
2 agencies that have an impact on local government and communities;
- 3       (3) Cooperate with the legislature and the governor in the  
4 development and implementation of strategic plans for the state's  
5 community and economic development efforts;
- 6       (4) Cooperate with and provide technical and financial assistance  
7 to local governments, businesses and community-based organizations  
8 serving the communities of the state for the purpose of aiding and  
9 encouraging orderly, productive, and coordinated development of the  
10 state, and, unless stipulated otherwise, give priority to local  
11 communities with the greatest relative need and the fewest resources;
- 12       (5) Solicit private and federal grants for economic and community  
13 development programs and administer such programs in conjunction with  
14 other programs assigned to the department by the governor or the  
15 legislature;
- 16       (6) Administer community services programs directed to the poor and  
17 infirm through private, nonprofit organizations and units of general  
18 purpose local government and coordinate these programs using, to the  
19 extent possible, integrated case management methods, with other  
20 community and economic development and self-sufficiency efforts of the  
21 department;
- 22       (7) Undertake business development and retention efforts in  
23 coordination with other state agencies, local governments, tribal  
24 governments, and public and private local development groups seeking  
25 new business investment and the expansion and retention of existing  
26 businesses, including providing assistance to local organizations to  
27 resolve environmental and natural resource issues related to economic  
28 development;
- 29       (8) Identify and work with Washington businesses that can use  
30 local, state, and federal assistance to increase domestic and foreign  
31 exports and that are capable of increasing production of goods and  
32 services;
- 33       (9) Market the state's products and services internationally in  
34 close cooperation with other private and public international trade  
35 efforts and act as a centralized location for the assimilation and  
36 distribution of trade information;
- 37       (10) Assist in the production, development, rehabilitation,  
38 preservation, and operation of owner-occupied or rental housing for low  
39 and moderate-income persons; operate programs to assist home ownership,

1 offer housing services, and provide special needs housing services and  
2 units; and qualify as a participating state agency for all programs of  
3 the federal department of housing and urban development or its  
4 successor;

5 (11) Coordinate and administer energy assistance and residential  
6 energy rehabilitation programs of the federal and state government  
7 through nonprofit organizations, local governments, and housing  
8 authorities;

9 (12) Administer state and federal categorical or block grants in a  
10 timely and cost-effective manner;

11 (13) Administer and coordinate targeted education programs assigned  
12 to the department in an integrated manner in order to maximize the case  
13 management value of such programs;

14 (14) Develop, or assist local governments in developing housing  
15 plans required by the state or federal government;

16 (15) Participate with other states or subdivisions thereof in  
17 interstate programs and assist cities, counties, municipal  
18 corporations, governmental conferences or councils, and regional  
19 planning commissions to participate with other states and provinces or  
20 their subdivisions;

21 (16) Hold public hearings and meetings to carry out the purposes of  
22 this chapter;

23 (17) Market and coordinate the attraction of visitors and  
24 conventions to the state and the expansion of the tourism industry  
25 throughout the state in cooperation with the visitor industry, as well  
26 as public and private tourism development organizations;

27 (18) Promote, market, and encourage growth in the production of  
28 films and videos, as well as television commercials, within the state;

29 (19) Administer family services and programs to promote the state's  
30 policy as provided in RCW 74.14A.025;

31 (20) Conduct research and analysis in furtherance of the state's  
32 economic and community development efforts including maintenance of  
33 current information on market and economic trends as they affect  
34 different industrial sectors, geographic regions, and communities with  
35 special economic problems in the state;

36 (21) Provide support to strengthen local capacity for controlling  
37 risk to life and property that may result from fires and emergencies,  
38 and provide a comprehensive state-level focus for fire protection  
39 services, funding, and policy;

1 (22) Provide for the identification and preservation of the state's  
2 historical and cultural resources;

3 (23) Coordinate a comprehensive state program for mitigating,  
4 preparing for, responding to, and recovering from emergencies and  
5 disasters;

6 (24) Promote volunteerism and citizen service as a means for  
7 accomplishing local community and economic development goals and  
8 objectives; and

9 (25) Assist local governments to plan for new growth while  
10 preserving environmental quality and open space.

11 NEW SECTION. **Sec. 9.** (1) The director of the department of trade  
12 and economic development and the director of the department of  
13 community development shall, by November 15, 1993, jointly submit a  
14 plan to the governor for the consolidation and smooth transition of the  
15 department of trade and economic development and the department of  
16 community development into the department of community and economic  
17 resources so that the departments will operate as a single entity on  
18 July 1, 1994.

19 (2) The plan shall include:

20 (a) Strategies for a sectoral focus in economic development, a  
21 targeted geographic focus in the delivery of economic and community  
22 development services, and the integration of community-based approaches  
23 in the delivery of economic development services;

24 (b) Implementation steps for the department's efforts at:

25 (i) Technology transfer and technology diffusion;

26 (ii) Linking work force training to its other community and  
27 business assistance efforts;

28 (iii) Assisting local governments in planning and encouraging a  
29 balance of economic growth between urban and rural areas;

30 (iv) Providing small business financial and technical assistance  
31 including self-employment assistance and entrepreneurial development;

32 (v) Marketing and promotion of Washington products and enhancing  
33 the participation of the state's businesses in global trade;

34 (vi) Coordination of federal, state, and local community and  
35 economic development efforts with the state and maximizing federal  
36 community and economic development resources within the state;

37 (vii) Leveraging limited state resources and broadening the base of  
38 involvement by working collaboratively and forming partnerships with



1 private and public institutes of higher education and other public,  
2 private, and nonprofit organizations;

3 (viii) Addressing the special needs of economically disadvantaged  
4 communities and business sectors in transition; and

5 (ix) Carrying out the policy objectives set forth in section 10 of  
6 this act.

7 (c) The establishment of benchmarks by which to measure progress  
8 and the evaluation of the performance and effectiveness of the  
9 department's efforts.

10 (3) In developing this plan, the directors shall consider existing  
11 functions and programs of both agencies and make recommendations for  
12 any changes in programs and functions.

13 (4) In developing this plan, the directors shall establish an  
14 advisory committee of representatives of groups using services and  
15 programs of both departments. The advisory committee shall include  
16 representatives of cities, counties, port districts, businesses,  
17 associate development organizations, low-income housing interests,  
18 Indian tribes, community action programs, public safety groups,  
19 community-based nonprofit development organizations, and any other  
20 organizations the directors determine should have input to the plan.

21 NEW SECTION. **Sec. 10.** In the next four years after the effective  
22 date of this section, the department shall pursue the following policy  
23 objectives:

24 (1) Develop, promote, and support partnerships at the local and  
25 regional level between local development organizations including local  
26 governments, associate development organizations, community action  
27 agencies, port districts, private industry councils, community-based  
28 nonprofit development organizations, chambers of commerce, community  
29 colleges, technical colleges, and other institutions of higher  
30 education;

31 (2) Diversify the state economy in economic sectors that offer the  
32 prospect of family-wage employment through (a) the establishment of  
33 flexible networks of firms and (b) identification of problems and  
34 opportunities in industrial competitiveness;

35 (3) Encourage development that maintains the health of the state's  
36 environment while providing employment.

1        NEW SECTION.    **Sec. 11.**    (1) The local economic development service  
2 program is established in the department.    This program shall  
3 coordinate the delivery of economic development services to local  
4 communities or regional areas.    It shall promote partnerships between  
5 the public and private sectors and between state and local officials to  
6 encourage appropriate economic growth in communities throughout the  
7 state.    The program shall promote local economic development by  
8 assisting businesses to start up, maintain, or expand their operations,  
9 by encouraging public infrastructure investment and private capital  
10 investment in local communities, and by expanding employment  
11 opportunities.

12        (2) The department's local economic development service program  
13 shall, among other things, (a) contract with associate development  
14 organizations for the delivery of economic development services to  
15 local communities or regional areas; (b) enter into interagency  
16 agreements with appropriate state agencies, such as the department of  
17 agriculture and the employment security department, to coordinate the  
18 delivery of economic development services to local communities or  
19 regional areas; (c) enter into agreements with other public  
20 organizations or institutions that provide economic development  
21 services, such as the small business development center, the Washington  
22 technology center, community colleges, technical colleges, the  
23 University of Washington, Washington State University, four-year  
24 colleges and universities, the federal small business administration,  
25 ports, and others, to coordinate the delivery of economic development  
26 services to local communities and regional areas; and (d) provide  
27 training, through contracts with public or private organizations, and  
28 other assistance to associate development organizations to the extent  
29 resources allow.

30        (3) The department shall coordinate economic development efforts to  
31 minimize program redundancy and maximize accessibility.    The department  
32 shall work to develop links between the state and service users as well  
33 as among the service users themselves.

34        (4) It is the intent of the legislature that the associate  
35 development organizations contracted with under this program shall  
36 promote and coordinate, through local service agreements or other  
37 methods, the delivery of economic development services in their areas  
38 that are provided by public and private organizations, including state  
39 agencies.

1 (5) The legislature encourages local associate development  
2 organizations to form partnerships with other associate development  
3 organizations in their region to combine resources for better access to  
4 available services, to encourage regional delivery of state services,  
5 and to more effectively build the local capacity of communities in the  
6 region.

7 (6)(a) The department shall divide the state into service delivery  
8 regions. In creating these regions, the department shall consult with  
9 associate development organizations, port districts, and other local  
10 economic development entities. The department may use a challenge  
11 grant process to carry out the purposes of this section. Each region  
12 shall meet the following criteria:

13 (i) Each region shall have a population of no less than one hundred  
14 thousand;

15 (ii) Each region shall contain at least one institution of higher  
16 education as defined in RCW 28B.10.016; and

17 (iii) Each region shall have organizations and resources capable of  
18 supporting the delivery of community and economic development services  
19 to all parts of the region.

20 The department shall minimize problems of accessibility to services  
21 that result from a geographically large region, and maximize  
22 commonalities between the communities in the region.

23 (b) In each service delivery region the department shall contract  
24 with one associate development organization or a consortium of such  
25 organizations, or another appropriate locally based organization to  
26 coordinate the delivery of economic development services within the  
27 region. The contracting organization shall work with local  
28 governments, associate development organizations, local chambers of  
29 commerce, private industry councils, port districts, labor groups,  
30 institutions of higher education, community action programs, and other  
31 appropriate private, public, or nonprofit community and economic  
32 development groups within the region and shall involve them in the  
33 planning for and delivery of economic development services required by  
34 this section.

35 The contracting organization shall designate five traded sectors of  
36 the region's economy that represent the five most significant sectors  
37 within the region. The contracting organization shall survey  
38 businesses and employees in these sectors on an annual basis to gather  
39 information on the sector's business needs, expansion plans, relocation

1 decisions, training needs, potential layoffs, financing needs,  
2 availability of financing, and other appropriate information about  
3 economic trends and specific employer and employee needs in the region.  
4 The results of these surveys shall be compiled by the department. The  
5 contracting organization shall coordinate methodology for surveying  
6 training needs with the work force training and education coordinating  
7 board.

8 The contracting organization shall participate with the work force  
9 training and education coordinating board, and any regional entities  
10 designated by that board, in providing for the coordination of job  
11 skills training within its region. The contracting organization shall  
12 inform businesses of training providers within its region, and shall  
13 inform training providers as to business training needs within its  
14 region.

15 The contracting organization shall be responsible for coordinating  
16 the delivery of those public or private technical assistance services  
17 required by the businesses and employees in the targeted sectors within  
18 its region, as indicated by survey responses. Such services shall  
19 include entrepreneurial training, production process analysis, product  
20 development assistance, marketing, and financial and other management  
21 services. The contracting organization shall develop a list of  
22 individuals, organizations, and firms qualified to meet specialized  
23 training or business development needs.

24 The department's selection of contracting organizations or  
25 consortiums shall be based on the sufficiency of the organization's or  
26 consortium's proposal to carry out the survey of targeted sectors  
27 within its region and coordinate the delivery of technical assistance  
28 as required by this section.

29 NEW SECTION. **Sec. 12.** The department shall work with private  
30 sector organizations, local governments, local economic development  
31 organizations, and institutions of higher education to assist in the  
32 development of a targeted sectors program. The targeted sectors may  
33 include, but are not limited to, software, forest products,  
34 biotechnology, environmental industries, aerospace, food processing,  
35 tourism, film and video, microelectronics, new materials, robotics, and  
36 machine tools. The department shall, on a continuing basis, evaluate  
37 the potential return to the state from devoting additional resources to  
38 a targeted sectors approach to economic development and including

1 additional sectors in its efforts. The department shall use the  
2 sectorial surveys conducted in each service delivery region in  
3 formulating its sectorial strategies and in designating new targeted  
4 sectors.

5 In assisting in the development of a targeted sector, the  
6 department's activities may include, but are not limited to:

7 (1) Conducting focus group discussions, facilitating meetings, and  
8 conducting studies to identify members of the sector, appraise the  
9 current state of the sector, and identify issues of common concern  
10 within the sector;

11 (2) Supporting the formation of industry associations, publications  
12 of association directories, and related efforts to create or expand the  
13 activities or industry associations;

14 (3) Assisting in the formation of flexible networks by providing  
15 (a) agency employees or private sector consultants trained to act as  
16 flexible network brokers and (b) funding for potential flexible network  
17 participants for the purpose of organizing or implementing a flexible  
18 network;

19 (4) Helping establish research consortia;

20 (5) Facilitating joint training and education programs;

21 (6) Promoting cooperative market development activities;

22 (7) Analyzing the need, feasibility, and cost of establishing  
23 product certification and testing facilities and services; and

24 (8) Providing for methods of electronic communication and  
25 information dissemination among firms and groups of firms to facilitate  
26 network activity.

