HOUSE BILL 2054

State of Washington 53rd Legislature 1993 Regular Session

By Representatives Peery, Reams, Anderson, Heavey, R. Fisher, G. Cole, Ogden and Lemmon; by request of Governor Lowry

Read first time 02/24/93. Referred to Committee on Appropriations.

AN ACT Relating to state government; amending RCW 41.06.030, 1 2 41.06.070, 41.06.080, 41.06.140, 41.06.150, 41.06.160, 41.06.167, 3 41.06.169, 41.06.170, 41.06.186, 41.06.196, 41.06.220, 41.06.260, 4 41.06.270, 41.06.280, 41.06.350, 41.06.380, 41.06.400, 41.06.410, 5 41.06.430, 41.06.450, 41.06.475, 41.06.420, 41.06.490, 43.17.010, 43.17.020, and 41.56.100; amending 1982 c 208 s 9 (uncodified); б 7 reenacting and amending RCW 41.06.020, 41.56.030, and 41.04.230; 8 adding new sections to chapter 41.06 RCW; adding new sections to chapter 41.56 RCW; adding a new chapter to Title 43 RCW; adding a new 9 10 chapter to Title 41 RCW; creating new sections; repealing RCW 28B.16.010, 28B.16.020, 28B.16.030, 28B.16.040, 28B.16.041, 28B.16.042, 11 12 28B.16.043, 28B.16.060, 28B.16.070, 28B.16.080, 28B.16.090, 28B.16.100, 28B.16.101, 28B.16.105, 28B.16.110, 28B.16.112, 28B.16.113, 28B.16.116, 13 28B.16.120, 28B.16.130, 28B.16.140, 28B.16.150, 28B.16.160, 28B.16.170, 14 15 28B.16.180, 28B.16.190, 28B.16.200, 28B.16.210, 28B.16.220, 28B.16.230, 16 28B.16.240, 28B.16.255, 28B.16.265, 28B.16.275, 28B.16.300, 28B.16.900, 17 28B.16.910, 28B.16.920, 28B.16.930, 41.06.010, 41.06.110, 41.06.120, 41.06.130, 41.06.163, 41.06.165, 41.06.230, 41.06.240, 41.06.310, and 18 19 41.06.340; providing effective dates; and declaring an emergency.

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

Sec. 1. The legislature finds that the best 1 NEW SECTION. 2 interests of the citizens of Washington are served by eliminating unnecessary duplication in the organization of state government and 3 4 recognizes the need of the executive branch for increased flexibility 5 to meet new challenges the state faces in providing effective and costefficient services. This can be accomplished by streamlining the б 7 management of state's human resources including decentralizing the 8 provision of personnel services, encouraging the adoption of modern management techniques, continuing to increase the diversity of its work 9 10 force, and by granting employees the right to bargain collectively as provided in this act. 11

12 <u>NEW SECTION.</u> Sec. 2. The department of personnel, the higher 13 education personnel board, and the personnel board are hereby abolished 14 and except as provided in section 150 of this act their powers, duties, 15 and functions are hereby transferred to the department of human 16 resources.

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PART I

CIVIL SERVICE REFORM AND REORGANIZATION

19 <u>NEW SECTION.</u> Sec. 101. It is the purpose of this chapter to 20 create the department of human resources.

21 <u>NEW SECTION.</u> Sec. 102. As used in this chapter, unless the 22 context indicates otherwise:

23 (1) "Department" means the department of human resources.

24 (2) "Director" means the director of human resources.

25 <u>NEW SECTION.</u> Sec. 103. There is hereby created a department of 26 state government to be known as the department of human resources. The 27 department shall be vested with all powers and duties transferred to it 28 under this chapter and such other powers and duties as may be 29 authorized by law.

30 <u>NEW SECTION.</u> Sec. 104. The executive head and appointing 31 authority of the department shall be the director. The director shall 32 be appointed by the governor, with the consent of the senate, and shall 33 serve at the pleasure of the governor. The director shall be paid a

salary to be fixed by the governor in accordance with RCW 43.03.040.
 If a vacancy occurs in the position while the senate is not in session,
 the governor shall make a temporary appointment until the next meeting
 of the senate.

5 Sec. 105. It is the intent of the legislature NEW SECTION. wherever possible to place the internal affairs of the department under 6 7 the control of the director. Therefore, whenever the director's authority is not specifically limited by law, the director shall have 8 9 complete charge and supervisory powers over the department. The director may create such administrative structures as the director 10 considers appropriate, except as otherwise specified by law. 11 The 12 director may employ such assistants and personnel as may be necessary for the general administration of the department. This employment 13 14 shall be in accordance with the state civil service law, chapter 41.06 15 RCW, except as otherwise provided.

16 NEW SECTION. Sec. 106. The department of human resources shall be 17 subdivided into divisions. Except as otherwise specified or as federal 18 requirements may differently require, these divisions shall be established and organized in accordance with plans to be prepared by 19 the director and approved by the governor. In preparing such plans, 20 21 the director shall endeavor to promote efficient public management, to 22 improve programs, and to take full advantage of the economies, both 23 fiscal and administrative, to be gained from the consolidation of 24 functions and agencies under this chapter.

25 <u>NEW SECTION.</u> Sec. 107. Any power or duty vested in or transferred 26 to the director by law, or executive order, may be delegated by the 27 director to the deputy director or to any other assistant or 28 subordinate; but the director shall be responsible for the official 29 acts of the officers and employees of the department.

30 NEW SECTION. Sec. 108. The director may appoint such advisory 31 committees or councils as may be required by any federal legislation as a condition to the receipt of federal funds by the department. The 32 33 director may also appoint state-wide committees or councils on such within the department's 34 subject matters as are or come 35 responsibilities.

1 Members of such state advisory committees or councils may be paid 2 their travel expenses in accordance with RCW 43.03.050 and 43.03.060.

3 NEW SECTION. Sec. 109. In furtherance of the policy of the state 4 to cooperate with the federal government in all of the programs under the jurisdiction of the department, such rules as may become necessary 5 to entitle the state to participate in federal funds may be adopted, 6 7 unless expressly prohibited by law. Any internal reorganization 8 carried out under the terms of this chapter shall meet federal 9 requirements which are a necessary condition to state receipt of federal funds. Any section or provision of law dealing with the 10 department which may be susceptible to more than one construction shall 11 12 be interpreted in favor of the construction most likely to comply with federal laws entitling this state to receive federal funds for the 13 14 various programs of the department. If any law dealing with the 15 department is ruled to be in conflict with federal requirements which are a prescribed condition of the allocation of federal funds to the 16 state, or to any departments or agencies thereof, the conflicting part 17 18 is declared to be inoperative solely to the extent of the conflict.

19 <u>NEW SECTION.</u> Sec. 110. A new section is added to chapter 41.06 20 RCW to read as follows:

In addition to the exemptions under RCW 41.06.070, this chapter shall not apply in the department of human resources to the director, the director's personal secretary, the deputy director, all division directors and assistant directors, and one confidential secretary for each of these officers.

26 **Sec. 111.** RCW 41.06.020 and 1985 c 461 s 1 and 1985 c 365 3 are 27 each reenacted and amended to read as follows:

28 Unless the context clearly indicates otherwise, the words used in 29 this chapter have the meaning given in this section.

(1) "Agency" means an office, department, board, commission, institution of higher education and related boards, or other separate unit or division, however designated, of the state government and all personnel thereof; it includes any unit of state government established by law, the executive officer or members of which are either elected or appointed, upon which the statutes confer powers and impose duties in

connection with operations of either a governmental or proprietary
 nature.

3 (2) (("Board" means the state personnel board established under the 4 provisions of RCW 41.06.110, except that this definition does not apply 5 to the words "board" or "boards" when used in RCW 41.06.070.

6 (3)) "Classified service" means all positions in the state service
7 subject to the provisions of this chapter.

8 (((4))) <u>(3)</u> "Competitive service" means all positions in the 9 classified service for which a competitive examination is required as 10 a condition precedent to appointment.

(((5))) (4) "Comparable worth" means the provision of similar salaries for positions that require or impose similar responsibilities, judgments, knowledge, skills, and working conditions.

14 (((6))) <u>(5)</u> "Noncompetitive service" means all positions in the 15 classified service for which a competitive examination is not required. 16 (6) "Managers" or "management" means employees who:

17 (a) Formulate policy or direct the work of an agency or subdivision
 18 thereof; or

(b) Are responsible to administer and carry out policies and
 programs of an agency or subdivision thereof; or

21 (c) Manage, administer, and control a local branch office of an 22 agency or subdivision thereof, including the physical, financial, or 23 personnel resources thereof; or

(d) Have substantial responsibility in personnel administration,
 legislative relations, public information, or the preparation and
 administration of budgets; or

27 (e) Functionally or organizationally are above the first level of
 28 supervision.

(7) "Department" means an agency of government that has as its governing officer a person, or combination of persons such as a commission, board, or council, by law empowered to operate the agency responsible either to (a) no other public officer or (b) the governor. (8) "Career development" means the progressive development of

employee capabilities to facilitate productivity, job satisfaction, and upward mobility through work assignments as well as education and training that are both state-sponsored and are achieved by individual employee efforts, all of which shall be consistent with the needs and obligations of the state and its agencies. (9) "Institutions of higher education" means the same as defined in
 <u>RCW 28B.10.016</u>, but does not include technical colleges.

3 (10) "Related boards" means the state board for community and 4 technical colleges; and such other boards, councils, and commissions 5 related to higher education as may be established.

6 <u>(11)</u> "Training" means activities designed to develop job-related 7 knowledge and skills of employees.

8 (((10))) <u>(12)</u> "Director" means the director of ((personnel 9 appointed under the provisions of RCW 41.06.130)) <u>human resources</u>.

10 (((11))) (13) "Affirmative action" means a procedure by which 11 racial minorities, women, persons in the protected age category, 12 persons with disabilities, Vietnam-era veterans, and disabled veterans 13 are provided with increased employment opportunities. It shall not 14 mean any sort of quota system.

15 Sec. 112. RCW 41.06.030 and 1961 c 1 s 3 are each amended to read 16 as follows:

A department of ((personnel, governed by a state personnel board and)) <u>human resources</u> administered by a director of ((personnel)) <u>human</u> <u>resources</u>, is hereby established as a separate agency within the state government.

21 **Sec. 113.** RCW 41.06.070 and 1990 c 60 s 101 are each amended to 22 read as follows:

23 The provisions of this chapter do not apply to:

(1) The members of the legislature or to any employee of, or
position in, the legislative branch of the state government including
members, officers, and employees of the legislative council,
legislative budget committee, statute law committee, and any interim
committee of the legislature;

(2) The justices of the supreme court, judges of the court of appeals, judges of the superior courts or of the inferior courts, or to any employee of, or position in the judicial branch of state government;

(3) Officers((,)) and academic personnel((, and employees)) of state institutions of higher education, and the state board for community and technical colleges ((education, and the higher education personnel board));

37 (4) The officers of the Washington state patrol;

1 (5) Elective officers of the state;

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(6) The chief executive officer of each agency;

3 (7) In the departments of employment security, fisheries, social 4 and health services, the director and his <u>or her</u> confidential 5 secretary; in all other departments, the executive head of which is an 6 individual appointed by the governor, the director, his <u>or her</u> 7 confidential secretary, and his <u>or her</u> statutory assistant directors;

8 (8) In the case of a multimember board, commission, or committee, 9 whether the members thereof are elected, appointed by the governor or 10 other authority, serve ex officio, or are otherwise chosen:

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(a) All members of such boards, commissions, or committees;

(b) If the members of the board, commission, or committee serve on a part-time basis and there is a statutory executive officer: (i) The secretary of the board, commission, or committee; (ii) the chief executive officer of the board, commission, or committee; and (iii) the confidential secretary of the chief executive officer of the board, commission, or committee;

(c) If the members of the board, commission, or committee serve on a full-time basis: (i) The chief executive officer or administrative officer as designated by the board, commission, or committee; and (ii) a confidential secretary to the chairman of the board, commission, or committee;

(d) If all members of the board, commission, or committee serve ex
officio: (i) The chief executive officer; and (ii) the confidential
secretary of such chief executive officer;

(9) The confidential secretaries and administrative assistants in
 the immediate offices of the elective officers of the state;

28 (10) Assistant attorneys general;

(11) Commissioned and enlisted personnel in the military service ofthe state;

(12) Inmate, student, part-time, or temporary employees, and parttime professional consultants, as defined by the ((state personnel board or the board having jurisdiction)) director of human resources; (13) The public printer or to any employees of or positions in the state printing plant;

36 (14) Officers and employees of the Washington state fruit 37 commission;

38 (15) Officers and employees of the Washington state apple 39 advertising commission; (16) Officers and employees of the Washington state dairy products
 commission;

3 (17) Officers and employees of the Washington tree fruit research
4 commission;

5 (18) Officers and employees of the Washington state beef 6 commission;

7 (19) Officers and employees of any commission formed under the 8 provisions of chapter 191, Laws of 1955, and chapter 15.66 RCW;

