## \_\_\_\_\_

## ENGROSSED SUBSTITUTE HOUSE BILL 1529

State of Washington 53rd Legislature 1993 Regular Session

By House Committee on Trade, Economic Development & Housing (originally sponsored by Representatives Springer, Morton, Chappell, Holm, Campbell, King, Jones, Basich, Rayburn, Sheldon and Kessler; by request of Office of Financial Management)

Read first time 02/17/93.

- 1 AN ACT Relating to the reauthorization of timber programs under
- 2 chapters 314 and 315, Laws of 1991; amending RCW 50.22.090, and
- 3 50.12.270; amending 1991 c 314 s 26 (uncodified); amending 1991 c 314
- 4 s 32 (uncodified); amending 1991 c 314 s 34 (uncodified); amending 1991
- 5 c 314 s 33 (uncodified); creating a new section; providing an effective
- 6 date; and declaring an emergency.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 8 **Sec. 1.** 1991 c 314 s 26 (uncodified) is amended to read as 9 follows:
- 10 (1) For the period beginning July 1, 1991, and ending June 30,
- 11 ((1993)) 1995, in timber impact areas the public works board may award
- 12 low-interest or interest-free loans to local governments for
- 13 construction of new public works facilities that stimulate economic
- 14 growth or diversification.
- 15 (2) For the purposes of this section and section 27, chapter 314,
- 16 Laws of 1991:
- 17 (a) "Public facilities" means bridge, road and street, domestic
- 18 water, sanitary sewer, and storm sewer systems.

p. 1 ESHB 1529

- 1 (b) "Timber impact area" means a county having a population of less
- 2 than five hundred thousand, or a city or town located within a county
- 3 having a population of less than five hundred thousand, and meeting two
- 4 of the following three criteria, as determined by the employment
- 5 security department, for the most recent year such data is available:
- 6 (i) A lumber and wood products employment location quotient at or above
- 7 the state average; (ii) projected or actual direct lumber and wood
- 8 products job losses of one hundred positions or more, except counties
- 9 having a population greater than two hundred thousand but less than
- 10 five hundred thousand must have direct lumber and wood products job
- 11 losses of one thousand positions or more; or (iii) an annual
- 12 unemployment rate twenty percent or more above the state average.
- 13 (3) The loans may have a deferred payment of up to five years but
- 14 shall be repaid within twenty years. The public works board may
- 15 require other terms and conditions and may charge such rates of
- 16 interest on its loans as it deems appropriate to carry out the purposes
- 17 of this section. Repayments shall be made to the public works
- 18 assistance account.
- 19 (4) The board may make such loans irrespective of the annual loan
- 20 cycle and reporting required in RCW 43.155.070.
- 21 Sec. 2. 1991 c 314 s 32 (uncodified) is amended to read as
- 22 follows:
- 23 RCW 43.160.076 and 1991 c 314 s 24 and 1985 c 446 s 6 are each
- 24 repealed effective June 30,  $((\frac{1993}{2}))$  1995.
- Sec. 3. 1991 c 314 s 34 (uncodified) is amended to read as
- 26 follows:
- 27 RCW 43.160.210 shall take effect July 1,  $((\frac{1993}{1}))$  1995.
- 28 Sec. 4. 1991 c 314 s 33 (uncodified) is amended to read as
- 29 follows:
- 30 RCW 43.160.200 expires June 30, ((<del>1993</del>)) <u>1995</u>.
- 31 **Sec. 5.** RCW 50.22.090 and 1992 c 47 s 2 are each amended to read
- 32 as follows:
- 33 (1) An additional benefit period is established for counties
- 34 identified under subsection (2) of this section beginning on the first
- 35 Sunday after July 1, 1991, and for the forest products industry

beginning with the third week after the first Sunday after July 1, 1991. Benefits shall be paid as provided in subsection (3) of this section to exhaustees eligible under subsection (4) of this section.