27 By January 10th of each year, the department shall report in  
28 writing on its targeted sector programs to the appropriate legislative  
29 committees. The department's report shall include an appraisal of the  
30 sector, activities the department has undertaken to assist in the  
31 development of each sector, and recommendations to the legislature  
32 regarding activities that the state should implement but are currently  
33 beyond the scope of the department's program or resources.

34 NEW SECTION. **Sec. 13.** (1) The department shall establish a  
35 technical assistance and training program. The program shall be  
36 designed to increase the economic and community development skills  
37 available in local communities by providing training and funding for  
38 training for local citizens and businesses. Services shall be provided

1 in impact areas and shall be targeted to those communities most in need  
2 of state assistance.

3 (2) The department shall provide direct technical assistance to  
4 local communities to strengthen their role in building their local  
5 economies. This assistance shall include, but not be limited to:

6 (a) Identifying emerging problems in impact areas for businesses,  
7 workers, and communities and providing timely assistance;

8 (b) Evaluating the economic health of a community including its  
9 economic base and its strengths, weaknesses, and opportunities;

10 (c) Assisting communities and nonprofit development entities in  
11 developing local economic development strategies, including the  
12 technical analysis necessary to carry out the strategies;

13 (d) Providing assistance to communities in broadening their local  
14 economic base, including providing management and financial assistance,  
15 entrepreneurial training, and assistance to firms in identifying new  
16 markets and introducing new processes;

17 (e) Assisting communities in responding to economic change,  
18 including supporting organizational and leadership development;

19 (f) Assisting local governments to facilitate the siting of  
20 businesses;

21 (g) Facilitating the formation of flexible networks among groups of  
22 businesses; and

23 (h) Providing technical and managerial assistance to small  
24 businesses including assistance in securing available financing and  
25 industrial modernization.

26 (3) The department shall administer a technical assistance funding  
27 pool for the delivery to impact areas of technical assistance.

28 (4) The department shall establish a community development training  
29 institute to provide intensive economic and community development  
30 skills training to local communities.

31 (5) The department shall establish an entrepreneurial development  
32 institute using a competitive bidding process among educational  
33 institutions and nonprofit development organizations.

34 NEW SECTION. **Sec. 14.** (1) To provide local communities with  
35 flexible sources of funding and community and economic development  
36 programs, the department shall establish and operate a local  
37 development grant program. The program shall coordinate funding for  
38 eligible projects with other federal, state, local, private and

1 nonprofit funding sources. Federal community development block grant  
2 funds administered by the state shall be administered in conjunction  
3 with this program and the department shall, within federal guidelines,  
4 give priority to economic development projects in the use of community  
5 development block grant funds.

6 (2) To be eligible to receive funds under this program an  
7 organization must be a local government, community-based organization,  
8 nonprofit development organization, port district, or Indian tribe.  
9 Any local government, associate development organization, or port  
10 district requesting funds shall demonstrate the participation of a  
11 cultural, economic, and ethnic cross-section of the local community in  
12 the project, including business, labor, nonprofit community-based  
13 organizations, and educational institutions.

14 (3) In awarding grants under this program, preference shall be  
15 given to efforts that have the prospect of resulting in long-term,  
16 family-wage employment, to development that is environmentally  
17 sustainable, and to projects that are developed and supported jointly  
18 with nonstate partners. Funds shall not be used for entertainment or  
19 hosting. Funds granted for economic development projects require a  
20 contribution of local funds or resources to the project. No less than  
21 twenty-five percent of available grant funds awarded yearly under this  
22 program shall be awarded to nonprofit, community-based organizations,  
23 and no less than twenty-five percent of available grant funds awarded  
24 yearly under this program shall be awarded to associate development  
25 organizations.

26 (4) The grant program shall include the use of available community  
27 development block grant funds, loan fund or reserve fund resources to  
28 make grants to local development organizations for the establishment of  
29 revolving loan funds for microloans to low-income individuals wishing  
30 to become self-employed. Such grants shall be conditioned on the local  
31 development organization's (a) operating a structured entrepreneurial  
32 training program for its low-income clients and (b) requiring  
33 participation in the training program before awarding a microloan to  
34 those desiring a microloan.

35 **Sec. 15.** RCW 28C.18.060 and 1991 c 238 s 7 are each amended to  
36 read as follows:

37 The board, in cooperation with the operating agencies of the state  
38 training system shall:

1 (1) Concentrate its major efforts on planning, coordination  
2 evaluation, policy analysis, and recommending improvements to the  
3 state's training system.

4 (2) Advocate for the state training system and for meeting the  
5 needs of employers and the work force for work force education and  
6 training.

7 (3) Establish and maintain an inventory of the programs of the  
8 state training system, and related state programs, and perform a  
9 biennial assessment of the vocational education, training, and adult  
10 basic education and literacy needs of the state; identify ongoing and  
11 strategic education needs; and assess the extent to which employment,  
12 training, vocational and basic education, rehabilitation services, and  
13 public assistance services represent a consistent, integrated approach  
14 to meet such needs.

15 (4) Develop and maintain a state comprehensive plan for work force  
16 training and education, including but not limited to, goals,  
17 objectives, and priorities for the state training system, and review  
18 the state training system for consistency with the state comprehensive  
19 plan. In developing the state comprehensive plan for work force  
20 training and education, the board shall use, but shall not be limited  
21 to: Economic, labor market, and populations trends reports in office  
22 of financial management forecasts; joint office of financial management  
23 and employment security department labor force, industry employment,  
24 and occupational forecasts; the results of scientifically based  
25 outcome, net-impact and cost-benefit evaluations; the needs of  
26 employers as evidenced in formal employer surveys and other employer  
27 input; and the needs of program participants and workers as evidenced  
28 in formal surveys and other input from program participants and the  
29 labor community.

30 (5) In consultation with the higher education coordinating board,  
31 review and make recommendations to the office of financial management  
32 and the legislature on operating and capital facilities budget requests  
33 for operating agencies of the state training system for purposes of  
34 consistency with the state comprehensive plan for work force training  
35 and education.

36 (6) Provide for coordination among the different operating agencies  
37 of the state training system at the state level and at the regional  
38 level.



1 (7) Develop a consistent and reliable data base on vocational  
2 education enrollments, costs, program activities, and job placements  
3 from publicly funded vocational education programs in this state.

4 (8) Establish standards for data collection and maintenance for the  
5 operating agencies of the state training system in a format that is  
6 accessible to use by the board. The board shall require a minimum of  
7 common core data to be collected by each operating agency of the state  
8 training system.

9 The board shall develop requirements for minimum common core data  
10 in consultation with the office of financial management and the  
11 operating agencies of the training system.

12 (9) Establish minimum standards for program evaluation for the  
13 operating agencies of the state training system, including, but not  
14 limited to, the use of common survey instruments and procedures for  
15 measuring perceptions of program participants and employers of program  
16 participants, and monitor such program evaluation.

17 (10) Every two years administer scientifically based outcome  
18 evaluations of the state training system, including, but not limited  
19 to, surveys of program participants, surveys of employers of program  
20 participants, and matches with employment security department payroll  
21 and wage files. Every five years administer scientifically based net-  
22 impact and cost-benefit evaluations of the state training system.

23 (11) In cooperation with the employment security department,  
24 provide for the improvement and maintenance of quality and utility in  
25 occupational information and forecasts for use in training system  
26 planning and evaluation. Improvements shall include, but not be  
27 limited to, development of state-based occupational change factors  
28 involving input by employers and employees, and delineation of skill  
29 and training requirements by education level associated with current  
30 and forecasted occupations.

31 (12) Provide for the development of common course description  
32 formats, common reporting requirements, and common definitions for  
33 operating agencies of the training system.

34 (13) Provide for effectiveness and efficiency reviews of the state  
35 training system.

36 (14) In cooperation with the higher education coordinating board,  
37 facilitate transfer of credit policies and agreements between  
38 institutions of the state training system, and encourage articulation

1 agreements for programs encompassing two years of secondary work force  
2 education and two years of postsecondary work force education.

3 (15) In cooperation with the higher education coordinating board,  
4 facilitate transfer of credit policies and agreements between private  
5 training institutions and institutions of the state training system.

6 (16) Participate in the development of coordination criteria for  
7 activities under the job training partnership act with related programs  
8 and services provided by state and local education and training  
9 agencies.

10 (17) Make recommendations to the commission of student assessment,  
11 the state board of education, and the superintendent of public  
12 instruction, concerning basic skill competencies and essential core  
13 competencies for K-12 education. Basic skills for this purpose shall  
14 be reading, writing, computation, speaking, and critical thinking,  
15 essential core competencies for this purpose shall be English, math,  
16 science/technology, history, geography, and critical thinking. The  
17 board shall monitor the development of and provide advice concerning  
18 secondary curriculum which integrates vocational and academic  
19 education.

20 (18) Establish and administer programs for marketing and outreach  
21 to businesses and potential program participants.

22 (19) Facilitate the location of support services, including but not  
23 limited to, child care, financial aid, career counseling, and job  
24 placement services, for students and trainees at institutions in the  
25 state training system, and advocate for support services for trainees  
26 and students in the state training system.

27 (20) Facilitate private sector assistance for the state training  
28 system, including but not limited to: Financial assistance, rotation  
29 of private and public personnel, and vocational counseling.

30 (21) Facilitate programs for school-to-work transition that combine  
31 classroom education and on-the-job training in industries and  
32 occupations without a significant number of apprenticeship programs.

33 (22) Encourage and assess progress for the equitable representation  
34 of racial and ethnic minorities, women, and people with disabilities  
35 among the students, teachers, and administrators of the state training  
36 system. Equitable, for this purpose, shall mean substantially  
37 proportional to their percentage of the state population in the  
38 geographic area served. This function of the board shall in no way

1 lessen more stringent state or federal requirements for representation  
2 of racial and ethnic minorities, women, and people with disabilities.

3 (23) Participate in the planning and policy development of governor  
4 set-aside grants under P.L. 97-300, as amended.

5 (24) Administer veterans' programs, licensure of private vocational  
6 schools, the job skills program, and the Washington award for  
7 vocational excellence.

8 (25) Allocate funding from the state job training trust fund.

9 (26) Work with the director of the department of community and  
10 economic resources to ensure coordination between work force training  
11 priorities and that department's technology diffusion, self-employment,  
12 and business assistance efforts.

13 (27) Adopt rules as necessary to implement this chapter.

14 The board may delegate to the director any of the functions of this  
15 section.

16 **Sec. 16.** RCW 43.17.010 and 1989 1st ex.s. c 9 s 810 are each  
17 amended to read as follows:

18 There shall be departments of the state government which shall be  
19 known as (1) the department of social and health services, (2) the  
20 department of ecology, (3) the department of labor and industries, (4)  
21 the department of agriculture, (5) the department of fisheries, (6) the  
22 department of wildlife, (7) the department of transportation, (8) the  
23 department of licensing, (9) the department of general administration,  
24 (10) the department of (~~trade~~) community and economic (~~development~~)  
25 resources, (11) the department of veterans affairs, (12) the department  
26 of revenue, (13) the department of retirement systems, (14) the  
27 department of corrections, and (15) (~~the department of community~~  
28 ~~development, and (16))~~) the department of health, which shall be  
29 charged with the execution, enforcement, and administration of such  
30 laws, and invested with such powers and required to perform such  
31 duties, as the legislature may provide.

32 **Sec. 17.** RCW 43.17.020 and 1989 1st ex.s. c 9 s 811 are each  
33 amended to read as follows:

34 There shall be a chief executive officer of each department to be  
35 known as: (1) The secretary of social and health services, (2) the  
36 director of ecology, (3) the director of labor and industries, (4) the  
37 director of agriculture, (5) the director of fisheries, (6) the

1 director of wildlife, (7) the secretary of transportation, (8) the  
2 director of licensing, (9) the director of general administration, (10)  
3 the director of ((trade)) community and economic ((development))  
4 resources, (11) the director of veterans affairs, (12) the director of  
5 revenue, (13) the director of retirement systems, (14) the secretary of  
6 corrections, and (15) ((the director of community development, and  
7 {16})) the secretary of health.

8 Such officers, except the secretary of transportation, shall be  
9 appointed by the governor, with the consent of the senate, and hold  
10 office at the pleasure of the governor. The director of wildlife,  
11 however, shall be appointed according to the provisions of RCW  
12 77.04.080. If a vacancy occurs while the senate is not in session, the  
13 governor shall make a temporary appointment until the next meeting of  
14 the senate. A temporary director of wildlife shall not serve more than  
15 one year. The secretary of transportation shall be appointed by the  
16 transportation commission as prescribed by RCW 47.01.041.

17 NEW SECTION. **Sec. 18.** The department of community development is  
18 hereby abolished and its powers, duties, and functions are hereby  
19 transferred to the department of community and economic resources.

20 NEW SECTION. **Sec. 19.** All reports, documents, surveys, books,  
21 records, files, papers, or written material in the possession of the  
22 department of community development shall be delivered to the custody  
23 of the department of community and economic resources. All cabinets,  
24 furniture, office equipment, motor vehicles, and other tangible  
25 property employed by the department of community development shall be  
26 made available to the department of community and economic resources.  
27 All funds, credits, or other assets held by the department of community  
28 development shall be assigned to the department of community and  
29 economic resources.