9 (20) Officers and employees of the state wheat commission formed 10 under the provisions of chapter 87, Laws of 1961 (chapter 15.63 RCW); 11 (21) Officers and employees of agricultural commissions formed 12 under the provisions of chapter 256, Laws of 1961 (chapter 15.65 RCW); 13 (22) Officers and employees of the nonprofit corporation formed 14 under chapter 67.40 RCW;

15 (23) Liquor vendors appointed by the Washington state liquor control board pursuant to RCW 66.08.050: PROVIDED, HOWEVER, That rules 16 17 ((and regulations)) adopted by the ((state personnel board)) director pursuant to RCW 41.06.150 regarding the basis for, and procedures to be 18 19 followed for, the dismissal, suspension, or demotion of an employee, and appeals therefrom shall be fully applicable to liquor vendors 20 except those part time agency vendors employed by the liquor control 21 board when, in addition to the sale of liquor for the state, they sell 22 23 goods, wares, merchandise, or services as a self-sustaining private 24 retail business;

(24) Executive assistants for personnel administration and labor relations in all state agencies employing such executive assistants including but not limited to all departments, offices, commissions, committees, boards, or other bodies subject to the provisions of this chapter and this subsection shall prevail over any provision of law inconsistent herewith unless specific exception is made in such law;

(25) In each agency with fifty or more employees: Deputy agency heads, assistant directors or division directors, and not more than three principal policy assistants who report directly to the agency head or deputy agency heads;

35 (26) All employees of the marine employees' commission;

36 (27) Up to a total of five senior staff positions of the western 37 library network under chapter 27.26 RCW responsible for formulating 38 policy or for directing program management of a major administrative 39 unit. This subsection shall expire on June 30, 1997;

(28) In addition to the exemptions specifically provided by this 1 chapter, the ((state personnel board)) director may provide for further 2 3 exemptions pursuant to the following procedures. The governor or other 4 appropriate elected official may submit requests for exemption to the 5 ((personnel board)) director stating the reasons for requesting such б exemptions. ((The personnel board shall hold a public hearing, after 7 proper notice, on requests submitted pursuant to this subsection.)) If 8 the ((board)) director determines that the position for which exemption 9 is requested is one involving substantial responsibility for the 10 formulation of basic agency or executive policy or one involving directing and controlling program operations of an agency or a major 11 administrative division thereof, the ((personnel board)) director shall 12 13 grant the request and such determination shall be final. The total 14 number of additional exemptions permitted under this subsection shall 15 not exceed ((one hundred eighty-seven)) two percent of the number of employees in the classified service not including employees of higher 16 education, for those agencies not directly under the authority of any 17 elected public official other than the governor, and shall not exceed 18 19 a total of twenty-five for all agencies under the authority of elected 20 public officials other than the governor $((-))_{i}$

21 (29) The following classifications, positions, and employees of 22 institutions of higher education and related boards are hereby exempted 23 from coverage of this chapter:

24 (a) Members of the governing board of each institution and related boards, all presidents, vice-presidents and their confidential 25 26 secretaries, administrative and personal assistants; deans, directors, and chairpersons; academic personnel; and executive heads of major 27 28 administrative or academic divisions employed by institutions of higher 29 education; principal assistants to executive heads of major 30 administrative or academic divisions; other managerial or professional employees in an institution or related board having substantial 31 responsibility for directing or controlling program operations and 32 accountable for allocation of resources and program results, or for the 33 34 formulation of institutional policy, or for carrying out personnel administration or labor relations functions, legislative relations, 35 public information, development, senior computer systems and network 36 37 programming, or internal audits and investigations; and any employee of 38 a community college district whose place of work is one that is 39 physically located outside the state of Washington and who is employed

pursuant to RCW 28B.50.092 and assigned to an educational program operating outside of the state of Washington;

3 (b) Students, part-time, or temporary employees, and part-time
4 professional consultants, as defined by the department, employed by
5 institutions of higher education and related boards;

(c) The director, the director's confidential secretary, assistant
 directors, and professional education employees of the state board for
 community and technical colleges;

9 (d) The governing board of each institution, and related boards, may also be exempt from this chapter, subject to the employees' right 10 of appeal to the director, classifications involving research 11 activities, counseling of students, extension or continuing education 12 activities, and graphic arts or publications activities requiring 13 prescribed academic preparation or special training, as determined by 14 the director, however no nonacademic employee engaged in office, 15 clerical, maintenance, or food and trade services may be exempted by 16 17 the director under this subsection (29)(d);

18 (30) The governor's designee for collective bargaining and any 19 employees working for the governor's designee;

20 (31) The ((state personnel board)) director shall report to each 21 regular session of the legislature during an odd-numbered year all 22 exemptions granted under subsections (24), (25), and (28) of this 23 section, together with the reasons for such exemptions.

The salary and fringe benefits of all positions presently or hereafter exempted except for the chief executive officer of each agency, full-time members of boards and commissions, administrative assistants and confidential secretaries in the immediate office of an elected state official, and the personnel listed in subsections (10) through (22) <u>and (29)</u> of this section, shall be determined by the ((state personnel board)) <u>director</u>.

Any person holding a classified position subject to the provisions of this chapter shall, when and if such position is subsequently exempted from the application of this chapter, be afforded the following rights: If such person previously held permanent status in another classified position, such person shall have a right of reversion to the highest class of position previously held, or to a position of similar nature and salary.

Any classified employee having civil service status in a classified position who accepts an appointment in an exempt position shall have the right of reversion to the highest class of position previously
 held, or to a position of similar nature and salary.

A person occupying an exempt position who is terminated from the position for gross misconduct or malfeasance does not have the right of reversion to a classified position as provided for in this section.

6 Sec. 114. RCW 41.06.080 and 1970 ex.s. c 12 s 2 are each amended 7 to read as follows:

8 Notwithstanding the provisions of this chapter, the department ((of 9 personnel)) may make its services available on request, on a 10 reimbursable basis, to:

11 (1) Either the legislative or the judicial branch of the state 12 government;

(2) Any county, city, town, or other municipal subdivision of thestate;

15 (3) ((The institutions of higher learning;

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(4)) Any agency, class, or position set forth in RCW 41.06.070.

17 <u>NEW SECTION.</u> Sec. 115. A new section is added to chapter 41.06 18 RCW to read as follows:

The director may delegate to any agency the authority to perform 19 administrative and technical personnel activities if the agency 20 21 requests such authority and the director is satisfied that the agency 22 has the personnel management capabilities to effectively perform the 23 delegated activities. The director shall prescribe standards and 24 guidelines for the performance of delegated activities. If the 25 director determines that an agency is not performing delegated activities within the prescribed standards and guidelines, the director 26 27 shall withdraw the authority from the agency to perform such 28 activities.

29 <u>NEW SECTION.</u> Sec. 116. A new section is added to chapter 41.06 30 RCW to read as follows:

Each institution of higher education and related boards shall designate an officer who shall perform duties as personnel officer. The personnel officer at each institution or related board shall direct, supervise, and manage administrative and technical personnel activities for the classified service at the institution or related board consistent with policies established by the institution or

1 related board and in accordance with the provisions of this chapter and 2 the rules adopted under it. Institutions of higher education may 3 undertake jointly with one or more other institutions of higher 4 education to appoint a person qualified to perform the duties of 5 personnel officer, provide staff and financial support, and may engage 6 consultants to assist in the performance of specific projects.

7 The state board for community and technical college shall have 8 general supervision and control over activities undertaken by the 9 various state community and technical colleges under this section.

10 **Sec. 117.** RCW 41.06.140 and 1961 c 1 s 14 are each amended to read 11 as follows:

It shall be the duty of the ((board)) director to make rules ((and 12 regulations)) providing for employee participation in the development 13 14 and administration of personnel policies. To assure this right, 15 permanent personnel policies, rules, classification and pay plans, and 16 amendments thereto, shall be acted on only after the ((board)) director has given twenty days notice to, and considered proposals from, 17 18 employee representatives and agencies affected. Complete and current 19 compilations of all rules ((and regulations)) of the ((board in 20 printed, mimeographed or multigraphed form)) department shall be 21 available to the public in the office of the director ((of personnel 22 free of charge)).

23 **Sec. 118.** RCW 41.06.150 and 1990 c 60 s 103 are each amended to 24 read as follows:

The ((board)) <u>director</u> shall adopt rules, consistent with the purposes and provisions of this chapter((, as now or hereafter amended,)) and with the best standards of personnel administration, regarding the basis and procedures to be followed for:

(1) The reduction, dismissal, suspension, or demotion of anan employee;

(2) Certification of names for vacancies, including departmental promotions, ((with the number of names equal to four more names than there are vacancies to be filled, such names representing applicants rated highest on eligibility lists: PROVIDED, That when)) which shall consist of the top fifteen names of the eligible register. If other applicants have scores equal to the lowest score among the names certified, their names shall also be certified; (3) Examinations for all positions in the competitive and
 2 noncompetitive service;

3 (4) Appointments;

(5) Training and career development;

5 (6) Probationary periods of six to twelve months and rejections 6 therein, depending on the job requirements of the class, except that 7 entry level state park rangers shall serve a probationary period of 8 twelve months;

- 9 (7) Transfers;
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(8) Sick leaves and vacations;

11 (9) Hours of work;

12 (10) Layoffs when necessary and subsequent reemployment, ((both 13 according to)) based on seniority and maintenance and implementation of 14 approved affirmative action plans;

(11) ((Determination of appropriate bargaining units within any agency: PROVIDED, That in making such determination the board shall consider the duties, skills, and working conditions of the employees, the history of collective bargaining by the employees and their bargaining representatives, the extent of organization among the employees, and the desires of the employees;

(12) Certification and decertification of exclusive bargaining 21 representatives: PROVIDED, That after certification of an exclusive 22 bargaining representative and upon the representative's request, the 23 24 director shall hold an election among employees in a bargaining unit to 25 determine by a majority whether to require as a condition of employment 26 membership in the certified exclusive bargaining representative on or 27 after the thirtieth day following the beginning of employment or the 28 date of such election, whichever is the later, and the failure of an 29 employee to comply with such a condition of employment constitutes 30 cause for dismissal: PROVIDED FURTHER, That no more often than once in each twelve-month period after expiration of twelve months following 31 the date of the original election in a bargaining unit and upon 32 petition of thirty percent of the members of a bargaining unit the 33 director shall hold an election to determine whether a majority wish to 34 rescind such condition of employment: PROVIDED FURTHER, That for 35 purposes of this clause, membership in the certified exclusive 36 37 bargaining representative is satisfied by the payment of monthly or other periodic dues and does not require payment of initiation, 38 39 reinstatement, or any other fees or fines and includes full and

complete membership rights: AND PROVIDED FURTHER, That in order to 1 safeguard the right of nonassociation of public employees, based on 2 bona fide religious tenets or teachings of a church or religious body 3 4 of which such public employee is a member, such public employee shall 5 pay to the union, for purposes within the program of the union as designated by such employee that would be in harmony with his or her 6 7 individual conscience, an amount of money equivalent to regular union 8 dues minus any included monthly premiums for union-sponsored insurance 9 programs, and such employee shall not be a member of the union but is 10 entitled to all the representation rights of a union member;

11 (13) Agreements between agencies and certified exclusive bargaining 12 representatives providing for grievance procedures and collective 13 negotiations on all personnel matters over which the appointing 14 authority of the appropriate bargaining unit of such agency may 15 lawfully exercise discretion;

16 (14) Written agreements may contain provisions for payroll 17 deductions of employee organization dues upon authorization by the 18 employee member and for the cancellation of such payroll deduction by 19 the filing of a proper prior notice by the employee with the appointing 20 authority and the employee organization: PROVIDED, That nothing 21 contained herein permits or grants to any employee the right to strike 22 or refuse to perform his or her official duties;

(15)) Adoption and revision of a comprehensive classification plan
 for all positions in the classified service, based on investigation and
 analysis of the duties and responsibilities of each such position;

26 (((16))) <u>(12)</u> Allocation and reallocation of positions within the 27 classification plan;

(((17))) (13) Adoption and revision of a state salary schedule to reflect the prevailing rates in Washington state private industries and other governmental units but the rates in the salary schedules or plans shall be increased if necessary to attain comparable worth under an implementation plan under RCW 41.06.155, such adoption and revision subject to approval by the director of financial management in accordance with the provisions of chapter 43.88 RCW;

35 (((18))) (14) Increment increases within the series of steps for 36 each pay grade based on length of service for all employees whose 37 standards of performance are such as to permit them to retain job 38 status in the classified service;

((((19))) (15) Providing for veteran's preference as required by 1 existing statutes, with recognition of preference in regard to layoffs 2 3 and subsequent reemployment for veterans and their widows by giving 4 such eligible veterans and their widows additional credit in computing their seniority by adding to their unbroken state service, as defined 5 by the ((board)) <u>director</u>, the veteran's service in the military not to 6 7 exceed five years. For the purposes of this section, "veteran" means 8 any person who has one or more years of active military service in any 9 branch of the armed forces of the United States or who has less than 10 one year's service and is discharged with a disability incurred in the line of duty or is discharged at the convenience of the government and 11 who, upon termination of such service has received an honorable 12 13 discharge, a discharge for physical reasons with an honorable record, 14 or a release from active military service with evidence of service 15 other than that for which an undesirable, bad conduct, or dishonorable PROVIDED, HOWEVER, That the widow of a 16 discharge shall be given: veteran is entitled to the benefits of this section regardless of the 17 veteran's length of active military service: PROVIDED FURTHER, That 18 19 for the purposes of this section "veteran" does not include any person 20 who has voluntarily retired with twenty or more years of active military service and whose military retirement pay is in excess of five 21 22 hundred dollars per month;

(((20))) (16) Permitting agency heads to delegate the authority to appoint, reduce, dismiss, suspend, or demote employees within their agencies if such agency heads do not have specific statutory authority to so delegate: PROVIDED, That the ((board)) director may not authorize such delegation to any position lower than the head of a major subdivision of the agency;

(((21))) (17) Assuring persons who are or have been employed in classified positions ((under chapter 28B.16 RCW)) in the state's general government or higher education systems will be eligible for employment, reemployment, transfer, and promotion in respect to classified positions covered by this chapter;

34 (((22))) (18) Affirmative action in appointment, promotion, 35 transfer, <u>layoff and reemployment</u>, recruitment, training, and career 36 development; development and implementation of affirmative action goals 37 and timetables; and monitoring of progress against those goals and 38 timetables. 1 The ((board)) <u>director</u> shall consult with the human rights 2 commission in the development of rules pertaining to affirmative 3 action. The department ((of personnel)) shall transmit a report 4 annually to the human rights commission which states the progress each 5 state agency has made in meeting affirmative action goals and 6 timetables.