- (2) The additional benefit period applies to counties having a population of less than five hundred thousand beginning with the third week after a week in which the commissioner determines that a county meets two of the following three criteria, as determined by the department, for the most recent year in which such data is available: (a) A lumber and wood products employment location quotient at or above the state average; (b) projected or actual direct lumber and wood products job losses of one hundred positions or more, except counties having a population greater than two hundred thousand but less than five hundred thousand must have direct lumber and wood products job losses of one thousand positions or more; or (c) an annual unemployment rate twenty percent or more above the state average. The additional benefit period for a county may end no sooner than fifty-two weeks after the additional benefit period begins.
  - (3) Additional benefits shall be paid as follows:
  - (a) No new claims for additional benefits shall be accepted for weeks beginning after July ((3))  $\underline{1}$ , ((1993))  $\underline{1995}$ , but for claims established on or before July ((3))  $\underline{1}$ , ((1993))  $\underline{1995}$ , weeks of unemployment occurring after July ((3))  $\underline{1}$ , ((1993))  $\underline{1995}$ , shall be compensated as provided in this section.
  - (b) The total additional benefit amount shall be ((fifty two times the individual's weekly benefit amount, reduced by the total amount of regular benefits and extended benefits paid, or deemed paid, with respect to the benefit year. Additional benefits shall not be payable for weeks more than one year beyond the end of the benefit year of the regular claim for an individual whose benefit year ends on or after July 27, 1991, and shall not be payable for weeks ending on or after one year after March 26, 1992, for individuals who become eligible as a result of chapter 47, Laws of 1992, and shall be payable for up to five weeks following the completion of the training required by this section)) an amount equal to the length of the individual's approved training plan plus an additional five weeks of benefits for job search upon completion of training. The amount paid each week will be the same as the individual's regular benefits.
- 38 (c) The weekly benefit amount shall be calculated as specified in 39 RCW 50.22.040.

p. 3 ESHB 1529

- (d) Benefits paid under this section shall be paid under the same 1 terms and conditions as regular benefits and shall not be charged to 2 the experience rating account of individual employers. The additional 3 4 benefit period shall be suspended with the start of an extended benefit period, or any totally federally funded benefit program, 5 eligibility criteria and benefits comparable to the program established 6 by this section, and shall resume the first week following the end of 7 8 the federal program.
- 9 (4) An additional benefit eligibility period is established for any 10 exhaustee who:
- 11 (a)(i) At the time of last separation from employment, resided in 12 or was employed in a county identified under subsection (2) of this 13 section; or
- (ii) During his or her base year, earned wages in at least six 14 15 hundred eighty hours in the forest products industry, which shall be determined by the department but shall include the industries assigned 16 17 the major group standard industrial classification codes "24" and "26" and the industries involved in the harvesting and management of logs, 18 19 transportation of logs and wood products, processing of wood products, 20 and the manufacturing and distribution of wood processing and logging equipment. The commissioner may adopt rules further interpreting the 21 industries covered under this subsection. For the purposes of this 22 subsection, "standard industrial classification code" means the code 23 24 identified in RCW 50.29.025(6)(c); and
  - (b)(i) Has received notice of termination or layoff; and
- (ii) Is unlikely to return to employment in his or her principal occupation or previous industry because of a diminishing demand within his or her labor market for his or her skills in the occupation or industry; and
  - (c)(i)(A) Is notified by the department of the requirements of this section and develops an individual training program that is submitted to the commissioner for approval not later than sixty days after the individual is notified of the requirements of this section, and enters the approved training program not later than ninety days after the date of the individual's termination or layoff, or ninety days after July 1, 1991, whichever is later, unless the department determines that the training is not available during the ninety-day period, in which case the individual shall enter training as soon as it is available; or