30 Any appropriations made to the department of community development  
31 shall, on the effective date of this section, be transferred and  
32 credited to the department of community and economic resources.

33 Whenever any question arises as to the transfer of any personnel,  
34 funds, books, documents, records, papers, files, equipment, or other  
35 tangible property used or held in the exercise of the powers and the  
36 performance of the duties and functions transferred, the director of

1 financial management shall make a determination as to the proper  
2 allocation and certify the same to the state agencies concerned.

3 NEW SECTION. **Sec. 20.** All employees of the department of  
4 community development are transferred to the jurisdiction of the  
5 department of community and economic resources. All employees  
6 classified under chapter 41.06 RCW, the state civil service law, are  
7 assigned to the department of community and economic resources to  
8 perform their usual duties upon the same terms as formerly, without any  
9 loss of rights, subject to any action that may be appropriate  
10 thereafter in accordance with the laws and rules governing state civil  
11 service.

12 NEW SECTION. **Sec. 21.** All rules and all pending business before  
13 the department of community development shall be continued and acted  
14 upon by the department of community and economic resources. All  
15 existing contracts and obligations shall remain in full force and shall  
16 be performed by the department of community and economic resources.

17 NEW SECTION. **Sec. 22.** The transfer of the powers, duties,  
18 functions, and personnel of the department of community development  
19 shall not affect the validity of any act performed prior to the  
20 effective date of this section.

21 NEW SECTION. **Sec. 23.** If apportionments of budgeted funds are  
22 required because of the transfers directed by sections 19 through 22 of  
23 this act, the director of financial management shall certify the  
24 apportionments to the agencies affected, the state auditor, and the  
25 state treasurer. Each of these shall make the appropriate transfer and  
26 adjustments in funds and appropriation accounts and equipment records  
27 in accordance with the certification.

28 NEW SECTION. **Sec. 24.** Nothing contained in sections 18 through 23  
29 of this act may be construed to alter any existing collective  
30 bargaining unit or the provisions of any existing collective bargaining  
31 agreement until the agreement has expired or until the bargaining unit  
32 has been modified by action of the personnel board as provided by law.

1        NEW SECTION.    **Sec. 25.**    The department of trade and economic  
2 development is hereby abolished and its powers, duties, and functions  
3 are hereby transferred to the department of community and economic  
4 resources.

5        NEW SECTION.    **Sec. 26.**    All reports, documents, surveys, books,  
6 records, files, papers, or written material in the possession of the  
7 department of trade and economic development shall be delivered to the  
8 custody of the department of community and economic resources. All  
9 cabinets, furniture, office equipment, motor vehicles, and other  
10 tangible property employed by the department of trade and economic  
11 development shall be made available to the department of community and  
12 economic resources. All funds, credits, or other assets held by the  
13 department of trade and economic development shall be assigned to the  
14 department of community and economic resources.

15        Any appropriations made to the department of trade and economic  
16 development shall, on the effective date of this section, be  
17 transferred and credited to the department of community and economic  
18 resources.

19        Whenever any question arises as to the transfer of any personnel,  
20 funds, books, documents, records, papers, files, equipment, or other  
21 tangible property used or held in the exercise of the powers and the  
22 performance of the duties and functions transferred, the director of  
23 financial management shall make a determination as to the proper  
24 allocation and certify the same to the state agencies concerned.

25        NEW SECTION.    **Sec. 27.**    All employees of the department of trade  
26 and economic development are transferred to the jurisdiction of the  
27 department of community and economic resources. All employees  
28 classified under chapter 41.06 RCW, the state civil service law, are  
29 assigned to the department of community and economic resources to  
30 perform their usual duties upon the same terms as formerly, without any  
31 loss of rights, subject to any action that may be appropriate  
32 thereafter in accordance with the laws and rules governing state civil  
33 service.

34        NEW SECTION.    **Sec. 28.**    All rules and all pending business before  
35 the department of trade and economic development shall be continued and  
36 acted upon by the department of community and economic resources. All

1 existing contracts and obligations shall remain in full force and shall  
2 be performed by the department of community and economic resources.

3 NEW SECTION. **Sec. 29.** The transfer of the powers, duties,  
4 functions, and personnel of the department of trade and economic  
5 development shall not affect the validity of any act performed prior to  
6 the effective date of this section.

7 NEW SECTION. **Sec. 30.** If apportionments of budgeted funds are  
8 required because of the transfers directed by sections 26 through 29 of  
9 this act, the director of financial management shall certify the  
10 apportionments to the agencies affected, the state auditor, and the  
11 state treasurer. Each of these shall make the appropriate transfer and  
12 adjustments in funds and appropriation accounts and equipment records  
13 in accordance with the certification.

14 NEW SECTION. **Sec. 31.** Nothing contained in sections 25 through 30  
15 of this act may be construed to alter any existing collective  
16 bargaining unit or the provisions of any existing collective bargaining  
17 agreement until the agreement has expired or until the bargaining unit  
18 has been modified by action of the personnel board as provided by law.

19 **Sec. 32.** RCW 19.85.020 and 1989 c 374 s 1 are each amended to read  
20 as follows:

21 Unless the context clearly indicates otherwise, the definitions in  
22 this section apply through this chapter.

23 (1) "Small business" has the meaning given in ((RCW 43.31.025(4)))  
24 section 3 of this act.

25 (2) "Small business economic impact statement" means a statement  
26 meeting the requirements of RCW 19.85.040 prepared by a state agency  
27 pursuant to RCW 19.85.030.

28 (3) "Industry" means all of the businesses in this state in any one  
29 three-digit standard industrial classification as published by the  
30 United States department of commerce.

31 **Sec. 33.** RCW 42.17.310 and 1992 c 139 s 5 and 1992 c 71 s 12 are  
32 each reenacted and amended to read as follows:

33 (1) The following are exempt from public inspection and copying:

1 (a) Personal information in any files maintained for students in  
2 public schools, patients or clients of public institutions or public  
3 health agencies, or welfare recipients.

4 (b) Personal information in files maintained for employees,  
5 appointees, or elected officials of any public agency to the extent  
6 that disclosure would violate their right to privacy.

7 (c) Information required of any taxpayer in connection with the  
8 assessment or collection of any tax if the disclosure of the  
9 information to other persons would (i) be prohibited to such persons by  
10 RCW 82.32.330 or (ii) violate the taxpayer's right to privacy or result  
11 in unfair competitive disadvantage to the taxpayer.

12 (d) Specific intelligence information and specific investigative  
13 records compiled by investigative, law enforcement, and penology  
14 agencies, and state agencies vested with the responsibility to  
15 discipline members of any profession, the nondisclosure of which is  
16 essential to effective law enforcement or for the protection of any  
17 person's right to privacy.

18 (e) Information revealing the identity of persons who are witnesses  
19 to or victims of crime or who file complaints with investigative, law  
20 enforcement, or penology agencies, other than the public disclosure  
21 commission, if disclosure would endanger any person's life, physical  
22 safety, or property. If at the time a complaint is filed the  
23 complainant, victim or witness indicates a desire for disclosure or  
24 nondisclosure, such desire shall govern. However, all complaints filed  
25 with the public disclosure commission about any elected official or  
26 candidate for public office must be made in writing and signed by the  
27 complainant under oath.

28 (f) Test questions, scoring keys, and other examination data used  
29 to administer a license, employment, or academic examination.

30 (g) Except as provided by chapter 8.26 RCW, the contents of real  
31 estate appraisals, made for or by any agency relative to the  
32 acquisition or sale of property, until the project or prospective sale  
33 is abandoned or until such time as all of the property has been  
34 acquired or the property to which the sale appraisal relates is sold,  
35 but in no event shall disclosure be denied for more than three years  
36 after the appraisal.

37 (h) Valuable formulae, designs, drawings, and research data  
38 obtained by any agency within five years of the request for disclosure  
39 when disclosure would produce private gain and public loss.



1 (i) Preliminary drafts, notes, recommendations, and intra-agency  
2 memorandums in which opinions are expressed or policies formulated or  
3 recommended except that a specific record shall not be exempt when  
4 publicly cited by an agency in connection with any agency action.

5 (j) Records which are relevant to a controversy to which an agency  
6 is a party but which records would not be available to another party  
7 under the rules of pretrial discovery for causes pending in the  
8 superior courts.

9 (k) Records, maps, or other information identifying the location of  
10 archaeological sites in order to avoid the looting or depredation of  
11 such sites.

12 (l) Any library record, the primary purpose of which is to maintain  
13 control of library materials, or to gain access to information, which  
14 discloses or could be used to disclose the identity of a library user.

15 (m) Financial information supplied by or on behalf of a person,  
16 firm, or corporation for the purpose of qualifying to submit a bid or  
17 proposal for (a) a ferry system construction or repair contract as  
18 required by RCW 47.60.680 through 47.60.750 or (b) highway construction  
19 or improvement as required by RCW 47.28.070.

20 (n) Railroad company contracts filed prior to July 28, 1991, with  
21 the utilities and transportation commission under RCW 81.34.070, except  
22 that the summaries of the contracts are open to public inspection and  
23 copying as otherwise provided by this chapter.

24 (o) Financial and commercial information and records supplied by  
25 private persons pertaining to export services provided pursuant to  
26 chapter 43.163 RCW and chapter 53.31 RCW.

27 (p) Financial disclosures filed by private vocational schools under  
28 chapter 28C.10 RCW.

29 (q) Records filed with the utilities and transportation commission  
30 or attorney general under RCW 80.04.095 that a court has determined are  
31 confidential under RCW 80.04.095.

32 (r) Financial and commercial information and records supplied by  
33 businesses during application for loans or program services provided by  
34 chapters 43.163 (~~RCW and chapters 43.31, 43.63A~~), 43.-- (sections 1  
35 through 8, 10 through 14, and 76 of this act), and 43.168 RCW.

36 (s) Membership lists or lists of members or owners of interests of  
37 units in timeshare projects, subdivisions, camping resorts,  
38 condominiums, land developments, or common-interest communities

1 affiliated with such projects, regulated by the department of  
2 licensing, in the files or possession of the department.

3 (t) All applications for public employment, including the names of  
4 applicants, resumes, and other related materials submitted with respect  
5 to an applicant.

6 (u) The residential addresses and residential telephone numbers of  
7 employees or volunteers of a public agency which are held by the agency  
8 in personnel records, employment or volunteer rosters, or mailing lists  
9 of employees or volunteers.

10 (v) The residential addresses and residential telephone numbers of  
11 the customers of a public utility contained in the records or lists  
12 held by the public utility of which they are customers.

13 (w) Information obtained by the board of pharmacy as provided in  
14 RCW 69.45.090.

15 (x) Information obtained by the board of pharmacy or the department  
16 of health and its representatives as provided in RCW 69.41.044,  
17 69.41.280, and 18.64.420.

18 (y) Financial information, business plans, examination reports, and  
19 any information produced or obtained in evaluating or examining a  
20 business and industrial development corporation organized or seeking  
21 certification under chapter 31.24 RCW.

22 (z) Financial and commercial information supplied to the state  
23 investment board by any person when the information relates to the  
24 investment of public trust or retirement funds and when disclosure  
25 would result in loss to such funds or in private loss to the providers  
26 of this information.

27 (aa) Financial and valuable trade information under RCW 51.36.120.

28 (bb) Client records maintained by an agency that is a domestic  
29 violence program as defined in RCW 70.123.020 or a rape crisis center  
30 as defined in RCW 70.125.030.

31 (cc) Information that identifies a person who, while an agency  
32 employee: (i) Seeks advice, under an informal process established by  
33 the employing agency, in order to ascertain his or her rights in  
34 connection with a possible unfair practice under chapter 49.60 RCW  
35 against the person; and (ii) requests his or her identity or any  
36 identifying information not be disclosed.

37 (dd) Business related information protected from public inspection  
38 and copying under RCW 15.86.110.

1 (2) Except for information described in subsection (1)(c)(i) of  
2 this section and confidential income data exempted from public  
3 inspection pursuant to RCW 84.40.020, the exemptions of this section  
4 are inapplicable to the extent that information, the disclosure of  
5 which would violate personal privacy or vital governmental interests,  
6 can be deleted from the specific records sought. No exemption may be  
7 construed to permit the nondisclosure of statistical information not  
8 descriptive of any readily identifiable person or persons.

9 (3) Inspection or copying of any specific records exempt under the  
10 provisions of this section may be permitted if the superior court in  
11 the county in which the record is maintained finds, after a hearing  
12 with notice thereof to every person in interest and the agency, that  
13 the exemption of such records is clearly unnecessary to protect any  
14 individual's right of privacy or any vital governmental function.

15 (4) Agency responses refusing, in whole or in part, inspection of  
16 any public record shall include a statement of the specific exemption  
17 authorizing the withholding of the record (or part) and a brief  
18 explanation of how the exemption applies to the record withheld.

19 **Sec. 34.** RCW 42.17.319 and 1989 c 312 s 7 are each amended to read  
20 as follows:

21 Notwithstanding the provisions of RCW 42.17.260 through 42.17.340,  
22 no financial or proprietary information supplied by investors or  
23 entrepreneurs under chapter ~~((43.31))~~ 43.-- RCW (sections 1 through 8,  
24 10 through 14, and 76 of this act) shall be made available to the  
25 public.