7 <u>Rules adopted pursuant to this section supersede collective</u> 8 <u>bargaining agreements relative to matters covered by sections 306(2)</u> 9 <u>and 307 of this act for classified employees bargaining under chapter</u> 10 <u>41.-- RCW (sections 301 through 317 of this act).</u>

11 The provisions of a collective bargaining agreement covering 12 employees of institutions of higher education that are not negotiated 13 under RCW 41.--.-- (2) and (3) (section 204 (2) and (3) of this act) 14 shall not prevail if in conflict with rules adopted by the director of 15 human resources pursuant to this section.

16 <u>NEW SECTION.</u> Sec. 119. A new section is added to chapter 41.06 17 RCW to read as follows:

18 (1) Rules adopted by the director shall provide for local 19 administration and management by the institutions of higher education 20 and related boards, subject to periodic audit and review by the 21 department, of the following:

22 (a) Appointment, promotion, and transfer of employees;

23 (b) Dismissal, suspension, or demotion of an employee;

24 (c) Examinations for all positions in the competitive and 25 noncompetitive service;

26 (d) Probationary periods of six to twelve months and rejections 27 therein;

28 (e) Sick leaves and vacations;

29 (f) Hours of work;

30 (g) Layoffs when necessary and subsequent reemployment;

31 (h) Allocation and reallocation of positions within the 32 classification plans;

33 (i) Training programs; and

34 (j) Maintenance of personnel records.

(2) The director may authorize local administration and management
 by agencies other than institutions of higher education and related
 boards.

1 sec. 120. RCW 41.06.160 and 1985 c 94 s 2 are each amended to read
2 as follows:

3 In preparing classification and salary schedules as set forth in 4 RCW 41.06.150 ((as now or hereafter amended)) the department of <u>human resources</u> shall give full consideration 5 ((personnel)) to prevailing rates in other public employment and in private employment 6 7 For this purpose the department shall undertake in this state. 8 ((comprehensive)) salary and fringe benefit surveys ((to be planned and 9 conducted on a joint basis with the higher education personnel board, 10 with such surveys)) to be conducted in the year prior to the convening of every ((other)) one hundred five day regular session of the state 11 legislature or as requested by the governor or the governor's designee 12 for the purpose of collective bargaining. ((In the year prior to the 13 14 convening of each one hundred five day regular session during which a 15 comprehensive salary and fringe benefit survey is not conducted, the 16 department shall plan and conduct on a joint basis with the higher education personnel board a trend salary and fringe benefit survey. 17 This survey shall measure average salary and fringe benefit movement 18 19 for broad occupational groups which has occurred since the last comprehensive salary and fringe benefit survey was conducted. The 20 results of each comprehensive and trend salary and fringe benefit 21 22 survey shall be completed and forwarded by September 30 with a 23 recommended state salary schedule to the governor and director of 24 financial management for their use in preparing budgets to be submitted 25 to the succeeding legislature. A copy of the data and supporting documentation shall be furnished by the department of personnel to the 26 27 standing committees for appropriations of the senate and house of 28 representatives.

In the case of comprehensive salary and fringe benefit surveys, the department shall furnish the following supplementary data in support of its recommended salary schedule:

(1) A total dollar figure which reflects the recommended increase or decrease in state salaries as a direct result of the specific salary and fringe benefit survey that has been conducted and which is categorized to indicate what portion of the increase or decrease is represented by salary survey data and what portion is represented by fringe benefit survey data;

38 (2) An additional total dollar figure which reflects the impact of
 39 recommended increases or decreases to state salaries based on other

1 factors rather than directly on prevailing rate data obtained through 2 the survey process and which is categorized to indicate the sources of 3 the requests for deviation from prevailing rates and the reasons for 4 the changes;

5 (3) A list of class codes and titles indicating recommended monthly
6 salary ranges for all state classes under the control of the department
7 of personnel with:

8 (a) Those salary ranges which do not substantially conform to the 9 prevailing rates developed from the salary and fringe benefit survey 10 distinctly marked and an explanation of the reason for the deviation 11 included; and

12 (b) Those department of personnel classes which are substantially 13 the same as classes being used by the higher education personnel board 14 clearly marked to show the commonality of the classes between the two 15 jurisdictions;

16 (4) A supplemental salary schedule which indicates the additional 17 salary to be paid state employees for hazardous duties or other 18 considerations requiring extra compensation under specific 19 circumstances. Additional compensation for these circumstances shall 20 not be included in the basic salary schedule but shall be maintained as 21 a separate pay schedule for purposes of full disclosure and visibility; 22 and

23 (5) A supplemental salary schedule which indicates those cases 24 where the board determines that prevailing rates do not provide similar 25 salaries for positions that require or impose similar responsibilities, judgment, knowledge, skills, and working conditions. This 26 supplementary salary schedule shall contain proposed salary adjustments 27 28 necessary to eliminate any such dissimilarities in compensation. 29 Additional compensation needed to eliminate such salary dissimilarities 30 shall not be included in the basic salary schedule but shall be 31 maintained as a separate salary schedule for purposes of full disclosure and visibility. 32

33 It is the intention of the legislature that requests for funds to 34 support recommendations for salary deviations from the prevailing rate 35 survey data shall be kept to a minimum, and that the requests be fully 36 documented when forwarded by the department of personnel. Further, it 37 is the intention of the legislature that the department of personnel 38 and the higher education personnel board jointly determine job classes 39 which are substantially common to both jurisdictions and that basic 1 salaries for these job classes shall be equal based on salary and

2 fringe benefit survey findings.))

3 Salary and fringe benefit survey information collected from private 4 employers which identifies a specific employer with the salary and 5 fringe benefit rates which that employer pays to its employees shall 6 not be subject to public disclosure under chapter 42.17 RCW.

7 The first comprehensive salary and fringe benefit survey required 8 by this section shall be completed and forwarded to the governor and 9 the director of financial management by September 30, 1986. The first 10 trend salary and fringe benefit survey required by this section shall 11 be completed and forwarded to the governor and the director of 12 financial management by September 30, 1988.

13 **Sec. 121.** RCW 41.06.167 and 1991 c 196 s 1 are each amended to 14 read as follows:

15 The department of ((personnel)) human resources shall undertake 16 comprehensive compensation surveys for officers and entry-level officer candidates of the Washington state patrol, with such surveys to be 17 18 conducted in the year prior to the convening of every other one hundred 19 five day regular session of the state legislature. In the year prior to the convening of each one hundred five day regular session during 20 which a comprehensive compensation survey is not conducted, the 21 department of human resources shall conduct a trend compensation 22 23 survey. This survey shall measure average compensation movement which 24 has occurred since the last comprehensive compensation survey was conducted. The results of each comprehensive and trend survey shall be 25 completed and forwarded by September 30th, after review and preparation 26 of recommendations by the chief of the Washington state patrol, to the 27 governor and director of financial management for their use in 28 29 preparing budgets to be submitted to the succeeding legislature. A 30 copy of the data and supporting documentation shall be furnished by the department of ((personnel)) human resources to the legislative 31 transportation committee and the standing committees for appropriations 32 33 of the senate and house of representatives. The office of financial 34 management shall analyze the survey results and conduct investigations which may be necessary to arbitrate differences between interested 35 36 parties regarding the accuracy of collected survey data and the use of such data for salary adjustment. 37

Surveys conducted by the department of ((personnel)) human 1 2 resources for the Washington state patrol shall be undertaken in a manner consistent with statistically accurate sampling techniques, 3 4 including comparisons of medians, base ranges, and weighted averages of 5 salaries. The surveys shall compare competitive labor markets of law enforcement officers. This service performed by the department of 6 7 ((personnel)) human resources shall be on a reimbursable basis in 8 accordance with the provisions of RCW 41.06.080.

9 A comprehensive compensation survey plan and the recommendations of the chief of the Washington state patrol shall be submitted jointly by 10 11 the department of ((personnel)) <u>human resources</u> and the Washington 12 state patrol to the director of financial management, the legislative 13 transportation committee, the committee on ways and means of the and the committee on appropriations of the house of 14 senate, 15 representatives six months before the beginning of each periodic 16 survey.

17 **Sec. 122.** RCW 41.06.169 and 1985 c 461 s 3 are each amended to 18 read as follows:

19 After consultation with state agency heads, employee organizations, 20 and other interested parties, the ((state personnel)) director shall 21 develop standardized employee performance evaluation procedures and 22 forms which shall be used by state agencies for the appraisal of 23 employee job performance at least annually. These procedures shall 24 include means whereby individual agencies may supplement the 25 standardized evaluation process with special performance factors peculiar to specific organizational needs. Performance evaluation 26 procedures shall place primary emphasis on recording how well the 27 employee has contributed to efficiency, effectiveness, and economy in 28 29 fulfilling state agency and job objectives.

30 **Sec. 123.** RCW 41.06.170 and 1981 c 311 s 19 are each amended to 31 read as follows:

(1) The ((board)) director, in the ((promulgation)) adoption of rules ((and regulations)) governing suspensions for cause, shall not authorize an appointing authority to suspend an employee for more than fifteen calendar days as a single penalty or more than thirty calendar days in any one calendar year as an accumulation of several penalties. The ((board)) director shall require that the appointing authority give

1 written notice to the employee not later than one day after the 2 suspension takes effect, stating the reasons for and the duration 3 thereof. ((The authority shall file a copy of the notice with the 4 director of personnel.))

(2) Any employee who is reduced, dismissed, suspended, or demoted, 5 after completing his or her probationary period of service as provided 6 7 by the rules ((and regulations)) of the ((board)) director, or any 8 employee who is adversely affected by a violation of the state civil 9 service law, chapter 41.06 RCW((, as now or hereafter amended)), or 10 rules ((promulgated pursuant thereto)) adopted under it, shall have the right to appeal to the personnel appeals board created by RCW 41.64.010 11 not later than thirty days after the effective date of such action. 12 13 The employee shall be furnished with specified charges in writing when 14 a reduction, dismissal, suspension, or demotion action is taken. Such 15 appeal shall be in writing.

16 (3) An employee incumbent in a position at the time of its 17 allocation or reallocation, or the agency utilizing the position, may 18 appeal the allocation or reallocation to the personnel appeals board 19 created by RCW 41.64.010. Notice of such appeal must be filed in 20 writing within thirty days of the action from which appeal is taken.

(4) Any employee who feels that his or her classification should
 not be exempt may appeal the action to the personnel appeals board.

23 **Sec. 124.** RCW 41.06.186 and 1985 c 461 s 5 are each amended to 24 read as follows:

The ((personnel board)) <u>director</u> shall adopt rules designed to terminate the state employment of any employee whose performance is so inadequate as to warrant termination.

28 **Sec. 125.** RCW 41.06.196 and 1985 c 461 s 6 are each amended to 29 read as follows:

30 The ((personnel board)) <u>director</u> shall adopt rules designed to 31 remove from supervisory positions those supervisors who in violation of 32 the rules adopted under RCW 41.06.186 have tolerated the continued 33 employment of employees under their supervision whose performance has 34 warranted termination from state employment.

35 **Sec. 126.** RCW 41.06.220 and 1961 c 1 s 22 are each amended to read 36 as follows: 1 (1) An employee who is terminated from state service may request 2 the ((board)) <u>director</u> to place his <u>or her</u> name on an appropriate 3 reemployment list and the ((board)) <u>director</u> shall grant this request 4 where the circumstances are found to warrant reemployment.