ESHB 1529 p. 4

25

30

31

3233

3435

3637

38

- (B) Is unemployed as the result of a plant closure that occurs 1 after November 1, 1992, in a county identified under subsection (2) of 2 3 this section, did not comply with the requirements of (c)(i)(A) of this 4 subsection due to good cause as demonstrated to the department, such as ambiguity over possible sale of the plant, develops a training program 5 that is submitted to the commissioner for approval not later than sixty 6 7 days from a date determined by the department to accommodate the good cause, and enters the approved training program not later than ninety 8 9 days after the revised date established by the department, unless the department determines that the training is not available during the 10 ninety-day period, in which case the individual shall enter training as 11 soon as it is available; or 12
- 13 (ii) Is enrolled in training approved under this section on a full-14 time basis and maintains satisfactory progress in the training; and
- 15 (d) Does not receive a training allowance or stipend under the 16 provisions of any federal or state law.
  - (5) For the purposes of this section:
- 18 (a) "Training program" means:

17

24

- 19 (i) A remedial education program determined to be necessary after 20 counseling at the educational institution in which the individual 21 enrolls pursuant to his or her approved training program; or
- 22 (ii) A vocational training program at an educational institution 23 that:
  - (A) Is training for a labor demand occupation;
- 25 (B) Is likely to facilitate a substantial enhancement of the 26 individual's marketable skills and earning power; and
- (C) Does not include on-the-job training or other training under which the individual is paid by an employer for work performed by the individual during the time that the individual receives additional benefits under subsection (1) of this section.
- 31 (b) "Educational institution" means an institution of higher 32 education as defined in RCW 28B.10.016 or an educational institution as 33 defined in RCW 28C.04.410(3).
- 34 (c) "Training allowance or stipend" means discretionary use, cash-35 in-hand payments available to the individual to be used as the 36 individual sees fit, but does not mean direct or indirect compensation 37 for training costs, such as tuition or books and supplies.
- 38 (6) The commissioner shall adopt rules as necessary to implement 39 this section.

p. 5 ESHB 1529

- 1 (7) For the purpose of this section, an individual who has a 2 benefit year beginning after January 1, 1989, and ending before July 3 27, 1991, shall be treated as if his or her benefit year ended on July 4 27, 1991.
- 5 **Sec. 6.** RCW 50.12.270 and 1991 c 315 s 3 are each amended to read 6 as follows:
- 7 (1) Subject to the availability of state or federal funds, the employment security department, as a member of the agency timber task 8 force and in consultation with the economic recovery coordination 9 board, shall consult with and may subcontract with local educational 10 institutions, local businesses, local labor organizations, local 11 12 associate development organizations, local private industry councils, local social service organizations, and local governments in carrying 13 14 out a program of training and services, including training through the 15 self-employment and enterprise development (SEED) program, ((dislocated workers)) residents in timber impact areas. 16
- 17 (2) The department shall conduct a survey to determine the actual 18 future employment needs and jobs skills in timber impact areas.
  - (3) The department shall coordinate the services provided in this section with all other services provided by the department and with the other economic recovery efforts undertaken by state and local government agencies on behalf of the timber impact areas.
- 23 (4) The department shall make every effort to procure additional 24 federal and other moneys for the efforts enumerated in this section.
- 25 (5) For the purposes of this section, "timber impact area" means a county having a population of less than five hundred thousand, or a 26 city or town located within a county having a population of less than 27 five hundred thousand, and meeting two of the following three criteria, 28 29 as determined by the employment security department, for the most 30 recent year such data is available: (a) A lumber and wood products employment location quotient at or above the state average; (b) 31 projected or actual direct lumber and wood products job losses of one 32 33 hundred positions or more, except counties having a population greater 34 than two hundred thousand but less than five hundred thousand must have direct lumber and wood products job losses of one thousand positions or 35 36 more; or (c) an annual unemployment rate twenty percent or more above 37 the state average.

19

20

21

22

- NEW SECTION. Sec. 7. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.
- NEW SECTION. Sec. 8. If specific funding for this act, referencing this act by bill number, is not provided by June 30, 1993, in the omnibus appropriations act, this act is null and void.
- 8 <u>NEW SECTION.</u> **Sec. 9.** This act is necessary for the immediate 9 preservation of the public peace, health, or safety, or support of the 10 state government and its existing public institutions, and shall take 11 effect July 1, 1993.

--- END ---

p. 7 ESHB 1529