26 **Sec. 35.** RCW 43.17.065 and 1991 c 314 s 28 are each amended to  
27 read as follows:

28 (1) Where power is vested in a department to issue permits,  
29 licenses, certifications, contracts, grants, or otherwise authorize  
30 action on the part of individuals, businesses, local governments, or  
31 public or private organizations, such power shall be exercised in an  
32 expeditious manner. All departments with such power shall cooperate  
33 with officials of the business assistance center of the department of  
34 ~~((trade))~~ community and economic ~~((development))~~ resources, and any  
35 other state officials, when such officials request timely action on the  
36 part of the issuing department.

1 (2) After August 1, 1991, any agency to which subsection (1) of  
2 this section applies shall, with regard to any permits or other actions  
3 that are necessary for economic development in timber impact areas, as  
4 defined in RCW 43.31.601, respond to any completed application within  
5 forty-five days of its receipt; any response, at a minimum, shall  
6 include:

7 (a) The specific steps that the applicant needs to take in order to  
8 have the application approved; and

9 (b) The assistance that will be made available to the applicant by  
10 the agency to expedite the application process.

11 (3) The agency timber task force established in RCW 43.31.621 shall  
12 oversee implementation of this section.

13 (4) Each agency shall define what constitutes a completed  
14 application and make this definition available to applicants.

15 **Sec. 36.** RCW 43.20A.750 and 1992 c 21 s 4 are each amended to read  
16 as follows:

17 (1) The department of social and health services shall help  
18 families and workers in timber impact areas make the transition through  
19 economic difficulties and shall provide services to assist workers to  
20 gain marketable skills. The department, as a member of the agency  
21 timber task force and in consultation with the economic recovery  
22 coordination board, and, where appropriate, under an interagency  
23 agreement with the department of community ((development)) and economic  
24 resources, shall provide grants through the office of the secretary for  
25 services to the unemployed in timber impact areas, including providing  
26 direct or referral services, establishing and operating service  
27 delivery programs, and coordinating delivery programs and delivery of  
28 services. These grants may be awarded for family support centers,  
29 reemployment centers, or other local service agencies.

30 (2) The services provided through the grants may include, but need  
31 not be limited to: Credit counseling; social services including  
32 marital counseling; psychotherapy or psychological counseling; mortgage  
33 foreclosures and utilities problems counseling; drug and alcohol abuse  
34 services; medical services; and residential heating and food  
35 acquisition.

36 (3) Funding for these services shall be coordinated through the  
37 economic recovery coordination board which will establish a fund to  
38 provide child care assistance, mortgage assistance, and counseling

1 which cannot be met through current programs. No funds shall be used  
2 for additional full-time equivalents for administering this section.

3 (4)(a) Grants for family support centers are intended to provide  
4 support to families by responding to needs identified by the families  
5 and communities served by the centers. Services provided by family  
6 support centers may include parenting education, child development  
7 assessments, health and nutrition education, counseling, and  
8 information and referral services. Such services may be provided  
9 directly by the center or through referral to other agencies  
10 participating in the interagency team.

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

13 (5) "Timber impact area" means:

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

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

31 **Sec. 37.** RCW 43.31.057 and 1986 c 183 s 2 are each amended to read  
32 as follows:

33 The department of (~~trade~~) community and economic (~~development~~)  
34 resources is directed to develop and promote means to stimulate the  
35 expansion of the market for Washington products and shall have the  
36 following powers and duties:

37 (1) To develop a pamphlet for state-wide circulation which will  
38 encourage the purchase of items produced in the state of Washington;

1 (2) To include in the pamphlet a listing of products of Washington  
2 companies which individuals can examine when making purchases so they  
3 may have the opportunity to select one of those products in support of  
4 this program;

5 (3) To distribute the pamphlets on the broadest possible basis  
6 through local offices of state agencies, business organizations,  
7 chambers of commerce, or any other means the department deems  
8 appropriate;

9 (4) In carrying out these powers and duties the department shall  
10 cooperate and coordinate with other agencies of government and the  
11 private sector.

12 **Sec. 38.** RCW 43.31.085 and 1989 c 430 s 2 are each amended to read  
13 as follows:

14 The business assistance center shall:

15 (1) Serve as the state's lead agency and advocate for the  
16 development and conservation of businesses.

17 (2) Coordinate the delivery of state programs to assist businesses.

18 (3) Provide comprehensive referral services to businesses requiring  
19 government assistance.

20 (4) Serve as the business ombudsman within state government and  
21 advise the governor and the legislature of the need for new legislation  
22 to improve the effectiveness of state programs to assist businesses.

23 (5) Aggressively promote business awareness of the state's business  
24 programs and distribute information on the services available to  
25 businesses.

26 (6) Develop, in concert with local economic development and  
27 business assistance organizations, coordinated processes that  
28 complement both state and local activities and services.

29 (7) The business assistance center shall work with other federal,  
30 state, and local agencies and organizations to ensure that business  
31 assistance services including small business, trade services, and  
32 distressed area programs are provided in a coordinated and cost-  
33 effective manner.

34 (8) In collaboration with the child care coordinating committee in  
35 the department of social and health services, prepare and disseminate  
36 information on child care options for employers and the existence of  
37 the program. As much as possible, and through interagency agreements  
38 where necessary, such information should be included in the routine

1 communications to employers from (a) the department of revenue, (b) the  
2 department of labor and industries, (c) (~~the department of community~~  
3 ~~development, (d)~~) the employment security department, (~~(e)~~) (d) the  
4 department of (~~trade~~) community and economic (~~development~~)  
5 resources, (~~(f)~~) (e) the small business development center, and  
6 (~~(g)~~) (f) the department of social and health services.

7 (9) In collaboration with the child care coordinating committee in  
8 the department of social and health services, compile information on  
9 and facilitate employer access to individuals, firms, organizations,  
10 and agencies that provide technical assistance to employers to enable  
11 them to develop and support child care services or facilities.

12 (10) Actively seek public and private money to support the child  
13 care facility fund described in RCW 43.31.502, staff and assist the  
14 child care facility fund committee as described in RCW 43.31.504, and  
15 work to promote applications to the committee for loan guarantees,  
16 loans, and grants.

17 **Sec. 39.** RCW 43.31.205 and 1992 c 228 s 2 are each amended to read  
18 as follows:

19 In an effort to enhance the economy of the Tri-Cities area, the  
20 department of (~~trade~~) community and economic (~~development~~)  
21 resources is directed to promote the existence of the lease between the  
22 state of Washington and the federal government executed September 10,  
23 1964, covering one thousand acres of land lying within the Hanford  
24 reservation near Richland, Washington, and the opportunity of  
25 subleasing the land to entities for nuclear-related industry, in  
26 agreement with the terms of the lease. When promoting the existence of  
27 the lease, the department shall work in cooperation with any associate  
28 development organization(~~(s)~~) located in or near the Tri-Cities area.

29 **Sec. 40.** RCW 43.31.409 and 1989 c 312 s 3 are each amended to read  
30 as follows:

31 There is created in the business assistance center of the  
32 department of (~~trade~~) community and economic (~~development~~)  
33 resources the Washington investment opportunities office.

34 **Sec. 41.** RCW 43.31.411 and 1989 c 312 s 4 are each amended to read  
35 as follows:

36 The Washington investment opportunities office shall:

1 (1) Maintain a list of all entrepreneurs engaged in manufacturing,  
2 wholesaling, transportation services, development of destination  
3 tourism resorts, or traded services throughout the state seeking  
4 capital resources and interested in the services of the investment  
5 opportunities office.

6 (2) Maintain a file on each entrepreneur which may include the  
7 entrepreneur's business plan and any other information which the  
8 entrepreneur offers for review by potential investors.

9 (3) Assist entrepreneurs in procuring the managerial and technical  
10 assistance necessary to attract potential investors. Such assistance  
11 shall include the automatic referral to the small business innovators  
12 opportunity program of any entrepreneur with a new product meriting the  
13 services of the program.

14 (4) Provide entrepreneurs with information about potential  
15 investors and provide investors with information about those  
16 entrepreneurs which meet the investment criteria of the investor.

17 (5) Promote small business securities financing.

18 (6) Remain informed about investment trends in capital markets and  
19 preferences of individual investors or investment firms throughout the  
20 nation through literature surveys, conferences, and private meetings.

21 (7) Publicize the services of the investment opportunities office  
22 through public meetings throughout the state, appropriately targeted  
23 media, and private meetings. Whenever practical, the office shall use  
24 the existing services of local associate development organizations in  
25 outreach and identification of entrepreneurs and investors.

26 (8) Report to the ways and means committees and (~~commerce and~~  
27 ~~labor~~) appropriate economic development committees of the senate and  
28 the house of representatives by December 1, 1989, and each year  
29 thereafter, on the accomplishments of the office. Such reports shall  
30 include:

31 (a) The number of entrepreneurs on the list referred to in  
32 subsection (1) of this section, segregated by standard industrial  
33 classification codes;

34 (b) The number of investments made in entrepreneurs, segregated as  
35 required by (a) of this subsection, as a result of contact with the  
36 investment opportunities office, the dollar amount of each such  
37 investment, the source, by state or nation, of each investment, and the  
38 number of jobs created as a result of each investment;



1 (c) The number of entrepreneurs on the list referred to in  
2 subsection (1) of this section segregated by counties, the number of  
3 investments, the dollar amount of investments, and the number of jobs  
4 created through investments in each county as a result of contact with  
5 the investment opportunities office;

6 (d) A categorization of jobs created through investments made as a  
7 result of contact with the investment opportunities office, the number  
8 of jobs created in each such category, and the average pay scale for  
9 jobs created in each such category;

10 (e) The results of client satisfaction surveys distributed to  
11 entrepreneurs and investors using the services of the investment  
12 opportunities office; and

13 (f) Such other information as the managing director finds  
14 appropriate.

15 **Sec. 42.** RCW 43.31.422 and 1991 c 272 s 19 are each amended to  
16 read as follows:

17 The Hanford area economic investment fund is established in the  
18 custody of the state treasurer. Moneys in the fund shall only be used  
19 pursuant to the recommendations of the committee created in RCW  
20 43.31.425 and the approval of the director of the department of  
21 (~~trade~~) community and economic (~~development~~) resources for Hanford  
22 area revolving loan funds, Hanford area infrastructure projects, or  
23 other Hanford area economic development and diversification projects,  
24 but may not be used for government or nonprofit organization operating  
25 expenses. Up to five percent of moneys in the fund may be used for  
26 program administration. For the purpose of this chapter "Hanford area"  
27 means Benton and Franklin counties. Disbursements from the fund shall  
28 be on the authorization of the director of (~~trade~~) community and  
29 economic (~~development~~) resources or the director's designee after an  
30 affirmative vote of at least six members of the committee created in  
31 RCW 43.31.425 on any recommendations by the committee created in RCW  
32 43.31.425. The fund is subject to the allotment procedures under  
33 chapter 43.88 RCW, but no appropriation is required for disbursements.  
34 The legislature intends to establish similar economic investment funds  
35 for areas that develop low-level radioactive waste disposal facilities.

36 **Sec. 43.** RCW 43.31.504 and 1989 c 430 s 4 are each amended to read  
37 as follows:

1 The child care facility fund committee is established within the  
2 business assistance center of the department of ((~~trade~~)) community and  
3 economic ((~~development~~)) resources. The committee shall administer the  
4 child care facility fund, with review by the director of the department  
5 of ((~~trade~~)) community and economic ((~~development~~)) resources.

6 (1) The committee shall have five members. The director of the  
7 department of ((~~trade~~)) community and economic ((~~development~~))  
8 resources shall appoint the members, who shall include:

9 (a) Two persons experienced in investment finance and having skills  
10 in providing capital to new businesses, in starting and operating  
11 businesses, and providing professional services to small or expanding  
12 businesses;

13 (b) One person representing a philanthropic organization with  
14 experience in evaluating funding requests;

15 (c) One child care services expert; and

16 (d) One early childhood development expert.

17 In making these appointments, the director shall give careful  
18 consideration to ensure that the various geographic regions of the  
19 state are represented and that members will be available for meetings  
20 and are committed to working cooperatively to address child care needs  
21 in Washington state.

22 (2) The committee shall elect officers from among its membership  
23 and shall adopt policies and procedures specifying the lengths of  
24 terms, methods for filling vacancies, and other matters necessary to  
25 the ongoing functioning of the committee.

26 (3) Committee members shall serve without compensation, but may  
27 request reimbursement for travel expenses as provided in RCW 43.03.050  
28 and 43.03.060.

29 (4) Committee members shall not be liable to the state, to the  
30 child care facility fund, or to any other person as a result of their  
31 activities, whether ministerial or discretionary, as members except for  
32 willful dishonesty or intentional violation of the law. The department  
33 of ((~~trade~~)) community and economic ((~~development~~)) resources may  
34 purchase liability insurance for members and may indemnify these  
35 persons against the claims of others.

36 **Sec. 44.** RCW 43.31.522 and 1990 c 57 s 2 are each amended to read  
37 as follows:

1 Unless the context clearly requires otherwise, the definitions in  
2 this section apply throughout RCW 43.31.524 and 43.31.526:

3 (1) "Department" means the department of (~~trade~~) community and  
4 economic (~~development~~) resources.

5 (2) "Center" means the business assistance center established under  
6 RCW 43.31.083.

7 (3) "Director" means the director of (~~trade~~) community and  
8 economic (~~development~~) resources.

9 (4) "Local nonprofit organization" means a local nonprofit  
10 organization organized to provide economic development or community  
11 development services, including but not limited to associate  
12 development organizations, economic development councils, and community  
13 development corporations.