5 (2) Any employee, when fully reinstated after appeal, shall be 6 guaranteed all employee rights and benefits, including back pay, sick 7 leave, vacation accrual, retirement and OASDI credits.

8 Sec. 127. RCW 41.06.260 and 1961 c 1 s 26 are each amended to read 9 as follows:

If any part of this chapter shall be found to be in conflict with 10 federal requirements which are a condition precedent to the allocation 11 12 of federal funds to the state, such conflicting part of this chapter is hereby declared to be inoperative solely to the extent of such conflict 13 and with respect to the agencies directly affected, and such findings 14 15 or determination shall not affect the operation of the remainder of this chapter in its application to the agencies concerned. 16 The ((board)) director shall make such rules ((and regulations)) as may be 17 18 necessary to meet federal requirements which are a condition precedent 19 to the receipt of federal funds by the state.

20 Sec. 128. RCW 41.06.270 and 1979 c 151 s 61 are each amended to 21 read as follows:

A disbursing officer shall not pay any employee holding a position covered by this chapter unless the employment is in accordance with this chapter or the rules, regulations and orders issued hereunder. The ((board)) <u>director</u> and the director of financial management shall jointly establish procedures for the certification of payrolls.

27 Sec. 129. RCW 41.06.280 and 1987 c 248 s 4 are each amended to 28 read as follows:

There is hereby created a fund within the state treasury, 29 30 designated as the "<u>d</u>epartment of ((Personnel)) <u>human resources s</u>ervice fund," to be used by the ((board)) director as a revolving fund for the 31 32 payment of salaries, wages, and operations required for the administration of the provisions of this chapter, applicable provisions 33 of chapter 41.04 RCW, and chapter 41.60 RCW. An amount not to exceed 34 one percent of the approved allotments of salaries and wages for all 35 positions in the classified service in each of the agencies subject to 36

this chapter, except the institutions of higher ((learning)) education 1 which shall be charged an amount not to exceed one-half of one percent, 2 3 shall be charged to the operations appropriations of each agency and 4 credited to the department of ((personnel)) human resources service fund as the allotments are approved pursuant to chapter 43.88 RCW. 5 Subject to the above limitations, the amount shall be charged against 6 7 the allotments pro rata, at a rate to be fixed by the director from 8 time to time which, together with income derived from services rendered 9 under RCW 41.06.080, will provide the department with funds to meet its 10 anticipated expenditures during the allotment period.

The director of ((personnel)) human resources shall fix the terms 11 12 and charges for services rendered by the department of ((personnel)) 13 human resources pursuant to RCW 41.06.080, which amounts shall be 14 credited to the department of ((personnel)) human resources service 15 fund and charged against the proper fund or appropriation of the 16 recipient of such services on a quarterly basis. Payment for services 17 so rendered under RCW 41.06.080 shall be made on a quarterly basis to the state treasurer and deposited by him or her in the department of 18 19 ((personnel)) human resources service fund.

If employees cease to be classified under this chapter pursuant to 20 an agreement authorized by section 204 of this act, each institution of 21 higher education and the state board for community and technical 22 colleges shall continue, for six months after the effective date of the 23 24 agreement, to make contributions to the department of human resources service fund based on employee salaries and wages that includes the 25 employees under the agreement. At the expiration of the six-month 26 period, the director of financial management shall make across-the-27 board reductions in allotments of the department of human resources 28 29 service fund for the remainder of the biennium so that the charge to 30 the institutions of higher education and state board based on the salaries and wages of the remaining employees classified under this 31 chapter does not increase during the biennium, unless an increase is 32 authorized by the legislature. The director of financial management 33 34 shall report the amount and impact of any across-the-board reductions made under this section to the appropriations committee of the house of 35 36 representatives and the ways and means committee of the senate, or appropriate successor committees, within thirty days of making the 37 38 reductions.

1 Moneys from the department of ((personnel)) <u>human resources</u> service 2 fund shall be disbursed by the state treasurer by warrants on vouchers 3 duly authorized by the ((board)) <u>director</u>.

4 Sec. 130. RCW 41.06.350 and 1969 ex.s. c 152 s 1 are each amended 5 to read as follows:

6 The ((state personnel board)) <u>director</u> is authorized to receive 7 federal funds now available or hereafter made available for the 8 assistance and improvement of public personnel administration, which 9 may be expended in addition to the department of ((personnel)) <u>human</u> 10 <u>resources</u> service fund established by RCW 41.06.280.

11 **Sec. 131.** RCW 41.06.380 and 1979 ex.s. c 46 s 2 are each amended 12 to read as follows:

13 (1) Nothing contained in this chapter shall prohibit any department, as defined in RCW 41.06.020, from purchasing services by 14 contract with individuals or business entities if such ((services were 15 regularly purchased by valid contract by such department prior to April 16 17 23, 1979: PROVIDED, That no such contract may be executed or renewed 18 if it would have the effect of terminating classified employees or classified employee positions existing at the time of the execution or 19 renewal of the contract)) purchase would be fiscally prudent and result 20 in reduced expenditures of public funds. Decisions to contract out 21 22 shall be made only after the affected agency has conducted a 23 feasibility study determining the potential costs and benefits that would result from contracting out the work in question and the decision 24 has been reviewed and approved by the director of financial management 25 who shall assure that the prospective subcontractor will pay salaries 26 27 and wages to its employees who will perform the contract work that are 28 similar to those generally paid for such work in the locality in which 29 the work is to be performed and will provide benefits that are similar to those paid state employees who would otherwise perform the work. 30

31 (2) No provision contrary to or in conflict with this section in 32 any existing collective bargaining agreement may be renewed or extended 33 by any means beyond the expiration date next following the effective 34 date of this section.

35 **Sec. 132.** RCW 41.06.400 and 1980 c 118 s 4 are each amended to 36 read as follows:

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1 (1) In addition to other powers and duties specified in this 2 chapter, the ((board)) <u>director</u> shall, by rule, prescribe the purpose 3 and minimum standards for training and career development programs and, 4 in so doing, regularly consult with and consider the needs of 5 individual agencies and employees.

6 (2) In addition to other powers and duties specified in this 7 chapter, the director shall:

8 (a) Provide for the evaluation of training and career development 9 programs and plans of agencies based on minimum standards established by the ((board)) director. The director shall report the results of 10 such evaluations to the agency which is the subject of the evaluation; 11 12 (b) Provide training and career development programs which may be 13 conducted more efficiently and economically on an interagency basis; 14 (c) Promote interagency sharing of resources for training and 15 career development;

(d) Monitor and review the impact of training and career development programs to ensure that the responsibilities of the state to provide equal employment opportunities are diligently carried out. The director shall report to the ((board)) governor the impact of training and career development programs on the fulfillment of such responsibilities.

(3) At an agency's request, the director may provide training and career development programs for an agency's internal use which may be conducted more efficiently and economically by the department of ((personnel)) <u>human resources</u>.

26 (4) The director may provide career development services that: (a)
27 Assist in the establishment of mentor programs for state employees; (b)
28 provide a clearinghouse for information on successful public and
29 private sector career development programs; (c) offer instruction and
30 resource materials on test taking, writing resumes, interviewing, and
31 other career skills; and (d) provide career counseling.

32 **Sec. 133.** RCW 41.06.410 and 1980 c 118 s 5 are each amended to 33 read as follows:

34 Each agency subject to the provisions of this chapter shall:

(1) Prepare an employee training and career development plan which
 shall at least meet minimum standards established by the ((board))
 <u>director</u>. A copy of such plan shall be submitted to the director for
 purposes of administering the provisions of RCW 41.06.400(2);

(2) Provide for training and career development for its employees
 in accordance with the agency plan;

3 (3) Report on its training and career development program
4 operations and costs to the director in accordance with reporting
5 procedures adopted by the ((board)) director;

6 (4) Budget for training and career development in accordance with 7 procedures of the office of financial management.

8 **sec. 134.** RCW 41.06.420 and 1980 c 118 s 6 are each amended to 9 read as follows:

(1) The ((board)) director, by rule, shall prescribe the conditions 10 under which an employee appointed to a supervisory or management 11 12 position after June 12, 1980, shall be required to successfully complete an entry-level management training course as approved by the 13 14 director. The training course shall focus on the critical knowledge, 15 skills, and abilities for successful management performance and include instruction on managing and valuing diversity in the workplace. Such 16 training shall not be required of any employee who has completed a 17 18 management training course prior to the employee's appointment which 19 is, in the judgment of the director, at least equivalent to the entrylevel course required by this section. 20

(2) The ((board)) director, by rule, shall establish procedures for the suspension of the entry-level training requirement in cases where the ability of an agency to perform its responsibilities is adversely affected, or for the waiver of this requirement in cases where a person has demonstrated experience as a substitute for training.

(3) Agencies subject to the provisions of this chapter, in accordance with rules prescribed by the ((board)) director, shall designate individual positions, or groups of positions, as being "supervisory" or "management" positions. Such designations shall be subject to review by the director as part of the director's evaluation of training and career development programs prescribed by RCW 41.06.400(2).

33 **Sec. 135.** RCW 41.06.430 and 1990 c 60 s 102 are each amended to 34 read as follows:

(1) The ((board)) <u>director</u>, by rule, shall develop a career
 executive program which recognizes the profession of management and
 recognizes excellence in managerial skills in order to (a) identify,

attract, and retain highly qualified executive candidates, (b) provide outstanding employees a broad opportunity for career development, and (c) provide for the mobility of such employees among agencies, it being to the advantage of the state to make the most beneficial use of individual managerial skills.

(2) To accomplish the purposes of subsection (1) of this section, 6 7 the board, notwithstanding any other provision of this chapter, may 8 provide policies and standards for recruitment, appointment, 9 examination, training, probation, employment register control, 10 certification, classification, salary administration, transfer, promotion, reemployment, conditions of employment, and separation 11 separate from procedures established for other employment. 12

13 (3) The director, in consultation with affected agencies, shall 14 ((recommend to the board)) determine the classified positions which may 15 be filled by participants in the career executive program. Upon the 16 request of an agency, management positions that are exempt from the 17 state civil service law pursuant to RCW 41.06.070 may be included in all or any part of the career executive program: 18 PROVIDED, That an 19 agency may at any time, after providing written notice to the ((board)) 20 director, withdraw an exempt position from the career executive program. No employee may be placed in the career executive program 21 22 without the employee's consent.

(4) The number of employees participating in the career executive
 program shall not exceed two percent of the employees subject to the
 provisions of this chapter.

(5) The director shall monitor and review the impact of the career executive program to ensure that the responsibilities of the state to provide equal employment opportunities are diligently carried out. The director shall report to the ((board)) governor the impact of the career executive program on the fulfillment of such responsibilities.

(6) Any classified state employee, upon entering a position in the career executive program, shall be entitled subsequently to revert to any class or position previously held with permanent status, or, if such position is not available, revert to a position similar in nature and salary to the position previously held.

36 <u>NEW SECTION.</u> **sec. 136.** A new section is added to chapter 41.06 37 RCW to read as follows:

1 (1) The Washington management service is created. The purpose of 2 the management service is to strive for excellence in the management of 3 the state's resources, attract and retain qualified managers, and 4 establish a management identity in state government through separate 5 personnel rules that are unique to the responsibilities of management 6 employees.

7 (2) Notwithstanding any other provisions of this chapter, the 8 director, after consultation with state agencies and employee 9 organizations, shall adopt personnel rules for the classified members 10 of the management service. These rules shall govern recruitment, appointment, classification and allocation of positions, examination, 11 and career development, hours of work, 12 training probation, certification, compensation, transfer, affirmative action, promotion, 13 14 layoff, reemployment, performance appraisals, discipline, and other These rules shall be separate from rules 15 personnel practices. 16 established for other employees.

(3) In establishing rules for the management service, the directorshall adhere to the following goals:

(a) To develop a simplified classification system that facilitatesmovement of managers between agencies and promotes upward mobility;

(b) To create a compensation system consistent with the policy set
forth in RCW 41.06.150(13). The system shall provide agency
flexibility in setting and changing salaries;

(c) To establish a performance appraisal system that emphasizes individual accountability for program results and efficient management of resources; effective planning, organization, and communication skills; valuing and managing workplace diversity; development of leadership and interpersonal abilities; and employee development;

(d) To strengthen management training and career development programs that build critical management knowledge, skills, and abilities; focus on managing and valuing workplace diversity; and enhance mobility and career advancement opportunities;

33 (e) To permit flexible recruitment and hiring procedures that 34 enable agencies to compete effectively with other employers, both 35 public and private, for managers with appropriate skills and training; 36 allow consideration of all qualified candidates for positions in the 37 management service; and achieve affirmative action goals and diversity 38 in the workplace; and

(f) To provide that members of the classified management service 1 2 may only be reduced, dismissed, suspended, or demoted for cause.

3 NEW SECTION. Sec. 137. A new section is added to chapter 41.06 4 RCW to read as follows:

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(1) The legislature recognizes that:

(a) The labor market and the state government work force are б 7 becoming increasingly diverse in terms of gender, race, ethnicity, age, 8 and the presence of disabilities.

9 (b) The state's human resource and management practices must be responsive to these fundamental changes in work force composition. 10

It is therefore the policy of the state to create an organizational 11 12 culture in state government that respects and values individual differences and encourages the productive potential of every employee. 13 14 (2) To implement this policy, the department shall:

15 (a) In consultation with agencies, review civil service rules and related agency policies to ensure that they support the state's policy 16 of valuing and managing diversity in the workplace; 17

18 (b) In consultation with agencies, institutions of higher 19 education, and related boards, develop model policies, procedures, and technical information to be made available to such entities for the 20 support of workplace diversity programs, including, but not limited to: 21 22 (i) Voluntary mentorship programs;

23 (ii) Alternative testing practices for persons of disability where 24 deemed appropriate;

25 (iii) Career counseling;

26 (iv) Training opportunities, including management and employee awareness and skills training, English as a second language, and 27 individual tutoring; 28

(v) Recruitment strategies; 29

30 (vi) Management performance appraisal techniques that focus on valuing and managing diversity in the workplace; and 31

32

(vii) Alternative work arrangements.

33 (3) The department shall coordinate implementation of this section 34 with the office of financial management and related institutions and boards to reduce duplication of effort. 35

36 Sec. 138. RCW 41.06.450 and 1982 c 208 s 10 are each amended to 37 read as follows:

1 (1) ((By January 1, 1983,)) The ((personnel board)) director shall 2 adopt rules applicable to each agency to ensure that information 3 relating to employee misconduct or alleged misconduct is destroyed or 4 maintained as follows:

5 (a) All such information determined to be false and all such 6 information in situations where the employee has been fully exonerated 7 of wrongdoing, shall be promptly destroyed;

8 (b) All such information having no reasonable bearing on the 9 employee's job performance or on the efficient and effective management 10 of the agency, shall be promptly destroyed;

(c) All other information shall be retained only so long as it has a reasonable bearing on the employee's job performance or on the efficient and effective management of the agency.

14 (2) Notwithstanding subsection (1) of this section, an agency may 15 retain information relating to employee misconduct or alleged 16 misconduct if:

(a) The employee requests that the information be retained; or

(b) The information is related to pending legal action or legalaction may be reasonably expected to result.

(3) In adopting rules under this section, the ((personnel board))
 <u>director</u> shall consult with the public disclosure commission to ensure
 that the public policy of the state, as expressed in chapter 42.17 RCW,
 is adequately protected.

24 **Sec. 139.** 1982 c 208 s 9 (uncodified) is amended to read as 25 follows:

The legislature finds that, under some circumstances, maintaining 26 information relating to state employee misconduct or alleged misconduct 27 is unfair to employees and serves no useful function to the state. The 28 29 purpose of RCW 41.06.450 is to direct the ((personnel board)) director of human resources to adopt rules governing maintenance of employee 30 records so that the records are maintained in a manner which is fair to 31 32 employees, which ensures proper management of state governmental affairs, and which adequately protects the public interest. 33

34 **Sec. 140.** RCW 41.06.475 and 1986 c 269 s 2 are each amended to 35 read as follows:

The ((state personnel board)) <u>director</u> shall adopt rules, in cooperation with the secretary of social and health services, for the

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background investigation of persons being considered for state
 employment in positions directly responsible for the supervision, care,
 or treatment of children or developmentally disabled persons.

4 **Sec. 141.** RCW 41.06.490 and 1990 c 204 s 3 are each amended to 5 read as follows:

6 (1) In addition to the rules adopted under RCW 41.06.150, the 7 ((board)) <u>director</u> shall adopt rules establishing a state employee 8 return-to-work program. The program shall, at a minimum:

9 (a) Direct each agency to adopt a return-to-work policy. The 10 program shall allow each agency program to take into consideration the 11 special nature of employment in the agency;

(b) Provide for eligibility in the return-to-work program, for a minimum of two years from the date the temporary disability commenced, for any permanent employee who is receiving compensation under RCW 51.32.090 and who is, by reason of his or her temporary disability, unable to return to his or her previous work, but who is physically capable of carrying out work of a lighter or modified nature;

18 (c) Allow opportunity for return-to-work state-wide when 19 appropriate job classifications are not available in the agency that is 20 the appointing authority at the time of injury;

(d) Require each agency to name an agency representative responsible for coordinating the return-to-work program of the agency; (e) Provide that applicants receiving appointments for classified service receive an explanation of the return-to-work policy;

(f) Require training of supervisors on implementation of the return-to-work policy, including but not limited to assessment of the appropriateness of the return-to-work job for the employee; and

(g) Coordinate participation of applicable employee assistanceprograms, as appropriate.

30 (2) The agency full-time equivalents necessary to implement the 31 return-to-work program established under this section shall be used 32 only for the purposes of the return-to-work program and the net 33 increase in full-time equivalents shall be temporary.

34 <u>NEW SECTION.</u> **sec. 142.** A new section is added to chapter 41.06 35 RCW to read as follows:

The comprehensive system for personnel administration and collective bargaining provided for in chapter . . ., Laws of 1993 (this

act) is the exclusive system for all state employees covered by this 1 2 The procedures provided in this chapter or negotiated in chapter. collective bargaining agreements under RCW 41.56.030 or 41.56.100 or 3 4 sections 201, 204, or 205 of this act or chapter 41.-- RCW (sections 301 through 317 of this act) provide the exclusive forums for 5 addressing all appeals, actions, complaints, grievances, claims, and 6 7 remedies related to or arising from any incident of such employee's 8 employment, except actions under other statutes applicable to state 9 employees, and all such actions are governed solely by this chapter, 10 the provisions of collective bargaining agreements, or chapter 41.64 11 RCW.

12 NEW SECTION. Sec. 143. All reports, documents, surveys, books, records, files, papers, or written material in the possession of the 13 14 department of personnel, state personnel board, and higher education 15 personnel board except for matters relating to collective bargaining shall be delivered to the custody of the department of human resources. 16 All cabinets, furniture, office equipment, motor vehicles, and other 17 18 tangible property employed in connection with the powers, duties, and 19 functions transferred under this section shall be made available to the department of human resources. All funds, credits, or other assets 20 held in connection with the powers, duties, and functions transferred 21 22 under this section shall be assigned to the department of human 23 resources.

Any appropriations made in connection with the powers, duties, and functions transferred under this section shall, on the effective date of this section, be transferred and credited to the department of human resources.

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

35 <u>NEW SECTION.</u> Sec. 144. All employees other than those employees 36 to be transferred in accordance with section 152 of this act, employed 37 in connection with the powers, duties, and functions transferred under

section 143 of this act are transferred to the jurisdiction of the 1 department of human resources. All employees classified under chapter 2 41.06 or 28B.16 RCW, the state civil service and higher education 3 personnel law, are assigned to the department of human resources to 4 5 perform their usual duties upon the same terms as formerly, without any loss of rights, subject to any action that may be appropriate 6 7 thereafter in accordance with the laws and rules governing state civil 8 service.

9 NEW SECTION. Sec. 145. All rules adopted by the state personnel board pursuant to chapter 41.06 RCW and all rules adopted by the higher 10 education personnel board that relate to functions transferred to the 11 department of human resources shall continue in effect until acted upon 12 by the director. All pending business before any agency of state 13 14 government pertaining to the powers, duties, and functions transferred 15 under section 143 of this act shall be continued and acted upon by the 16 department of human resources. All existing contracts and obligations shall remain in full force and shall be performed by the department of 17 18 human resources.

19 <u>NEW SECTION.</u> Sec. 146. The transfer of the powers, duties, 20 functions, and personnel shall not affect the validity of any act 21 performed before the effective date of this section.

22 <u>NEW SECTION.</u> Sec. 147. If apportionments of budgeted funds are 23 required because of the transfers directed by sections 143 through 146 24 of this act, the director of financial management shall certify the 25 apportionments to the agencies affected, the state auditor, and the 26 state treasurer. Each of these shall make the appropriate transfer and 27 adjustments in funds and appropriation accounts and equipment records 28 in accordance with the certification.

29 Sec. 148. RCW 43.17.010 and 1989 1st ex.s. c 9 s 810 are each 30 amended to read as follows:

There shall be departments of the state government which shall be known as (1) the department of social and health services, (2) the department of ecology, (3) the department of labor and industries, (4) the department of agriculture, (5) the department of fisheries, (6) the department of wildlife, (7) the department of transportation, (8) the

department of licensing, (9) the department of general administration, 1 2 (10) the department of trade and economic development, (11) the department of veterans affairs, (12) the department of revenue, (13) 3 4 the department of retirement systems, (14) the department of 5 corrections, (15) the department of community development, ((and)) (16) the department of health, and (17) the department of human resources 6 7 charged with the which shall be execution, enforcement, and 8 administration of such laws, and invested with such powers and required to perform such duties, as the legislature may provide. 9

10 **Sec. 149.** RCW 43.17.020 and 1989 1st ex.s. c 9 s 811 are each 11 amended to read as follows:

There shall be a chief executive officer of each department to be 12 13 known as: (1) The secretary of social and health services, (2) the 14 director of ecology, (3) the director of labor and industries, (4) the 15 director of agriculture, (5) the director of fisheries, (6) the director of wildlife, (7) the secretary of transportation, (8) the 16 director of licensing, (9) the director of general administration, (10) 17 18 the director of trade and economic development, (11) the director of 19 veterans affairs, (12) the director of revenue, (13) the director of retirement systems, (14) the secretary of corrections, (15) the 20 director of community development, ((and)) (16) the secretary of 21 health, and (17) the department of human resources. 22

23 Such officers, except the secretary of transportation, shall be 24 appointed by the governor, with the consent of the senate, and hold 25 office at the pleasure of the governor. The director of wildlife, however, shall be appointed according to the provisions of RCW 26 77.04.080. If a vacancy occurs while the senate is not in session, the 27 28 governor shall make a temporary appointment until the next meeting of 29 the senate. A temporary director of wildlife shall not serve more than 30 one year. The secretary of transportation shall be appointed by the transportation commission as prescribed by RCW 47.01.041. 31

32 <u>NEW SECTION.</u> Sec. 150. All powers, duties, and functions of the 33 department of personnel, the personnel board, and the higher education 34 personnel board pertaining to collective bargaining are transferred to 35 the public employment relations commission except that arbitration of 36 grievances filed under a collective bargaining agreement existing 37 before July 1, 1993, shall be transferred to the personnel appeals

board unless the parties thereto agree to submit the matter to an
 independent arbitrator for resolution of the grievance.

3 <u>NEW SECTION.</u> Sec. 151. All reports, documents, surveys, books, records, files, papers, or written material in the possession of the 4 5 department of personnel, the personnel board, and the higher education personnel board pertaining to the powers, functions, and duties 6 7 transferred in section 150 of this act shall be delivered to the 8 custody of the public employment relations commission. All cabinets, furniture, office equipment, motor vehicles, and other tangible 9 property employed by the department of personnel in carrying out the 10 powers, functions, and duties transferred in section 150 of this act 11 shall be made available to the public employment relations commission. 12 All funds, credits, or other assets held in connection with the powers, 13 14 functions, and duties transferred in section 150 of this act shall be assigned to the public employment relations commission. 15

Any appropriations made to the department of personnel, the personnel board, or the higher education personnel board for carrying out the powers, functions, and duties transferred in section 150 of this act shall, on the effective date of this section, be transferred and credited to the public employment relations commission.

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

27 NEW SECTION. Sec. 152. All employees of the department of 28 personnel engaged in performing the powers, functions, and duties transferred in section 150 of this act are transferred to the 29 jurisdiction of the public employment relations commission. All 30 employees classified under chapter 41.06 RCW, the state civil service 31 32 law, are assigned to the public employment relations commission without 33 any loss of rights, subject to any action that may be appropriate 34 thereafter in accordance with the laws and rules governing state civil 35 service.

NEW SECTION. Sec. 153. All business pending before the department 1 2 of personnel, the personnel board, and the higher education personnel board pertaining to the powers, functions, and duties transferred in 3 4 section 150 of this act shall be continued and acted upon by the public 5 employment relations commission under the rules in effect at the time of the transfer. All existing contracts and obligations of the 6 7 department of personnel, the personnel board, and the higher education 8 personnel board shall remain in full force and shall be performed by 9 the public employment relations commission.

10 <u>NEW SECTION.</u> Sec. 154. The transfer of the powers, duties, 11 functions, and personnel of the department of personnel, the personnel 12 board, and the higher education personnel board shall not affect the 13 validity of any act performed before the effective date of this 14 section.

NEW SECTION. Sec. 155. If apportionments of budgeted funds are required because of the transfers directed by sections 151 through 154 or 157 of this act, the director of financial management shall certify the apportionments to the agencies affected, the state auditor, and the state treasurer. Each of these shall make the appropriate transfer and adjustments in funds and appropriation accounts and equipment records in accordance with the certification.