14 **Sec. 45.** RCW 43.31.524 and 1990 c 57 s 3 are each amended to read  
15 as follows:

16 There is established a Washington marketplace program within the  
17 business assistance center established under RCW 43.31.083. The  
18 program shall assist businesses to competitively meet their needs for  
19 goods and services within Washington state by providing information  
20 relating to the replacement of imports or the fulfillment of new  
21 requirements with Washington products produced in Washington state.  
22 The program shall place special emphasis on strengthening rural  
23 economies in economically distressed areas of the state meeting the  
24 criteria of an "eligible area" as defined in RCW 82.60.020(3). (~~The  
25 Washington marketplace program shall consult with the community  
26 revitalization team established pursuant to chapter 43.165 RCW.~~)

27 **Sec. 46.** RCW 43.31.526 and 1990 c 57 s 4 are each amended to read  
28 as follows:

29 (1) The department shall contract with local nonprofit  
30 organizations in at least three economically distressed areas of the  
31 state that meet the criteria of an "eligible area" as defined in RCW  
32 82.60.020(3) to implement the Washington marketplace program in these  
33 areas. The department, in order to foster cooperation and linkages  
34 between distressed and nondistressed areas and urban and rural areas,  
35 may enter into joint contracts with multiple nonprofit organizations.  
36 Contracts with economic development organizations to foster cooperation  
37 and linkages between distressed and nondistressed areas and urban and

1 rural areas shall be structured by the department and the distressed  
2 area marketplace programs. Contracts with economic development  
3 organizations shall:

4 (a) Award contracts based on a competitive bidding process,  
5 pursuant to chapter 43.19 RCW;

6 (b) Give preference to nonprofit organizations representing a broad  
7 spectrum of community support; and

8 (c) Ensure that each location contain sufficient business activity  
9 to permit effective program operation.

10 The department may require that contractors contribute at least  
11 twenty percent local funding.

12 (2) The contracts with local nonprofit organizations shall be for,  
13 but not limited to, the performance of the following services for the  
14 Washington marketplace program:

15 (a) Contacting Washington state businesses to identify goods and  
16 services they are currently buying or are planning in the future to buy  
17 out-of-state and determine which of these goods and services could be  
18 purchased on competitive terms within the state;

19 (b) Identifying locally sold goods and services which are currently  
20 provided by out-of-state businesses;

21 (c) Determining, in consultation with local business, goods and  
22 services for which the business is willing to make contract agreements;

23 (d) Advertising market opportunities described in (c) of this  
24 subsection; and

25 (e) Receiving bid responses from potential suppliers and sending  
26 them to that business for final selection.

27 (3) Contracts may include provisions for charging service fees of  
28 businesses that profit as a result of participation in the program.

29 (4) The center shall also perform the following activities in order  
30 to promote the goals of the program:

31 (a) Prepare promotional materials or conduct seminars to inform  
32 communities and organizations about the Washington marketplace program;

33 (b) Provide technical assistance to communities and organizations  
34 interested in developing an import replacement program;

35 (c) Develop standardized procedures for operating the local  
36 component of the Washington marketplace program;

37 (d) Provide continuing management and technical assistance to local  
38 contractors; and

1 (e) Report by December 31 of each year to the ((senate))  
2 appropriate economic development ((and labor committee and to))  
3 committees of the senate and the house of representatives ((trade and  
4 economic development committee)) describing the activities of the  
5 Washington marketplace program.

6 **Sec. 47.** RCW 43.31.621 and 1991 c 314 s 4 are each amended to read  
7 as follows:

8 (1) There is established the agency timber task force. The task  
9 force shall be chaired by the timber recovery coordinator. It shall be  
10 the responsibility of the coordinator that all directives of chapter  
11 314, Laws of 1991 are carried out expeditiously by the agencies  
12 represented in the task force. The task force shall consist of the  
13 directors, or representatives of the directors, of the following  
14 agencies: The department of ((trade)) community and economic  
15 ((development, department of community development)) resources,  
16 employment security department, department of social and health  
17 services, state board for community college education, state board for  
18 vocational education, or its replacement entity, department of natural  
19 resources, department of transportation, state energy office,  
20 department of wildlife, University of Washington center for  
21 international trade in forest products, and department of ecology. The  
22 task force may consult and enlist the assistance of the following: The  
23 higher education coordinating board, University of Washington college  
24 of forest resources, Washington State University school of forestry,  
25 Northwest policy center, state superintendent of public instruction,  
26 the Evergreen partnership, Washington association of counties, and  
27 rural development council.

28 (2) This section shall expire June 30, 1993.

29 **Sec. 48.** RCW 43.31.641 and 1991 c 314 s 7 are each amended to read  
30 as follows:

31 The department of ((trade)) community and economic ((development))  
32 resources, as a member of the agency timber task force and in  
33 consultation with the board, shall:

34 (1) Implement an expanded value-added forest products development  
35 industrial extension program. The department shall provide technical  
36 assistance to small and medium-sized forest products companies to  
37 include:

- 1 (a) Secondary manufacturing product development;  
2 (b) Plant and equipment maintenance;  
3 (c) Identification and development of domestic market  
4 opportunities;  
5 (d) Building products export development assistance;  
6 (e) At-risk business development assistance;  
7 (f) Business network development; and  
8 (g) Timber impact area industrial diversification.

9 (2) Provide local contracts for small and medium-sized forest  
10 product companies, start-ups, and business organizations for business  
11 feasibility, market development, and business network contracts that  
12 will benefit value-added production efforts in the industry.

13 (3) Contract with local business organizations in timber impact  
14 areas for development of programs to promote industrial  
15 diversification. ~~((In addition, the department shall develop an  
16 interagency agreement with the department of community development for  
17 local capacity building grants to local governments and community based  
18 organizations in timber impact areas, which may include long range  
19 planning and needs assessments.))~~

20 (4) Implement a community assistance program to enable communities  
21 to build local capacity for sustainable economic development efforts.  
22 The program shall provide resources and technical assistance to timber  
23 impact areas.

24 (5) Develop and administer a program for local capacity-building  
25 grants for local governments and community-based organizations in  
26 timber impact areas that may include assistance for long-range planning  
27 and needs assessments.

28 For the 1991-93 biennium, the department of ~~((trade))~~ community and  
29 economic ~~((development))~~ resources shall use funds appropriated for  
30 this section for contracts and for no more than two additional staff  
31 positions.

32 **Sec. 49.** RCW 43.31.830 and 1987 c 195 s 7 are each amended to read  
33 as follows:

34 (1) It shall be the duty of the director of community and economic  
35 resources to certify, from the applications received, the state  
36 international trade fair or fairs qualified and entitled to receive  
37 funds under RCW ~~((43.31.790 through 43.31.850 and))~~ 67.16.100, ~~((as now~~

1 ~~or hereafter amended)) and under rules established by the director.~~

2 (2) To be eligible for state financed aid an organization shall:

3 (a) Have had at least two or more years of experience in the  
4 presentation of or participation in state international trade fairs;  
5 and

6 (b) Be able to provide, from its own resources derived from general  
7 admission or otherwise, funds sufficient to match at least one-half of  
8 the amount of state financial aid allotted.

9 (3) The director shall make annual allotments to state  
10 international trade fairs determined qualified to be entitled to  
11 participate in the state trade fair fund and shall fix times for the  
12 division of and payment from the state trade fair fund: PROVIDED, That  
13 total payment to any one state international trade fair shall not  
14 exceed sixty thousand dollars in any one year, where participation or  
15 presentation occurs within the United States, and eighty thousand  
16 dollars in any one year, where participation or presentation occurs  
17 outside the United States: PROVIDED FURTHER, That a state  
18 international trade fair may qualify for the full allotment of funds  
19 under either category. Upon certification of the allotment and  
20 division of fair funds by the director (~~of trade and economic~~  
21 development)) the treasurer shall proceed to pay the same to carry out  
22 the purposes of RCW (~~43.31.790 through 43.31.850 and~~) 67.16.100(~~, as~~  
23 now or hereafter amended)).

24 **Sec. 50.** RCW 43.31.840 and 1975 1st ex.s. c 292 s 6 are each  
25 amended to read as follows:

26 The director of community and economic resources shall at the end  
27 of each year for which an annual allotment has been made, (~~cause to be~~  
28 ~~conducted,~~) conduct a post audit of all of the books and records of  
29 each state international trade fair participating in the state trade  
30 fair fund. The purpose of such post audit shall be to determine how  
31 and to what extent each participating state international trade fair  
32 has expended all of its funds.

33 The audit required by this section shall be a condition to future  
34 allotments of money from the state international trade fair fund, and  
35 the director shall make a report of the findings of each post audit and  
36 shall use such report as a consideration in an application for any  
37 future allocations.

1       **Sec. 51.** RCW 43.31.850 and 1987 c 195 s 9 are each amended to read  
2 as follows:

3       State international trade fair as used in RCW (~~43.31.790 through~~  
4 ~~43.31.840 and~~) 67.16.100(~~(, as now or hereafter amended,)~~) shall mean  
5 a fair supported by public agencies basically for the purpose of  
6 introducing and promoting the sale of manufactured or cultural products  
7 and services of a given area, whether presented in this state, the  
8 United States or its territories, or in a foreign country.

9       **Sec. 52.** RCW 43.160.020 and 1992 c 21 s 3 are each amended to read  
10 as follows:

11       Unless the context clearly requires otherwise, the definitions in  
12 this section apply throughout this chapter.

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

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

17       (3) "Department" means the department of (~~trade~~) community and  
18 economic (~~development or its successor with respect to the powers~~  
19 ~~granted by this chapter~~) resources.

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

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

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

29       (7) "Local government" means any port district, county, city, or  
30 town.

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



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

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

7 (11) "Timber impact area" means:

8 (a) A county having a population of less than five hundred  
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  
11 three criteria, as determined by the employment security department,  
12 for the most recent year such data is available: (i) A lumber and wood  
13 products employment location quotient at or above the state average;  
14 (ii) projected or actual direct lumber and wood products job losses of  
15 one hundred positions or more, except counties having a population  
16 greater than two hundred thousand but less than five hundred thousand  
17 must have direct lumber and wood products job losses of one thousand  
18 positions or more; or (iii) an annual unemployment rate twenty percent  
19 or more above the state average; or

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

25 **Sec. 53.** RCW 43.168.020 and 1991 c 314 s 19 are each amended to  
26 read as follows:

27 Unless the context clearly requires otherwise, the definitions in  
28 this section apply throughout this chapter.

29 (1) "Committee" means the Washington state development loan fund  
30 committee.

31 (2) "Department" means the department of community ~~((development))~~  
32 and economic resources.

33 (3) "Director" means the director of the department of community  
34 ~~((development))~~ and economic resources.

35 (4) "Distressed area" means: (a) A county which has an  
36 unemployment rate which is twenty percent above the state average for  
37 the immediately previous three years; (b) a metropolitan statistical  
38 area, as defined by the office of federal statistical policy and

1 standards, United States department of commerce, in which the average  
2 level of unemployment for the calendar year immediately preceding the  
3 year in which an application is filed under this chapter exceeds the  
4 average state unemployment for such calendar year by twenty percent.  
5 Applications under this subsection (4)(b) shall be filed by April 30,  
6 1989; (c) an area within a county, which area: (i) Is composed of  
7 contiguous census tracts; (ii) has a minimum population of five  
8 thousand persons; (iii) has at least seventy percent of its families  
9 and unrelated individuals with incomes below eighty percent of the  
10 county's median income for families and unrelated individuals; and (iv)  
11 has an unemployment rate which is at least forty percent higher than  
12 the county's unemployment rate; or (d) a county designated as a timber  
13 impact area under RCW 43.31.601 if an application is filed by July 1,  
14 1993. For purposes of this definition, "families and unrelated  
15 individuals" has the same meaning that is ascribed to that term by the  
16 federal department of housing and urban development in its regulations  
17 authorizing action grants for economic development and neighborhood  
18 revitalization projects.

19 (5) "Fund" means the Washington state development loan fund.

20 (6) "Local development organization" means a nonprofit organization  
21 which is organized to operate within an area, demonstrates a commitment  
22 to a long-standing effort for an economic development program, and  
23 makes a demonstrable effort to assist in the employment of unemployed  
24 or underemployed residents in an area.

25 (7) "Project" means the establishment of a new or expanded business  
26 in an area which when completed will provide employment opportunities.  
27 "Project" also means the retention of an existing business in an area  
28 which when completed will provide employment opportunities.