NEW SECTION. Sec. 156. All rules adopted by the state personnel board pursuant to chapter 41.06 RCW and all rules adopted by the higher education personnel board that relate to functions transferred to the public employment relations commission or the personnel appeals board pursuant to section 150 of this act shall continue in effect until acted upon by the agency assuming those functions.

NEW SECTION. Sec. 157. All business pending before the department of personnel pertaining to arbitration of grievances filed under a collective bargaining agreement existing before July 1, 1993, shall be continued and acted upon by the personnel appeals board. All existing contracts and obligations under the rules in effect at the time of the transfer shall remain in full force and shall be performed by the personnel appeals board.

NEW SECTION. Sec. 158. The following acts or parts of acts are 1 2 each repealed: 3 (1) RCW 28B.16.010 and 1969 ex.s. c 36 s 1; 4 (2) RCW 28B.16.020 and 1985 c 461 s 8, 1985 c 365 s 2, 1983 1st ex.s. c 75 s 1, 1982 1st ex.s. c 53 s 14, 1977 ex.s. c 169 s 41, & 1969 5 ex.s. c 36 s 2; б 7 (3) RCW 28B.16.030 and 1969 ex.s. c 36 s 3; 8 (4) RCW 28B.16.040 and 1990 c 60 s 201, 1982 1st ex.s. c 53 s 15, 9 1977 ex.s. c 94 s 1, & 1969 ex.s. c 36 s 4; (5) RCW 28B.16.041 and 1985 c 442 s 9; 10 (6) RCW 28B.16.042 and 1985 c 266 s 1; 11 (7) RCW 28B.16.043 and 1991 c 238 s 107; 12 (8) RCW 28B.16.060 and 1984 c 287 s 63, 1981 c 338 s 19, 1975-'76 13 14 2nd ex.s. c 34 s 73, & 1969 ex.s. c 36 s 6; 15 (9) RCW 28B.16.070 and 1983 c 23 s 1 & 1969 ex.s. c 36 s 7; 16 (10) RCW 28B.16.080 and 1969 ex.s. c 36 s 8; (11) RCW 28B.16.090 and 1969 ex.s. c 36 s 9; 17 (12) RCW 28B.16.100 and 1990 c 60 s 202; 18 19 (13) RCW 28B.16.101 and 1982 1st ex.s. c 53 s 19 & 1977 ex.s. c 152 20 s 9; 21 (14) RCW 28B.16.105 and 1985 c 461 s 10, 1982 1st ex.s. c 53 s 17, 22 & 1977 ex.s. c 152 s 13; (15) RCW 28B.16.110 and 1985 c 94 s 1, 1980 c 11 s 3, 1979 c 151 s 23 24 16, 1977 ex.s. c 152 s 10, 1975 1st ex.s. c 122 s 2, & 1969 ex.s. c 36 25 s 11; 26 (16) RCW 28B.16.112 and 1987 c 185 s 3, 1986 c 158 s 4, 1979 c 151 27 s 17, & 1977 ex.s. c 152 s 11; 28 (17) RCW 28B.16.113 and 1977 ex.s. c 152 s 12; 29 (18) RCW 28B.16.116 and 1983 1st ex.s. c 75 s 3; 30 (19) RCW 28B.16.120 and 1969 ex.s. c 36 s 12; (20) RCW 28B.16.130 and 1969 ex.s. c 36 s 13; 31 (21) RCW 28B.16.140 and 1969 ex.s. c 36 s 14; 32 (22) RCW 28B.16.150 and 1969 ex.s. c 36 s 15; 33 34 (23) RCW 28B.16.160 and 1988 c 202 s 27, 1971 c 81 s 72, & 1969 35 ex.s. c 36 s 16; 36 (24) RCW 28B.16.170 and 1969 ex.s. c 36 s 26; 37 (25) RCW 28B.16.180 and 1973 1st ex.s. c 46 s 3 & 1969 ex.s. c 36 38 s 17; 39 (26) RCW 28B.16.190 and 1969 ex.s. c 36 s 19;

1	(27) RCW 28B.16.200 and 1979 c 151 s 18 & 1969 ex.s. c 36 s 20;	
2	(28) RCW 28B.16.210 and 1969 ex.s. c 36 s 29;	
3	(29) RCW 28B.16.220 and 1969 ex.s. c 36 s 31;	
4	(30) RCW 28B.16.230 and 1973 c 62 s 6 & 1969 ex.s. c 215 s 14;	
5	(31) RCW 28B.16.240 and 1979 ex.s. c 46 s 1;	
6	(32) RCW 28B.16.255 and 1985 c 461 s 11;	
7	(33) RCW 28B.16.265 and 1985 c 461 s 12;	
8	(34) RCW 28B.16.275 and 1985 c 461 s 13;	
9	(35) RCW 28B.16.300 and 1990 c 204 s 4;	
10	(36) RCW 28B.16.900 and 1969 ex.s. c 36 s 18;	
11	(37) RCW 28B.16.910 and 1969 ex.s. c 36 s 27;	
12	(38) RCW 28B.16.920 and 1969 ex.s. c 36 s 30;	
13	(39) RCW 28B.16.930 and 1969 ex.s. c 36 s 28;	
14	(40) RCW 41.06.010 and 1980 c 118 s 1 & 1961 c 1 s 1;	
15	(41) RCW 41.06.110 and 1984 c 287 s 69 & 1982 c 10 s 8;	
16	(42) RCW 41.06.120 and 1981 c 311 s 17, 1975-'76 2nd ex.s. c 43 s	5
17	2, & 1961 c 1 s 12;	
18	(43) RCW 41.06.130 and 1982 1st ex.s. c 53 s 3 & 1961 c 1 s 13;	
19	(44) RCW 41.06.163 and 1987 c 185 s 9, 1986 c 158 s 6, 1979 c 153 \pm	1
20	s 59, & 1977 ex.s. c 152 s 3;	
21	(45) RCW 41.06.165 and 1977 ex.s. c 152 s 4;	
22	(46) RCW 41.06.230 and 1961 c 1 s 23;	
23	(47) RCW 41.06.240 and 1961 c 1 s 24;	
24	(48) RCW 41.06.310 and 1969 c 45 s 2; and	
25	(49) RCW 41.06.340 and 1969 ex.s. c 215 s 13.	
26	NEW SECTION. Sec. 159. Sections 101 through 109 of this act shall	1
27	constitute a new chapter in Title 43 RCW.	
28	PART II	
29	COLLECTIVE BARGAINING FOR INSTITUTIONS OF HIGHER EDUCATION	
30	NEW SECTION. Sec. 201. A new section is added to chapter 41.50	ò
31	RCW to read as follows:	
32	In addition to the entities listed in RCW 41.56.020, this chapted	
33	shall apply to institutions of higher education with respect to the	
34	employees classified under chapter 41.06 RCW or covered by a bargaining	J

35 agreement under section 204(2) of this act or by RCW 28B.50.874.

1 Sec. 202. RCW 41.56.030 and 1992 c 36 s 2 and 1991 c 363 s 119 are
2 each reenacted and amended to read as follows:

3 As used in this chapter:

4 (1) "Public employer" means any officer, board, commission, council, institution of higher education, or other person or body 5 acting on behalf of any public body governed by this chapter as 6 7 designated by RCW 41.56.020, <u>41.56.022, 41.56.024, and section 201 of</u> 8 this act, or any subdivision of such public body. For the purposes of 9 this section, the public employer of district court or superior court 10 employees for wage-related matters is the respective county legislative authority, or person or body acting on behalf of the legislative 11 12 authority, and the public employer for nonwage-related matters is the 13 judge or judge's designee of the respective district court or superior 14 court.

15 (2) "Public employee" means any employee of a public employer 16 except any person (a) elected by popular vote, or (b) appointed to 17 office pursuant to statute, ordinance or resolution for a specified term of office by the executive head or body of the public employer, or 18 19 (c) whose duties as deputy, administrative assistant or secretary 20 necessarily imply a confidential relationship to the executive head or body of the applicable bargaining unit, or any person elected by 21 22 popular vote or appointed to office pursuant to statute, ordinance or resolution for a specified term of office by the executive head or body 23 24 of the public employer, or (d) who is a personal assistant to a 25 district court judge, superior court judge, or court commissioner. For 26 the purpose of (d) of this subsection, no more than one assistant for 27 each judge or commissioner may be excluded from a bargaining unit.

(3) "Bargaining representative" means any lawful organization which
 has as one of its primary purposes the representation of employees in
 their employment relations with employers.

31 (4) "Collective bargaining" means the performance of the mutual obligations of the public employer and the exclusive bargaining 32 representative to meet at reasonable times, to confer and negotiate in 33 34 good faith, and to execute a written agreement with respect to 35 grievance procedures and collective negotiations on personnel matters, including wages, hours and working conditions, which may be peculiar to 36 37 an appropriate bargaining unit of such public employer, except that by such obligation neither party shall be compelled to agree to a proposal 38 39 or be required to make a concession unless otherwise provided in this

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chapter. In the case of the Washington state patrol, "collective
 bargaining" shall not include wages and wage-related matters.

3 (5) "Commission" means the public employment relations commission.

4 (6) "Executive director" means the executive director of the 5 commission.

6 (7) "Uniformed personnel" means (a) law enforcement officers as 7 defined in RCW 41.26.030 as now or hereafter amended, of cities with a 8 population of fifteen thousand or more or law enforcement officers 9 employed by the governing body of any county with a population of 10 seventy thousand or more, or (b) fire fighters as that term is defined 11 in RCW 41.26.030, as now or hereafter amended.

12 (8) "Institutions of higher education" means the same as defined in
 13 RCW 28B.10.016 but does not include technical colleges.

14 **Sec. 203.** RCW 41.56.100 and 1989 c 45 s 1 are each amended to read 15 as follows:

16 (1) A public employer shall have the authority to engage in collective bargaining with the exclusive bargaining representative and 17 18 no public employer shall refuse to engage in collective bargaining with 19 the exclusive bargaining representative((+ PROVIDED, That)). Except as otherwise authorized in section 204 of this act, nothing contained 20 herein shall require any public employer to bargain collectively with 21 any bargaining representative concerning any matter which by ordinance, 22 23 resolution or charter of ((said)) the public employer, or by statute, 24 has been delegated to any civil service commission or personnel board 25 similar in scope, structure and authority to the ((board created by chapter 41.06 RCW)) state personnel board before the effective date of 26 27 this section.

(2) Upon the failure of the public employer and the exclusive 28 29 bargaining representative to conclude a collective bargaining agreement, any matter in dispute may be submitted by either party to 30 the commission. If a public employer implements its last and best 31 offer where there is no contract settlement, allegations that either 32 33 party is violating the terms of the implemented offer shall be subject 34 to grievance arbitration procedures if and as such procedures are set forth in the implemented offer, or, if not in the implemented offer, if 35 36 and as such procedures are set forth in the parties' last contract.

<u>NEW SECTION.</u> Sec. 204. A new section is added to chapter 41.56
 RCW to read as follows:

3 (1) On the effective date of this section, the commission shall
4 recognize, in their current form, all bargaining units certified by the
5 higher education personnel board as of June 30, 1993.

(2) At any time after the effective date of this section, a б 7 bargaining unit at an institution of higher education certified under 8 this chapter or recognized under subsection (1) of this section and the 9 public employer may agree to have their relationship and corresponding 10 obligations governed entirely by the provisions of chapter 41.56 RCW by mutual adoption of a collective bargaining agreement stating the 11 parties' intent to be so governed. The parties shall provide notice 12 13 and a copy of the agreement to the department of human resources and 14 the commission. On the first day of the month following the month during which notice is received by the agencies, chapter 41.06 RCW 15 16 shall cease to apply to all employees in the bargaining unit covered by 17 the agreement, and the limitations on bargaining contained in RCW 41.56.100(1) shall cease to apply to the institution. 18

(3) If a bargaining unit and an institution mutually agree to a collective bargaining agreement permitted in subsection (2) of this section, salary increases for the employees in the bargaining unit shall be subject to the following:

(a) Salary increases shall continue to be appropriated by the legislature and, except as otherwise provided under (c) of this subsection, contract provisions relating to salary increases shall not exceed the amount or percentage established by the legislature in the appropriations act for the institutions or as allocated to the board of trustees by the state board for community and technical colleges.

(b) Any provisions of the contracts pertaining to salary increases shall not be binding upon future actions of the legislature. If any provision of a salary increase provided under (a) of this subsection is changed by subsequent modification of the appropriations act by the legislature, both parties shall immediately enter into collective bargaining for the sole purpose of arriving at a mutually agreed upon replacement for the modified provision.

36 (c) The agreements may provide for salary increases that are in 37 addition to increases provided by the legislature. However, the base 38 for salary increases provided by the legislature under (a) of this 39 subsection shall include only those amounts appropriated by the

1 legislature and the base shall not include any additional salary
2 increases provided under this subsection (3)(c).