29 **Sec. 54.** RCW 43.210.110 and 1991 c 314 s 12 are each amended to  
30 read as follows:

31 (1) The small business export finance assistance center has the  
32 following powers and duties when exercising its authority under RCW  
33 43.210.100(3):

34 (a) Solicit and accept grants, contributions, and any other  
35 financial assistance from the federal government, federal agencies, and  
36 any other public or private sources to carry out its purposes;

37 (b) Offer comprehensive export assistance and counseling to  
38 manufacturers relatively new to exporting with gross annual revenues

1 less than twenty-five million dollars. As close to ninety percent as  
2 possible of each year's new cadre of clients must have gross annual  
3 revenues of less than five million dollars at the time of their initial  
4 contract. At least fifty percent of each year's new cadre of clients  
5 shall be from timber impact areas as defined in RCW 43.31.601.  
6 Counseling may include, but not be limited to, helping clients obtain  
7 debt or equity financing, in constructing competent proposals, and  
8 assessing federal guarantee and/or insurance programs that underwrite  
9 exporting risk; assisting clients in evaluating their international  
10 marketplace by developing marketing materials, assessing and selecting  
11 targeted markets; assisting firms in finding foreign customers by  
12 conducting foreign market research, evaluating distribution systems,  
13 selecting and assisting in identification of and/or negotiations with  
14 foreign agents, distributors, retailers, and by promoting products  
15 through attending trade shows abroad; advising companies on their  
16 products, guarantees, and after sales service requirements necessary to  
17 compete effectively in a foreign market; designing a competitive  
18 strategy for a firm's products in targeted markets and methods of  
19 minimizing their commercial and political risks; securing for clients  
20 specific assistance as needed, outside the center's field of expertise,  
21 by referrals to other public or private organizations. The Pacific  
22 Northwest export assistance project shall focus its efforts on  
23 facilitating export transactions for its clients, and in doing so,  
24 provide such technical services as are appropriate to accomplish its  
25 mission either with staff or outside consultants;

26 (c) Sign three-year counseling agreements with its clients that  
27 provide for termination if adequate funding for the Pacific Northwest  
28 export assistance project is not provided in future appropriations.  
29 Counseling agreements shall not be renewed unless there are compelling  
30 reasons to do so, and under no circumstances shall they be renewed for  
31 more than two additional years. A counseling agreement may not be  
32 renewed more than once. The counseling agreements shall have mutual  
33 performance clauses, that if not met, will be grounds for releasing  
34 each party, without penalty, from the provisions of the agreement.  
35 Clients shall be immediately released from a counseling agreement with  
36 the Pacific Northwest export assistance project, without penalty, if a  
37 client wishes to switch to a private export management service and  
38 produces a valid contract signed with a private export management  
39 service, or if the president of the small business export finance

1 assistance center determines there are compelling reasons to release a  
2 client from the provisions of the counseling agreement;

3 (d) May contract with private or public international trade  
4 education services to provide Pacific Northwest export assistance  
5 project clients with training in international business. The president  
6 and board of directors shall decide the amount of funding allocated for  
7 educational services based on the availability of resources in the  
8 operating budget of the Pacific Northwest export assistance project;

9 (e) May contract with the Washington state international trade fair  
10 to provide services for Pacific Northwest export assistance project  
11 clients to participate in one trade show annually. The president and  
12 board of directors shall decide the amount of funding allocated for  
13 trade fair assistance based on the availability of resources in the  
14 operating budget of the Pacific Northwest export assistance project;

15 (f) Provide biennial assessments of its performance. Project  
16 personnel shall work with the department of revenue and employment  
17 security department to confidentially track the performance of the  
18 project's clients in increasing tax revenues to the state, increasing  
19 gross sales revenues and volume of products destined to foreign  
20 clients, and in creating new jobs for Washington citizens. A biennial  
21 report shall be prepared for the governor and legislature to assess the  
22 costs and benefits to the state from creating the project. The  
23 president of the small business export finance assistance center shall  
24 design an appropriate methodology for biennial assessments in  
25 consultation with the director of the department of ~~((trade))~~ community  
26 and economic ~~((development))~~ resources and the director of the  
27 Washington state department of agriculture. The department of revenue  
28 and the employment security department shall provide data necessary to  
29 complete this biennial evaluation, if the data being requested is  
30 available from existing data bases. Client-specific information  
31 generated from the files of the department of revenue and the  
32 employment security department for the purposes of this evaluation  
33 shall be kept strictly confidential by each department and the small  
34 business export finance assistance center;

35 (g) Take whatever action may be necessary to accomplish the  
36 purposes set forth in RCW 43.210.070 and 43.210.100 through 43.210.120;  
37 and

38 (h) Limit its assistance to promoting the exportation of value-  
39 added manufactured goods. The project shall not provide counseling or

1 assistance, under any circumstances, for the importation of foreign  
2 made goods into the United States.

3 (2) The Pacific Northwest export assistance project shall not,  
4 under any circumstances, assume ownership or take title to the goods of  
5 its clients.

6 (3) The Pacific Northwest export assistance project may not use any  
7 Washington state funds which come from the public treasury of the state  
8 of Washington to make loans or to make any payment under a loan  
9 guarantee agreement. Under no circumstances may the center use any  
10 funds received under RCW 43.210.050 to make or assist in making any  
11 loan or to pay or assist in paying any amount under a loan guarantee  
12 agreement. Debts of the center shall be center debts only and may be  
13 satisfied only from the resources of the center. The state of  
14 Washington shall not in any way be liable for such debts.

15 (4) The Pacific Northwest export assistance project shall make  
16 every effort to seek nonstate funds to supplement its operations.

17 (5) The Pacific Northwest export assistance project shall take  
18 whatever steps are necessary to provide its services, if requested, to  
19 the states of Oregon, Idaho, Montana, Alaska, and the Canadian  
20 provinces of British Columbia and Alberta. Interstate services shall  
21 not be provided by the Pacific Northwest export assistance project  
22 during its first biennium of operation. The provision of services may  
23 be temporary and subject to the payment of fees, or each state may  
24 request permanent services contingent upon a level of permanent funding  
25 adequate for services provided. Temporary services and fees may be  
26 negotiated by the small business export finance assistance center's  
27 president subject to approval of the board of directors. The president  
28 of the small business export finance assistance center may enter into  
29 negotiations with neighboring states to contract for delivery of the  
30 project's services. Final contracts for providing the project's  
31 counseling and services outside of the state of Washington on a  
32 permanent basis shall be subject to approval of the governor,  
33 appropriate legislative oversight committees, and the small business  
34 export finance assistance center's board of directors.

35 (6) The small business export finance assistance center may receive  
36 such gifts, grants, and endowments from public or private sources as  
37 may be made from time to time, in trust or otherwise, for the use and  
38 benefit of the purposes of the Pacific Northwest export assistance

1 project and expend the same or any income therefrom according to the  
2 terms of the gifts, grants, or endowments.

3 (7) The president of the small business export finance assistance  
4 center, in consultation with the board of directors, may use the  
5 following formula in determining the number of clients that can be  
6 reasonably served by the Pacific Northwest export assistance project  
7 relative to its appropriation. Divide the amount appropriated for  
8 administration of the Pacific Northwest export assistance project by  
9 the marginal cost of adding each additional Pacific Northwest export  
10 assistance project client. For the purposes of this calculation, and  
11 only for the first biennium of operation, the biennial marginal cost of  
12 adding each additional Pacific Northwest export assistance project  
13 client shall be fifty-seven thousand ninety-five dollars. The biennial  
14 marginal cost of adding each additional client after the first biennium  
15 of operation shall be established from the actual operating experience  
16 of the Pacific Northwest export assistance project.

17 (8) All receipts from the Pacific Northwest export assistance  
18 project shall be deposited into the general fund.

19 **Sec. 55.** RCW 43.63A.066 and 1990 c 33 s 579 are each amended to  
20 read as follows:

21 The department of community (~~development~~) and economic resources  
22 shall have primary responsibility for providing child abuse and neglect  
23 prevention training to preschool age children participating in the  
24 federal head start program or the early childhood education and  
25 assistance program established under RCW 28A.215.010 through  
26 28A.215.200 and 28A.215.900 through 28A.215.908.

27 **Sec. 56.** RCW 43.63A.075 and 1985 c 466 s 53 are each amended to  
28 read as follows:

29 The department shall establish a community development finance  
30 program. Pursuant to this program, the department shall: (1) Develop  
31 expertise in federal, state, and local community and economic  
32 development programs; and (2) assist communities and businesses to  
33 secure available financing(~~(; and (3) work closely with the department~~  
34 ~~of trade and economic development on financial and technical assistance~~  
35 ~~programs available to small and medium sized businesses)~~). To the  
36 extent permitted by federal law, the department is encouraged to use  
37 federal community block grant funds to make urban development action

1 grants to communities which have not been eligible to receive such  
2 grants prior to June 30, 1984.

3 **Sec. 57.** RCW 43.63A.115 and 1990 c 156 s 1 are each amended to  
4 read as follows:

5 (1) The community action agency network, established initially  
6 under the federal economic opportunity act of 1964 and subsequently  
7 under the federal community services block grant program of 1981, as  
8 amended, shall be a delivery system for federal and state anti-poverty  
9 programs in this state, including but not limited to the community  
10 services block grant program, the low-income energy assistance program,  
11 and the federal department of energy weatherization program.

12 (2) Local community action agencies comprise the community action  
13 agency network. The community action agency network shall serve low-  
14 income persons in the counties. Each community action agency and its  
15 service area shall be designated in the state federal community service  
16 block grant plan as prepared by the department of community  
17 ~~((development))~~ and economic resources.

18 (3) Funds for anti-poverty programs may be distributed to the  
19 community action agencies by the department of community  
20 ~~((development))~~ and economic resources and other state agencies in  
21 consultation with the authorized representatives of community action  
22 agency networks.

23 **Sec. 58.** RCW 43.63A.155 and 1989 c 225 s 5 are each amended to  
24 read as follows:

25 The department of community ~~((development))~~ and economic resources  
26 shall retain the bond information it receives under RCW 39.44.210 and  
27 39.44.230 and shall publish summaries of local government bond issues  
28 at least once a year.

29 The department of community ~~((development))~~ and economic resources  
30 shall adopt rules under chapter 34.05 RCW to implement RCW 39.44.210  
31 and 39.44.230.

32 **Sec. 59.** RCW 43.63A.220 and 1987 c 505 s 34 are each amended to  
33 read as follows:

34 (1) The department of community ~~((development))~~ and economic  
35 resources is directed to undertake a study as to the best means of  
36 providing encouragement and assistance to the formulation of employee

1 stock ownership plans providing for the partial or total acquisition,  
2 through purchase, distribution in lieu of compensation, or a  
3 combination of these means or any other lawful means, of shares of  
4 stock or other instruments of equity in facilities by persons employed  
5 at these facilities in cases in which operations at these facilities  
6 would, absent employee equity ownership, be terminated, relocated  
7 outside of the state, or so reduced in volume as to entail the  
8 permanent layoff of a substantial number of the employees.

9 (2) In conducting its study, the department shall:

10 (a) Consider federal and state law relating directly or indirectly  
11 to plans proposed under subsection (1) of this section, and to the  
12 organization and operation of any trusts established pursuant to the  
13 plans, including but not limited to, the federal internal revenue code  
14 and any regulations promulgated under the internal revenue code, the  
15 federal securities act of 1933 as amended and other federal statutes  
16 providing for regulation of the issuance of securities, the federal  
17 employee retirement income and security act of 1974 as amended, the  
18 Chrysler loan guarantee legislation enacted by the United States  
19 congress in 1979, and other federal and state laws relating to  
20 employment, compensation, taxation, and retirement;

21 (b) Consult with relevant persons in the public sector, relevant  
22 persons in the private sector, including trustees of any existing  
23 employee stock ownership trust, and employees of any firm operating  
24 under an employee stock ownership trust, and with members of the  
25 academic community and of relevant branches of the legal profession;

26 (c) Examine the experience of trusts organized pursuant to an  
27 employee stock ownership plan in this state or in any other state; and

28 (d) Make other investigations as it may deem necessary in carrying  
29 out the purposes of this section.

30 (3) Pursuant to the findings and conclusions of the study conducted  
31 under subsection (2) of this section, the department of community  
32 (~~development~~) and economic resources shall develop a plan to  
33 encourage and assist the formulation of employee stock ownership plans  
34 providing for the acquisition of stock by employees of facilities in  
35 this state which are subject to closure or drastically curtailed  
36 operation. The department shall determine the amount of any costs of  
37 implementing the plan.

38 (4) The director of community (~~development~~) and economic  
39 resources shall, within one year of July 28, 1985, report the findings



1 and conclusion of the study, together with details of the plan  
2 developed pursuant to the study, to the legislature, and shall include  
3 in the report any recommendations for legislation which the director  
4 deems appropriate.

5 (5) The department of community ~~((development))~~ and economic  
6 resources shall carry out its duties under this section using available  
7 resources.

8 **Sec. 60.** RCW 43.63A.230 and 1988 c 186 s 17 are each amended to  
9 read as follows:

10 (1) The department of community ~~((development))~~ and economic  
11 resources shall integrate an employee ownership program within its  
12 existing technical assistance programs. The employee ownership program  
13 shall provide technical assistance to cooperatives authorized under  
14 chapter 23.78 RCW and conduct educational programs on employee  
15 ownership and self-management. The department shall include  
16 information on the option of employee ownership wherever appropriate in  
17 its various programs.

18 (2) The department shall maintain a list of firms and individuals  
19 with expertise in the field of employee ownership and utilize such  
20 firms and individuals, as appropriate, in delivering and coordinating  
21 the delivery of technical, managerial, and educational services. In  
22 addition, the department shall work with and rely on the services of  
23 ~~((the department of trade and economic development,))~~ the employment  
24 security department~~((,))~~ and state institutions of higher education to  
25 promote employee ownership.

26 (3) The department shall report to the governor, the ~~((trade and))~~  
27 appropriate economic development ~~((committee of))~~ committees of the  
28 senate and the house of representatives, ~~((the commerce and labor~~  
29 ~~committee of the senate,))~~ and the ways and means committees of each  
30 house by December 1 of 1988, and each year thereafter, on the  
31 accomplishments of the employee-ownership program. Such reports shall  
32 include the number and types of firms assisted, the number of jobs  
33 created by such firms, the types of services, the number of workshops  
34 presented, the number of employees trained, and the results of client  
35 satisfaction surveys distributed to those using the services of the  
36 program.

1 (4) For purposes of this section, an employee stock ownership plan  
2 qualifies as a cooperative if at least fifty percent, plus one share,  
3 of its voting shares of stock are voted on a one-person-one-vote basis.

4 **Sec. 61.** RCW 43.63A.245 and 1992 c 63 s 2 are each amended to read  
5 as follows:

6 Unless the context clearly requires otherwise, the definitions in  
7 this section apply throughout RCW 43.63A.240 through 43.63A.270.

8 "Agency" means one of the agencies or organizations participating  
9 in the activities of the senior environmental corps.

10 "Coordinator" means the person designated by the director of the  
11 department of community ~~((development))~~ and economic resources with the  
12 advice of the council to administer the activities of the senior  
13 environmental corps.

14 "Corps" means the senior environmental corps.

15 "Council" means the senior environmental corps coordinating  
16 council.

17 "Department" means the department of community ~~((development))~~ and  
18 economic resources.

19 "Director" means the director of the department of community  
20 ~~((development))~~ and economic resources or the director's authorized  
21 representative.

22 "Representative" means the person who represents an agency on the  
23 council and is responsible for the activities of the senior  
24 environmental corps in his or her agency.

25 "Senior" means any person who is fifty-five years of age or over.

26 "Volunteer" means a person who is willing to work without  
27 expectation of salary or financial reward, and who chooses where he or  
28 she provides services and the type of services he or she provides.

29 **Sec. 62.** RCW 43.63A.247 and 1992 c 63 s 3 are each amended to read  
30 as follows:

31 The senior environmental corps is created within the department of  
32 community ~~((development))~~ and economic resources. The departments of  
33 agriculture, community ~~((development))~~ and economic resources,  
34 employment security, ecology, fisheries, health, natural resources, and  
35 wildlife, the parks and recreation commission, and the Puget Sound  
36 water quality authority shall participate in the administration and

1 implementation of the corps and shall appoint representatives to the  
2 council.

3 **Sec. 63.** RCW 43.63A.260 and 1992 c 63 s 5 are each amended to read  
4 as follows:

5 The department shall convene a senior environmental corps  
6 coordinating council to meet as needed to establish and assess  
7 policies, define standards for projects, evaluate and select projects,  
8 develop recruitment, training, and placement procedures, receive and  
9 review project status and completion reports, and provide for  
10 recognition of volunteer activity. The council shall include  
11 representatives appointed by the departments of agriculture, community  
12 (~~development~~) and economic resources, ecology, fisheries, health,  
13 natural resources, and wildlife, the parks and recreation commission,  
14 and the Puget Sound water quality authority. The council shall develop  
15 bylaws, policies and procedures to govern its activities.

16 The council shall advise the director on distribution of available  
17 funding for corps activities.

18 **Sec. 64.** RCW 43.63A.275 and 1992 c 65 s 2 are each amended to read  
19 as follows:

20 (1) Each biennium the department of community (~~development~~) and  
21 economic resources shall distribute such funds as are appropriated for  
22 retired senior volunteer programs (RSVP) as follows:

23 (a) At least sixty-five percent of the moneys may be distributed  
24 according to formulae and criteria to be determined by the department  
25 of community (~~development~~) and economic resources in consultation  
26 with the RSVP directors association.

27 (b) Up to twenty percent of the moneys may be distributed by  
28 competitive grant process to develop RSVP projects in counties not  
29 presently being served, or to expand existing RSVP services into  
30 counties not presently served.

31 (c) Ten percent of the moneys may be used by the department of  
32 community (~~development~~) and economic resources for administration,  
33 monitoring of the grants, and providing technical assistance to the  
34 RSVP projects.

35 (d) Up to five percent of the moneys may be used to support  
36 projects that will benefit RSVPs state-wide.

1 (2) Grants under subsection (1) of this section shall give priority  
2 to programs in the areas of education, tutoring, English as a second  
3 language, combating of and education on drug abuse, housing and  
4 homeless, and respite care, and shall be distributed in accordance with  
5 the following:

6 (a) None of the grant moneys may be used to displace any paid  
7 employee in the area being served.

8 (b) Grants shall be made for programs that focus on:

9 (i) Developing new roles for senior volunteers in nonprofit and  
10 public organizations with special emphasis on areas targeted in section  
11 1, chapter 65, Laws of 1992. The roles shall reflect the diversity of  
12 the local senior population and shall respect their life experiences;

13 (ii) Increasing the expertise of volunteer managers and RSVP  
14 managers in the areas of communication, recruitment, motivation, and  
15 retention of today's over-sixty population;

16 (iii) Increasing the number of senior citizens recruited, referred,  
17 and placed with nonprofit and public organizations; and

18 (iv) Providing volunteer support such as: Mileage to and from the  
19 volunteer assignment, recognition, and volunteer insurance.

20 **Sec. 65.** RCW 43.63A.300 and 1986 c 266 s 54 are each amended to  
21 read as follows:

22 The legislature finds that fire protection services at the state  
23 level are provided by different, independent state agencies. This has  
24 resulted in a lack of a comprehensive state-level focus for state fire  
25 protection services, funding, and policy. It is the intent of the  
26 legislature to consolidate fire protection services into a single state  
27 agency and to create a state board with the responsibility of (1)  
28 establishing a comprehensive state policy regarding fire protection  
29 services and (2) advising the director of community ((development)) and  
30 economic resources and the director of fire protection on matters  
31 relating to their duties under state law. It is also the intent of the  
32 legislature that the fire protection services program created herein  
33 will assist local fire protection agencies in program development  
34 without encroaching upon their historic autonomy.

35 **Sec. 66.** RCW 43.63A.320 and 1986 c 266 s 56 are each amended to  
36 read as follows:

1        Except for matters relating to the statutory duties of the director  
2 of community (~~development~~) and economic resources which are to be  
3 carried out through the director of fire protection, the board shall  
4 have the responsibility of developing a comprehensive state policy  
5 regarding fire protection services. In carrying out its duties, the  
6 board shall:

7        (1) Adopt a state fire protection master plan;

8        (2) Monitor fire protection in the state and develop objectives and  
9 priorities to improve fire protection for the state's citizens;

10       (3) Establish and promote state arson control programs and ensure  
11 development of local arson control programs;

12       (4) Provide representation for local fire protection services to  
13 the governor in state-level fire protection planning matters such as,  
14 but not limited to, hazardous materials;

15       (5) Seek and solicit grants, gifts, bequests, devices, and matching  
16 funds for use in furthering the objectives and duties of the board, and  
17 establish procedures for administering them;

18       (6) Promote mutual aid and disaster planning for fire services in  
19 this state;

20       (7) Assure the dissemination of information concerning the amount  
21 of fire damage including that damage caused by arson, and its causes  
22 and prevention;

23       (8) Submit annually a report to the governor containing a statement  
24 of its official acts pursuant to this chapter, and make such studies,  
25 reports, and recommendations to the governor and the legislature as are  
26 requested;

27       (9) Adopt a state fire training and education master plan;

28       (10) Develop and adopt a master plan for the construction,  
29 equipping, maintaining, and operation of necessary fire service  
30 training and education facilities, but the authority to construct,  
31 equip, and maintain such facilities is subject to chapter 43.19 RCW;

32       (11) Develop and adopt a master plan for the purchase, lease, or  
33 other acquisition of real estate necessary to establish and operate  
34 fire service training and education facilities in a manner provided by  
35 law;

36       (12) Adopt standards for state-wide fire service training and  
37 education courses including courses in arson detection and  
38 investigation for personnel of fire, police, and prosecutor's  
39 departments;

1 (13) Assure the administration of any legislation enacted by the  
2 legislature in pursuance of the aims and purposes of any acts of  
3 Congress insofar as the provisions thereof may apply;

4 (14) Cooperate with the common schools, community colleges,  
5 institutions of higher education, and any department or division of the  
6 state, or of any county or municipal corporation in establishing and  
7 maintaining instruction in fire service training and education in  
8 accordance with any act of Congress and legislation enacted by the  
9 legislature in pursuance thereof and in establishing, building, and  
10 operating training and education facilities.

11 This section does not apply to forest fire service personnel and  
12 programs. Industrial fire departments and private fire investigators  
13 may participate in training and education programs under this chapter  
14 for a reasonable fee established by rule.

15 **Sec. 67.** RCW 43.63A.330 and 1986 c 266 s 57 are each amended to  
16 read as follows:

17 In regards to the statutory duties of the director of community  
18 (~~development~~) and economic resources which are to be carried out  
19 through the director of fire protection, the board shall serve in an  
20 advisory capacity in order to enhance the continuity of state fire  
21 protection services. In this capacity, the board shall:

22 (1) Advise the director of community (~~development~~) and economic  
23 resources and the director of fire protection on matters pertaining to  
24 their duties under law; and

25 (2) Advise the director of community (~~development~~) and economic  
26 resources and the director of fire protection on all budgeting and  
27 fiscal matters pertaining to the duties of the director of fire  
28 protection and the board.

29 **Sec. 68.** RCW 43.63A.340 and 1986 c 266 s 58 are each amended to  
30 read as follows:

31 (1) Wherever the term state fire marshal appears in the Revised  
32 Code of Washington or the Washington Administrative Code it shall mean  
33 the director of fire protection.

34 (2) The director of community (~~development~~) and economic  
35 resources shall appoint an assistant director who shall be known as the  
36 director of fire protection. The board, after consulting with the  
37 director, shall prescribe qualifications for the position of director

1 of fire protection. The board shall submit to the director a list  
2 containing the names of three persons whom the board believes meet its  
3 qualifications. If requested by the director, the board shall submit  
4 one additional list of three persons whom the board believes meet its  
5 qualifications. The appointment shall be from one of the lists of  
6 persons submitted by the board.

7 (3) The director of fire protection may designate one or more  
8 deputies and may delegate to those deputies his or her duties and  
9 authorities as deemed appropriate.

10 (4) The director of community ((development)) and economic  
11 resources, through the director of fire protection, shall, after  
12 consultation with the board, prepare a biennial budget pertaining to  
13 fire protection services. Such biennial budget shall be submitted as  
14 part of the department's budget request.

15 (5) The director of community ((development)) and economic  
16 resources, through the director of fire protection, shall implement  
17 and administer, within the constraints established by budgeted  
18 resources, the policies of the board and all duties of the director of  
19 community ((development)) and economic resources which are to be  
20 carried out through the director of fire protection.

21 (6) The director of community ((development)) and economic  
22 resources, through the director of fire protection, shall seek the  
23 advice of the board in carrying out his or her duties under law.

24 **Sec. 69.** RCW 43.63A.400 and 1987 c 308 s 2 are each amended to  
25 read as follows:

26 The department of community ((development)) and economic resources  
27 shall distribute grants to eligible public radio and television  
28 broadcast stations under RCW 43.63A.410 and 43.63A.420 to assist with  
29 programming, operations, and capital needs.

30 **Sec. 70.** RCW 43.63A.410 and 1987 c 308 s 3 are each amended to  
31 read as follows:

32 (1) Eligibility for grants under this section shall be limited to  
33 broadcast stations which are:

34 (a) Licensed to Washington state organizations, nonprofit  
35 corporations, or other entities under section 73.621 of the regulations  
36 of the federal communications commission; and

1 (b) Qualified to receive community service grants from the  
2 federally chartered corporation for public broadcasting. Eligibility  
3 shall be established as of February 28th of each year.

4 (2) The formula in this subsection shall be used to compute the  
5 amount of each eligible station's grant under this section.

6 (a) Appropriations under this section shall be divided into a radio  
7 fund, which shall be twenty-five percent of the total appropriation  
8 under this section, and a television fund, which shall be seventy-five  
9 percent of the total appropriation under this section. Each of the two  
10 funds shall be divided into a base grant pool, which shall be fifty  
11 percent of the fund, and an incentive grant pool, which shall be the  
12 remaining fifty percent of the fund.

13 (b) Each eligible participating public radio station shall receive  
14 an equal share of the radio base grant pool, plus a share of the radio  
15 incentive grant pool equal to the proportion its nonfederal financial  
16 support bears to the sum of all participating radio stations'  
17 nonfederal financial support as most recently reported to the  
18 corporation for public broadcasting.

19 (c) Each eligible participating public television station shall  
20 receive an equal share of the television base grant pool, plus a share  
21 of the television incentive grant pool equal to the proportion its  
22 nonfederal financial support bears to the sum of all participating  
23 television stations' nonfederal financial support as most recently  
24 reported to the corporation for public broadcasting.

25 (3) Annual financial reports to the corporation for public  
26 broadcasting by eligible stations shall also be submitted by the  
27 stations to the department of community ((development)) and economic  
28 resources.

29 **Sec. 71.** RCW 43.63A.440 and 1989 c 424 s 7 are each amended to  
30 read as follows:

31 (1) The department of community ((development)) and economic  
32 resources shall provide technical and financial assistance to  
33 communities adversely impacted by reductions in timber harvested from  
34 federal lands. This assistance shall include the formation and  
35 implementation of community economic development plans. The department  
36 of community ((development)) and economic resources shall utilize  
37 existing state technical and financial assistance programs, and shall  
38 aid communities in seeking private and federal financial assistance for



1 the purposes of this section. The department may contract for services  
2 provided for under this section.