3 (4) No collective bargaining agreement may contain any provision 4 relating to any retirement benefits, retirement system, or retirement 5 law, or relating to any health care benefits or employee insurance 6 benefits.

7 (5) A bargaining unit recognized under this chapter that does not 8 agree with the public employer to bargain under the provisions in 9 subsection (2) of this section shall be covered by chapter 41.06 RCW. 10 Collective bargaining for such employees and their exclusive bargaining representatives is limited to negotiations on a grievance procedure and 11 personnel matters over which the institution or related board may 12 13 lawfully exercise discretion as defined by RCW 28B.16.100(2) before the effective date of this section. 14

15 <u>NEW SECTION.</u> Sec. 205. A new section is added to chapter 41.06 16 RCW to read as follows:

At any time after the effective date of this section, a bargaining 17 18 unit at an institution of higher education certified or recognized 19 under chapter 41.56 RCW and the institution may agree to have their relationship and corresponding obligations governed entirely by the 20 provisions of chapter 41.56 RCW by mutual adoption of a collective 21 bargaining agreement stating the parties' intent to be so governed. 22 23 The parties shall provide notice and a copy of the agreement to the 24 director of human resources and the public employment relations 25 commission. On the first day of the month following the month during which notice is received by the agencies, this chapter shall cease to 26 apply to all employees in the bargaining unit covered by the agreement. 27

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PART III

COLLECTIVE BARGAINING FOR STATE EMPLOYEES

30 <u>NEW SECTION.</u> Sec. 301. DEFINITIONS. Unless the context clearly 31 requires otherwise, the definitions in this section apply throughout 32 this chapter.

(1) "Agency" means any agency as defined in RCW 41.06.020 andcovered by chapter 41.06 RCW.

(2) "Collective bargaining" means the performance of the mutualobligation of the representatives of the employer and the exclusive

bargaining representative to meet at reasonable times and to bargain in good faith in an effort to reach agreement with respect to the subjects of bargaining specified under section 306 of this act except by such obligation neither party shall be compelled to agree to a proposal or be required to make a concession.

6 (3) "Commission" means the public employment relations commission 7 created by chapter 41.58 RCW.

8 (4) "Confidential employee" means an employee who, in the regular 9 course of his or her duties, assists in a confidential capacity persons 10 who formulate, determine, and effectuate management policies with 11 regard to labor relations or who, in the regular course of his or her 12 duties, has authorized access to information relating to the 13 effectuation or review of the employer's collective bargaining policies 14 thereto or who assists or aids managerial employees.

(5) "Employee" means any employee covered by chapter 41.06 RCW,
including employees whose work has ceased in connection with the
pursuit of lawful activities protected by this chapter, except:

(a) Employees covered by RCW 41.56.030, 41.56.100 or sections 201,
204, or 205 of this act;

20 (b) Confidential employees;

21 (c) Managerial employees;

22 (d) Internal auditors in any agency;

23 (e) Any employee of the commission; and

(f) Any employee of the office of financial management, the department of human resources, or the attorney general's office or their successor organizations.

(6) "Employee organization" means any organization, union, or
 association in which employees participate and that exists for the
 purpose, in whole or in part, of collective bargaining.

30 (7) "Employer" means the state of Washington as represented by the 31 governor or the governor's designee.

32 (8) "Exclusive bargaining representative" means any employee 33 organization that has been certified or recognized under this chapter 34 as the representative of the employees in an appropriate bargaining 35 unit.

36 (9) "Executive director" means the executive director of the public37 employment relations commission.

(10) "Labor dispute" means any controversy concerning terms,tenure, or conditions of employment, or concerning the association or

1 representation of persons in negotiating, fixing, maintaining, 2 changing, or seeking to arrange terms or conditions of employment with 3 respect to the subjects of bargaining provided in this chapter, 4 regardless of whether the disputants stand in the proximate relation of 5 employer and employee.

6

(11) "Managerial employees" means employees who:

7 (a) Formulate policy or direct the work of an agency or subdivision8 thereof; or

9 (b) Are responsible to administer and carry out policies and 10 programs of an agency or subdivision thereof; or

(c) Manage, administer, and control a local branch office of an agency or subdivision thereof, including the physical, financial, or personnel resources thereof; or

(d) Have a substantial responsibility in personnel administration, legislative relations, public information, or the preparation and administration of budgets at the central level of state government or for any agency, department, board, or commission or subdivision thereof; or

(e) Functionally or organizationally are above the first level ofsupervision.

(12) "Supervisor" means any employee who has authority, in the 21 interest of the employer, to hire, transfer, suspend, lay off, recall, 22 23 promote, discharge, assign, reward, or discipline other employees, or 24 to adjust employee grievances, or to effectively recommend such an 25 action, if, in connection with the foregoing, the exercise of authority 26 is not of a merely routine or clerical nature but requires the consistent use of independent judgment. "First level of supervision" 27 and "first level supervisor" means the lowest level at which an 28 employee functions as a supervisor. 29

30 (13) "Unfair labor practice" means any unfair labor practice listed31 in section 315 of this act.

(14) "Work stoppage" means any suspension, curtailment, or other interruption of normal work in connection with a labor dispute under this chapter or occurring during the course of collective bargaining, including a strike, which means any action by employees or employee organizations, acting in concert, wherein any or all of such employees withhold or otherwise fail or refuse to perform their normal duties or services as employees fully.

<u>NEW SECTION.</u> Sec. 302. DUTIES OF THE COMMISSION. Within the provisions set forth in this chapter, the duties of the commission shall be as follows:

4 (1) Through its executive director, to provide mediation services,
5 either upon its own motion or upon the request of one or more of the
6 parties to a labor dispute arising under this chapter:

7 (a) A mediator appointed by the commission shall meet with the 8 representatives of the parties, either jointly or separately and shall 9 take such other steps as the mediator deems appropriate in order to 10 persuade the parties to resolve their differences and effect an 11 agreement. A mediator does not have a power of compulsion;

(b) If the executive director is not able to bring the parties to 12 agreement by mediation within a reasonable time the executive director 13 shall seek to induce the parties voluntarily to seek other means of 14 15 settling the dispute without resort to a work stoppage or other 16 coercion, including submission to the employees in the bargaining unit 17 of the employer's last offer of settlement for approval or rejection in a secret ballot. The failure or refusal of either party to agree to 18 19 any procedure suggested by the executive director shall not be deemed 20 a violation of any duty or obligation imposed by this chapter;

(c) No person who has served as a mediator under this chapter may thereafter be compelled in any civil hearing or proceeding to give testimony or produce evidence concerning any information obtained in the course of his or her activities as mediator;

(2) To resolve disputes concerning the assignment of
classifications covered by this chapter to the appropriate bargaining
unit established under section 310 of this act;

(3) To resolve any unfair labor practice filed by any employee,employee organization, or employer;

30 (4) To resolve any issue arising under this chapter with respect to31 representation matters covered by section 309 of this act.

32 Work stoppages arising from disputes involving subsections (2), 33 (3), and (4) of this section are expressly prohibited.

NEW SECTION. Sec. 303. RULES. (1) The commission may adopt, amend, and rescind rules in the manner prescribed by chapter 34.05 RCW as necessary to carry out the provisions of this chapter, consistent with the best standards of labor management relations.

1 (2) In adopting rules under this chapter the commission shall give 2 notice to, and consider proposals from, employee representatives and 3 affected agencies. Complete and current compilations of all rules of 4 the commission in printed form shall be available to the public free of 5 charge.

NEW SECTION. Sec. 304. EMPLOYEE RIGHTS. Employees shall have the 6 7 right to self-organize, form, join, or assist employee organizations, to bargain collectively through representatives of their own choosing, 8 9 and to engage in other lawful concerted activities for the purposes of collective bargaining or other mutual aid or protection, free from 10 interference, restraint, or coercion, and may also refrain from any or 11 12 all such activities except to the extent that employees may be required to pay a fee to an exclusive bargaining representative under a union 13 14 security provision authorized by this chapter.

15 NEW SECTION. Sec. 305. MANAGEMENT RIGHTS. This chapter shall not interfere with the right of the employer to carry out its statutory 16 17 mandate. An employer shall not be required to bargain over matters of 18 inherent managerial policy, which shall include such areas of discretion or policy as the functions and programs of the employer, its 19 hours of operation, standards of service, use of technology, and 20 21 organizational structure. Management rights, which in addition to all 22 powers, duties, and rights established by constitutional provision, 23 statute or special act, also include, but are not limited to, the 24 exclusive power and right to:

25 (1) Direct, supervise, evaluate, or hire employees;

26 (2) Maintain and improve the efficiency and effectiveness of27 governmental operations;

(3) Determine and implement methods, process, means, procedures and
 type and number of personnel by which governmental operations are to be
 conducted;

(4) Suspend, reduce pay, demote, or discharge for just cause, or
lay off, transfer, assign, schedule, promote, or retain employees; and
(5) Take whatever actions are deemed necessary to carry out the
mission of the state and its agencies during an emergency.

35 <u>NEW SECTION.</u> Sec. 306. SCOPE OF BARGAINING. (1) Except as 36 otherwise provided in this section, the matters subject to collective 1 bargaining are wages, hours, and other terms and conditions of 2 employment, and the negotiation of any question arising under a 3 collective bargaining agreement.

4 (2) The scope of bargaining shall not include matters pertaining 5 to:

6 (a) Rules, policies, practices, and procedures regarding merit7 system principles relating to:

8 (i) Original appointments and promotions including recruitment, 9 examinations, grading, certification, probationary and trial service 10 periods and appointments;

(ii) The job evaluation system including position classification and reclassification, position qualification standards, establishment and abolition of classifications, allocation and reallocation of positions to classifications, and the determination of an incumbent's status resulting from position reallocations;

16 (iii) Training and career development, the career executive 17 program, veteran's preferences, and equal opportunity and affirmative 18 action;

(b) Any retirement system, retirement benefit, or retirement20 statute of the state of Washington;

(c) Health care benefits or other employee insurance benefits but
the cost or dollar contributions related thereto may be bargained; and
(d) Management rights as covered by section 305 of this act.

24 (3) In the event of a dispute between the employer and the 25 exclusive bargaining representative over which matters are mandatory 26 subjects for bargaining, the dispute shall be submitted to the 27 commission for determination. Prior law, practice, or interpretation shall be neither restrictive, expansive, nor determinative with respect 28 to the scope of bargaining. Work stoppages arising from disputes 29 30 involving this subsection and subsection (2) of this section are expressly prohibited. 31

32 <u>NEW SECTION.</u> **Sec. 307.** COLLECTIVE BARGAINING AGREEMENTS. (1) The 33 parties to a collective bargaining agreement shall reduce the agreement 34 to writing and both shall execute it.

35 (2) A collective bargaining agreement shall contain provisions36 that:

(a) Require layoffs and subsequent reemployment to be implemented
 based on seniority and the maintenance and implementation of approved
 affirmative action plans; and

4 (b) Require processing of disciplinary actions or termination of 5 employment entirely under the procedures of the collective bargaining 6 agreement if an employee covered under this chapter has a right to 7 contest the disciplinary action or termination of employment.

8 (3) If a collective bargaining agreement between an employer and 9 the exclusive bargaining representative is concluded after the 10 termination date of the previous collective bargaining agreement between the employer and an employee organization representing the same 11 12 or a substantially similar bargaining unit, the effective date of the 13 collective bargaining agreement may be the day after the termination of the previous collective bargaining agreement, and some or all benefits 14 15 included in the new collective bargaining agreement, including wage or 16 salary increases, may accrue beginning with that effective date.

17 <u>NEW SECTION.</u> Sec. 308. ENFORCEMENT OF COLLECTIVE BARGAINING 18 AGREEMENTS. (1) Collective bargaining agreements negotiated under this 19 chapter shall contain provisions for the final and binding arbitration 20 of all disputes arising over the interpretation or application of the 21 agreement.

(2) The parties to a collective bargaining agreement may agree on one or more permanent umpires to serve as arbitrator, may agree on any impartial person to serve as an ad hoc arbitrator, or may agree to select arbitrators from any source available to them including federal and private agencies or a list of arbitrators maintained by the commission.

(3) An arbitrator may require any person to attend as a witness and 28 29 to bring with him or her any book, record, document, or other evidence. 30 Subpoenaes shall be issued and signed by the arbitrator and shall be served in the same manner as subpoenaes to testify before a court of 31 record in this state. The fees for attendance shall be paid by the 32 party requesting issuance of the subpoena and shall be the same as the 33 34 fees of witnesses in the superior court. If any person so summoned to testify refuses or neglects to obey the subpoena, upon petition 35 36 authorized by the arbitrator, the superior court may compel the attendance of the person before the arbitrator or punish the person for 37

contempt in the same manner provided for the attendance of witnesses or
 the punishment of them in the courts of this state.