3 (2) The sum of four hundred fifty thousand dollars, or as much  
4 thereof as may be necessary, is appropriated from the general fund to  
5 the department of community ((~~development~~)) and economic resources for  
6 the biennium ending June 30, 1991, for the purposes of subsection (1)  
7 of this section.

8 **Sec. 72.** RCW 43.63A.450 and 1990 c 278 s 2 are each amended to  
9 read as follows:

10 The community diversification program is created in the department  
11 of community ((~~development~~)) and economic resources. The program shall  
12 include:

13 (1) The monitoring and forecasting of shifts in the economic  
14 prospects of major defense employers in the state. This shall include  
15 but not be limited to the monitoring of defense contract expenditures,  
16 other federal contracts, defense employment shifts, the aircraft and  
17 aerospace industry, computer products, and electronics;

18 (2) The identification of cities, counties, or regions within the  
19 state that are primarily dependent on defense or other federal  
20 contracting and the identification of firms dependent on federal  
21 defense contracts;

22 (3) Assistance to communities in broadening the local economic base  
23 through the provision of management assistance, assistance in  
24 financing, entrepreneurial training, and assistance to businesses in  
25 using off-the-shelf technology to start new production processes or  
26 introduce new products;

27 (4) Formulating a state plan for diversification in defense  
28 dependent communities in collaboration with the employment security  
29 department((~~, the department of trade and economic development,~~)) and  
30 the office of financial management. The plan shall use the information  
31 made available through carrying out subsections (1) and (2) of this  
32 section; and

33 (5) The identification of diversification efforts conducted by  
34 other states, the federal government, and other nations, and the  
35 provision of information on these efforts, as well as information  
36 gained through carrying out subsections (1) and (2) of this section, to  
37 firms, communities, and ((~~workforces~~)) work forces that are defense  
38 dependent.

1 The department shall, beginning January 1, 1992, report annually to  
2 the governor and the legislature on the activities of the community  
3 diversification program.

4 **Sec. 73.** RCW 43.63A.460 and 1990 c 176 s 2 are each amended to  
5 read as follows:

6 Beginning on July 1, 1991, the department of community  
7 (~~development~~) and economic resources shall be responsible for  
8 performing all the consumer complaint and related functions of the  
9 state administrative agency that are required for purposes of complying  
10 with the regulations established by the federal department of housing  
11 and urban development for manufactured housing, including the  
12 preparation and submission of the state administrative plan.

13 The department of community (~~development~~) and economic resources  
14 may enter into state or local interagency agreements to coordinate site  
15 inspection activities with record monitoring and complaint handling.  
16 The interagency agreement may also provide for the reimbursement for  
17 cost of work that an agency performs. The department may include other  
18 related areas in any interagency agreements which are necessary for the  
19 efficient provision of services.

20 The department of labor and industries shall transfer all records,  
21 files, books, and documents necessary for the department of community  
22 (~~development~~) and economic resources to assume these new functions.

23 The directors of the department of community (~~development~~) and  
24 economic resources and the department of labor and industries shall  
25 immediately take such steps as are necessary to ensure that this act is  
26 implemented on June 7, 1990.

27 **Sec. 74.** RCW 43.63A.600 and 1991 c 315 s 23 are each amended to  
28 read as follows:

29 (1) The department of community (~~development~~) and economic  
30 resources, as a member of the agency timber task force and in  
31 consultation with the economic recovery coordination board, shall  
32 establish and administer the emergency mortgage and rental assistance  
33 program. The department shall identify the communities most adversely  
34 affected by reductions in timber harvest levels and shall prioritize  
35 assistance under this program to these communities. The department  
36 shall work with the department of social and health services and the  
37 timber recovery coordinator to develop the program in timber impact

1 areas. Organizations eligible to receive funds for distribution under  
2 the program are those organizations that are eligible to receive  
3 assistance through the Washington housing trust fund.

4 (2) The goals of the program are to:

5 (a) Provide temporary emergency mortgage or rental assistance loans  
6 on behalf of dislocated forest products workers in timber impact areas  
7 who are unable to make current mortgage or rental payments on their  
8 permanent residences and are subject to immediate eviction for  
9 nonpayment of mortgage installments or nonpayment of rent;

10 (b) Prevent the dislocation of individuals and families from their  
11 permanent residences and their communities; and

12 (c) Maintain economic and social stability in timber impact areas.

13 **Sec. 75.** RCW 43.105.020 and 1990 c 208 s 3 are each amended to  
14 read as follows:

15 As used in this chapter, unless the context indicates otherwise,  
16 the following definitions shall apply:

17 (1) "Department" means the department of information services;

18 (2) "Board" means the information services board;

19 (3) "Local governments" includes all municipal and quasi municipal  
20 corporations and political subdivisions, and all agencies of such  
21 corporations and subdivisions authorized to contract separately;

22 (4) "Director" means the director of the department;

23 (5) "Purchased services" means services provided by a vendor to  
24 accomplish routine, continuing, and necessary functions. This term  
25 includes, but is not limited to, services acquired for equipment  
26 maintenance and repair, operation of a physical plant, security,  
27 computer hardware and software installation and maintenance, data  
28 entry, keypunch services, programming services, and computer time-  
29 sharing;

30 (6) "Backbone network" means the shared high-density portions of  
31 the state's telecommunications transmission facilities. It includes  
32 specially conditioned high-speed communications carrier lines,  
33 multiplexors, switches associated with such communications lines, and  
34 any equipment and software components necessary for management and  
35 control of the backbone network;

36 (7) "Telecommunications" means the transmission of information by  
37 wire, radio, optical cable, electromagnetic, or other means;

1 (8) "Information processing" means the electronic capture,  
2 collection, storage, manipulation, transmission, retrieval, and  
3 presentation of information in the form of data, text, voice, or image  
4 and includes telecommunications and office automation functions;

5 (9) "Information services" means data processing,  
6 telecommunications, and office automation;

7 (10) "Equipment" means the machines, devices, and transmission  
8 facilities used in information processing, such as computers, word  
9 processors, terminals, telephones, and cables;

10 (11) "Proprietary software" means that software offered for sale or  
11 license;

12 (12) "Video telecommunications" means the electronic  
13 interconnection of two or more sites for the purpose of transmitting  
14 and/or receiving visual and associated audio information. Video  
15 telecommunications shall not include existing public television  
16 broadcast stations as currently designated by the department of  
17 community ~~((development))~~ and economic resources under chapter  
18 ~~((43.63A))~~ 43.-- RCW (sections 1 through 8, 10 through 14, and 76 of  
19 this act).

20 NEW SECTION. **Sec. 76.** (1) All references to the director or  
21 department of community development in the Revised Code of Washington  
22 shall be construed to mean the director or department of community and  
23 economic resources.

24 (2) All references to the director or department of trade and  
25 economic development in the Revised Code of Washington shall be  
26 construed to mean the director or department of community and economic  
27 resources.

28 **Sec. 77.** RCW 43.31.091 and 1990 c 297 s 9 are each amended to read  
29 as follows:

30 The business assistance center and its powers and duties shall be  
31 terminated on June 30, ~~((1993))~~ 1995, as provided in RCW 43.31.092.

32 **Sec. 78.** RCW 43.31.092 and 1990 c 297 s 10 are each amended to  
33 read as follows:

34 The following acts or parts of acts, as now existing or hereafter  
35 amended, are each repealed, effective June 30, ~~((1994))~~ 1996:

36 (1) Section 2, chapter 348, Laws of 1987 and RCW 43.31.083;

- 1 (2) Section 11, chapter 466, Laws of 1985, section 3, chapter 348,  
2 Laws of 1987, section 2, chapter 430, Laws of 1989 and RCW 43.31.085;  
3 (3) Section 4, chapter 348, Laws of 1987 and RCW 43.31.087; and  
4 (4) Section 5, chapter 348, Laws of 1987 and RCW 43.31.089.

5 NEW SECTION. **Sec. 79.** The following acts or parts of acts are  
6 each repealed:

- 7 (1) RCW 43.31.005 and 1990 1st ex.s. c 17 s 68 & 1985 c 466 s 1;  
8 (2) RCW 43.31.015 and 1985 c 466 s 2;  
9 (3) RCW 43.31.025 and 1987 c 348 s 8 & 1985 c 466 s 3;  
10 (4) RCW 43.31.035 and 1990 1st ex.s. c 17 s 69 & 1985 c 466 s 4;  
11 (5) RCW 43.31.045 and 1985 c 466 s 5;  
12 (6) RCW 43.31.055 and 1985 c 466 s 6;  
13 (7) RCW 43.31.065 and 1985 c 466 s 9;  
14 (8) RCW 43.31.075 and 1985 c 466 s 10;  
15 (9) RCW 43.31.095 and 1985 c 466 s 12;  
16 (10) RCW 43.31.097 and 1990 1st ex.s. c 17 s 71;  
17 (11) RCW 43.31.105 and 1985 c 466 s 13;  
18 (12) RCW 43.31.115 and 1985 c 466 s 14;  
19 (13) RCW 43.31.130 and 1975-'76 2nd ex.s. c 34 s 110 & 1965 c 8 s  
20 43.31.130;  
21 (14) RCW 43.31.135 and 1987 c 505 s 30 & 1985 c 466 s 17;  
22 (15) RCW 43.31.373 and 1988 c 35 s 1, 1985 c 466 s 24, & 1984 c 175  
23 s 1;  
24 (16) RCW 43.31.375 and 1985 c 466 s 25 & 1984 c 175 s 2;  
25 (17) RCW 43.31.377 and 1988 c 35 s 2, 1985 c 466 s 26, & 1984 c 175  
26 s 3;  
27 (18) RCW 43.31.379 and 1988 c 35 s 3, 1985 c 466 s 27, & 1984 c 175  
28 s 4;  
29 (19) RCW 43.31.381 and 1988 c 35 s 4, 1985 c 466 s 28, & 1984 c 175  
30 s 5;  
31 (20) RCW 43.31.383 and 1985 c 466 s 29 & 1984 c 175 s 6;  
32 (21) RCW 43.31.387 and 1985 c 466 s 31 & 1984 c 175 s 8;  
33 (22) RCW 43.31.430 and 1989 c 423 s 2;  
34 (23) RCW 43.31.432 and 1989 c 423 s 3;  
35 (24) RCW 43.31.434 and 1989 c 423 s 6;  
36 (25) RCW 43.31.436 and 1989 c 423 s 7;  
37 (26) RCW 43.31.438 and 1989 c 423 s 8;  
38 (27) RCW 43.31.440 and 1989 c 423 s 9;

1 (28) RCW 43.31.442 and 1989 c 423 s 10;  
2 (29) RCW 43.31.651 and 1991 c 314 s 9;  
3 (30) RCW 43.31.790 and 1975 1st ex.s. c 292 s 2 & 1965 c 148 s 1;  
4 (31) RCW 43.31.800 and 1987 c 195 s 4 & 1965 c 148 s 2;  
5 (32) RCW 43.31.810 and 1987 c 195 s 5, 1975 1st ex.s. c 292 s 3, &  
6 1965 c 148 s 3;  
7 (33) RCW 43.31.820 and 1987 c 195 s 6, 1975 1st ex.s. c 292 s 4, &  
8 1965 c 148 s 4;  
9 (34) RCW 43.63A.020 and 1986 c 266 s 136, 1984 c 125 s 2, & 1967 c  
10 74 s 2;  
11 (35) RCW 43.63A.030 and 1984 c 125 s 1 & 1967 c 74 s 3;  
12 (36) RCW 43.63A.040 and 1984 c 125 s 3, 1975 c 40 s 10, & 1967 c 74  
13 s 4;  
14 (37) RCW 43.63A.050 and 1967 c 74 s 5;  
15 (38) RCW 43.63A.060 and 1987 c 505 s 32, 1984 c 125 s 4, & 1967 c  
16 74 s 6;  
17 (39) RCW 43.63A.065 and 1992 c 198 s 7, 1990 1st ex.s. c 17 s 70,  
18 1986 c 266 s 137, & 1984 c 125 s 5;  
19 (40) RCW 43.63A.078 and 1987 c 505 s 33 & 1984 c 125 s 7;  
20 (41) RCW 43.63A.095 and 1984 c 125 s 8;  
21 (42) RCW 43.63A.100 and 1984 c 125 s 9 & 1967 c 74 s 10;  
22 (43) RCW 43.63A.130 and 1983 c 52 s 6, 1981 c 157 s 6, & 1967 c 74  
23 s 13;  
24 (44) RCW 43.63A.140 and 1967 c 74 s 14;  
25 (45) RCW 43.63A.210 and 1985 c 85 s 1;  
26 (46) RCW 43.63A.560 and 1990 1st ex.s. c 17 s 67;  
27 (47) RCW 43.165.020 and 1985 c 229 s 2;  
28 (48) RCW 43.165.030 and 1987 c 195 s 13 & 1985 c 229 s 3;  
29 (49) RCW 43.165.040 and 1985 c 229 s 4;  
30 (50) RCW 43.165.050 and 1985 c 229 s 5;  
31 (51) RCW 43.165.060 and 1985 c 229 s 6;  
32 (52) RCW 43.165.070 and 1985 c 229 s 7;  
33 (53) RCW 43.165.080 and 1987 c 195 s 14 & 1985 c 229 s 8;  
34 (54) RCW 43.165.090 and 1985 c 229 s 9;  
35 (55) RCW 43.165.100 and 1985 c 229 s 10;  
36 (56) RCW 43.165.900 and 1985 c 229 s 14; and  
37 (57) RCW 43.165.901 and 1985 c 229 s 15.