3 (4) The arbitrator shall establish a time and place for a hearing 4 and shall provide reasonable notice thereof to the parties to the 5 dispute. The arbitrator may adjourn the hearing from time to time as may be necessary and, on application of either party and for good 6 7 cause, postpone the hearing to a time not extending beyond a date fixed 8 by the collective bargaining agreement for making the award. The 9 arbitrator shall have the power to administer oaths. Each party shall 10 have the opportunity to present evidence and make argument at the hearing. The rules of evidence prevailing in judicial proceedings may 11 be considered, but are not binding, and any oral testimony or 12 documentary evidence or other data deemed relevant by the arbitrator 13 may be received in evidence. The arbitrator shall issue a written 14 15 decision, which shall be signed by the arbitrator. The arbitrator 16 shall promptly serve a copy of the decision on each of the parties or 17 their attorneys.

(5) If a party to a collective bargaining agreement negotiated 18 19 under this chapter refuses to submit a grievance for arbitration, the 20 other party to the collective bargaining agreement may petition the jurisdiction of the superior court of Thurston county for issuance of 21 an order compelling arbitration. Disputes concerning compliance with 22 grievance procedures shall be reserved for determination by the 23 24 arbitrator. Arbitration shall be ordered if the grievance states a 25 claim which on its face is covered by the collective bargaining 26 agreement, and doubts as to the arbitrability of an issue shall be 27 referred to the arbitrator to be decided before hearing the merits of the case. Disputes concerning compliance with grievance procedures 28 29 shall be reserved for determination by the arbitrator.

30 (6) If a party to a collective bargaining agreement negotiated 31 under this chapter refuses to comply with the award of an arbitrator determining a grievance arising under the collective bargaining 32 agreement, the other party to the collective bargaining agreement may 33 petition the superior court of Thurston county for issuance of an order 34 enforcing the arbitration award. The court shall not substitute its 35 judgment for that of the arbitrator, and shall enforce any arbitration 36 37 award that is based on the collective bargaining agreement, except that 38 an arbitration award shall not be enforced if the court is satisfied 39 that substantial rights of the parties have been prejudiced by:

(a) The arbitration award having been procured by corruption,
 fraud, or undue means; or

3 (b) Evident partiality or corruption in the arbitrator or 4 arbitrators; or

5 (c) The arbitrator or arbitrators were guilty of misconduct in 6 refusing to postpone a hearing upon sufficient cause shown or in 7 refusing to hear evidence pertinent and material to the controversy, or 8 of any other misbehavior by which the rights of any party have been 9 prejudiced; or

10 (d) The arbitrator or arbitrators have exceeded their powers, or so 11 imperfectly executed them that a final and definite award on the 12 subject matter was not made.

(7) If an arbitration award is vacated, the court shall direct a rehearing either before the same arbitrator or before a new arbitrator to be chosen in the manner provided in the collective bargaining agreement for the selection of the original arbitrator. Any provision limiting the time in which the arbitrator may make a decision shall be deemed applicable to the new arbitration and to commence from the date of the court's order.

20 (8) Nothing in this chapter or rules adopted under it may be construed to authorize the commission or an arbitrator to direct in any 21 manner the method, means, and number, and kinds of personnel by which 22 agency operations are to be conducted or the number of clients to be 23 24 served by agency programs and operations, or to spend money not already 25 appropriated by the legislature, or that would have the effect of 26 increasing the future appropriations or diminishing established programs. 27

(9) If there is any conflict between any collective bargaining agreement and any resolution, rule, policy, or regulation of the employer or its agents, the terms of the collective bargaining agreement shall prevail.

32 (10) Work stoppages arising from grievance disputes subject to33 arbitration under this section are expressly prohibited.

NEW SECTION. Sec. 309. REPRESENTATION. Transition from bargaining units certified under RCW 41.06.150 to bargaining units established by this chapter shall be in accordance with section 312 of this act. All subsequent questions pertaining to the issue of

representation shall be resolved by the commission in accordance with
 the procedures in this section.

3 (1) Questions concerning representation may not be raised within 4 one year following certification of an exclusive bargaining 5 representative under this section.

6 (2) Questions concerning representation may not be raised within 7 one year following an election or cross-check in which the employees 8 failed to designate an exclusive bargaining representative.

9 (3) If there is a valid collective bargaining agreement in effect, 10 questions concerning representation may not be raised except during the period not more than ninety nor less than sixty days before the 11 expiration date of the agreement. In the event a valid collective 12 13 bargaining agreement, together with any renewals or extensions thereof, has been or will be in existence for more than three years, questions 14 concerning representation may be raised not more than ninety nor less 15 16 than sixty days before the third anniversary date or any subsequent 17 anniversary date of the agreement. If the exclusive bargaining representative is removed as the result of this procedure, the 18 19 collective bargaining agreement shall be deemed to be terminated as of the date of the certification. 20

(4) An employee organization seeking certification as exclusive bargaining representative of a bargaining unit of employees, or bargaining unit employees seeking decertification of their exclusive bargaining representative, shall make a confidential showing to the commission of credible evidence demonstrating that at least thirty percent of the employees in the bargaining unit are in support of the petition.

(5) A petition filed by an employer shall be supported by credible evidence demonstrating the good faith basis on which the employer claims the existence of a question concerning the representation among its employees.

(6) Any employee organization that makes a confidential showing to the commission of credible evidence demonstrating that it has the support of at least ten percent of the employees in the bargaining unit involved may intervene in the proceedings under this section, and may have its name listed as a choice on the ballot in an election conducted by the commission.

1 (7) The commission shall determine any question concerning 2 representation by conducting a secret ballot election among the 3 employees in the bargaining unit, except:

4 (a) If only one employee organization is seeking certification as 5 exclusive bargaining representative of a bargaining unit for which there is no incumbent exclusive bargaining representative, the б 7 commission may, upon the concurrence of the employer and the employee 8 organization, determine the question concerning representation by 9 conducting a cross-check comparing the employee organization's 10 membership records or bargaining authorization cards against the employment records of the employer; or 11

12 (b) Where the commission determines that a serious unfair labor 13 practice has been committed that interfered with the election process 14 and precludes the holding of a fair election, the commission may 15 determine the question concerning representation by conducting a cross-16 check comparing the employee organization's membership records or 17 bargaining authorization cards against the employment records of the 18 employer.

19 (8) The representation election ballot shall contain a choice for each employee organization qualifying under subsection (4) or (6) of 20 this section, together with a choice for no representation. 21 The representation election shall be determined by the majority of the 22 valid ballots cast. Where there are three or more choices on the 23 24 ballot and none of the choices receives a majority of the valid ballots 25 cast, a runoff election shall be conducted between the two choices 26 receiving the highest and second highest numbers of votes.

27 <u>NEW SECTION.</u> Sec. 310. BARGAINING UNITS. The legislature finds 28 that to foster meaningful collective bargaining, units must be 29 structured to avoid excessive fragmentation whenever possible. In 30 accordance with this policy, collective bargaining units under this 31 chapter shall be structured on a state-wide basis and limited to one 32 collective bargaining unit for each of the following:

(1) Clerical, office, and administrative support including but not
 limited to clerical and administrative nonprofessional classes:
 Typists, secretaries, accounting clerks, computer operators, office
 service personnel, and similar classes;

37 (2) Maintenance, trades, and technical classes including but not38 limited to generally recognized blue collar and technical classes,

1 including highway maintenance workers, carpenters, plumbers, 2 electricians, auto mechanics, engineering aides and associates, liquor 3 store clerks, and similar classes;

4 (3) Health and human care professionals, including but not limited
5 to community health, nutrition and health service professional
6 employees, nurses, doctors, psychologists, pharmacists, dietitians,
7 licensed therapists, and similar classes;

8 (4) Health and human care nonprofessional including but not limited 9 to institutional care classes, including nursing aides, psychiatric 10 aides, therapy aides, and similar classes;

(5) Corrections custody classes in adult corrections institutions,excluding employees of the division of community corrections;

13 (6) Engineering, science and resources, including but not limited 14 to specialized professional scientific occupations, civil and other 15 engineers, architects, chemists, biologists, geologists, surveyors, and 16 similar classes;

(7) Professional employees not already included in a specific unit, including but not limited to employees with general business responsibilities such as accountants, buyers, computer programmers and technicians, teachers and trainers, other than teachers in the K-12 or higher education systems, research analysts, and similar classes;

(8) Regulatory, inspection, examining and licensing, including but
not limited to employees empowered to review certain public and
business activities such as driver licensing personnel, revenue agents,
bank and insurance examiners, various public health and protection
inspectors, and similar classes;

(9) Law enforcement, including all classes with power to arrest,
whose work involves primarily the enforcement of statutes, ordinances,
and rules and the preservation of public order; and

30 (10) Supervisory employees, however an employee organization that 31 is certified to represent nonsupervisory employees covered under this 32 chapter that becomes the certified bargaining agent for this unit shall 33 create a separate local for supervisory employees within its 34 organization.

35 <u>NEW SECTION.</u> Sec. 311. UNION SECURITY. (1) The parties to a 36 collective bargaining agreement may negotiate, as a condition of 37 employment, a union security provision. However, agreements involving 38 union security provisions shall safeguard the right of nonassociation

based on employee preference or on bona fide religious tenets or 1 teachings of a church or religious body of which the public employee is 2 a member. Payment of dues or a representation fee shall begin on the 3 4 thirtieth day following the beginning of employment or thirty days after the date of ratification of an agreement containing a union 5 security provision, whichever is later. The failure of an employee to 6 7 comply with such a condition of employment constitutes cause for 8 dismissal. An exclusive bargaining representative may not require a 9 bargaining unit employee to pay initiation, reinstatement, or any other 10 fees or fines.

(2) Each employee organization shall establish a procedure by which any employee so requesting may obtain a rebate of that part of the membership dues or representation fee, if any, that represents a pro rata share of expenditures for purposes not germane to the collective bargaining process or to contract administration.

16 (3) Upon filing with the employer the written authorization of a 17 bargaining unit employee under this chapter, the employee organization that is the exclusive bargaining representative of the bargaining unit 18 19 has the right to have deducted from the salary of the employee an 20 amount equal to the dues and/or fees uniformly required as a condition of acquiring or retaining membership in the employee organization. The 21 22 dues and/or fees shall be deducted each pay period from the pay of all employees who have given authorization for the deduction and shall be 23 24 transmitted by the employer as provided for by agreement between the 25 employer and the employee organization. The right to deduct dues 26 and/or fees shall be an exclusive right of the employee organization 27 that represents the unit in which the employee is employed.

28 (4) To safequard the right of nonassociation of employees, based on bona fide religious tenets or teachings of a church or religious body 29 30 of which the employee is a member, the employee shall pay to a 31 charitable organization mutually agreed to between the employee and the employee organization, an amount of money not greater than the dues 32 and/or fees assessed all other members or nonmembers 33 of the 34 organization. The employee shall be required to provide the employee 35 organization with a monthly receipt from the charitable organization showing the amount of the cash contribution. Such an employee shall 36 37 not be a member of the employee organization but is entitled to all the 38 representation rights of a member of the employee organization.

Disputes regarding the bona fide religious objections or charitable
 contributions shall be decided by the commission.

3 (5) Until an exclusive representative is selected for a bargaining 4 unit under this chapter or July 1, 1995, whichever is earlier, employee organizations that, before the effective date of this section, were 5 entitled to the union shop dues or representation fees pursuant to 6 7 preexisting law or rules shall continue to be entitled to such dues and 8 fees until an exclusive representative is certified under this chapter. 9 Upon the selection of an exclusive representative, only the exclusive 10 representative for the bargaining unit is entitled to the rights established under this section. 11

12 <u>NEW SECTION.</u> Sec. 312. TRANSITION OF BARGAINING REPRESENTATIVES 13 AND UNITS. The transition of exclusive bargaining representatives and 14 bargaining units existing before the effective date of this section to 15 the units prescribed in section 310 of this act and to exclusive 16 bargaining representatives under this chapter shall be implemented as 17 follows:

18 (1) Any bargaining representative that has been certified under 19 prior law and rules to represent employees now included in a unit established in section 310 of this act may use the number of its 20 regular dues paying members included in the new unit to establish its 21 status as a petitioner or intervenor under section 310 of this act if: 22 23 (a) One and only one employee organization has a majority of the 24 employees in the unit who are regular dues paying members, then the 25 employee organization shall be entitled to a certification as the exclusive bargaining representative by the commission for the new 26 bargaining unit without the necessity of a representation election; 27

(b) Two or more employee organizations have more than a majority of the employees in the unit established in section 310 of this act as regular dues paying members, then an election shall be held under the provisions of section 309 of this act to determine which such employee organization shall be entitled to a certification as the exclusive bargaining representative by the commission for the new bargaining unit;

35 (c) On the effective date of this section, less than a majority of 36 the employees to be included in a bargaining unit prescribed in section 37 310 of this act are represented by a single existing certified 38 bargaining representative as evidenced by the number of employees

1 paying regular dues to the organization, representation of employees in 2 the new bargaining unit shall be determined pursuant to section 309 of 3 this act.

4 (2) An employee organization that has been the certified exclusive 5 bargaining representative of employees under any other law or rule before the effective date of this section may continue to represent 6 7 such employees until they are included in a unit established under 8 section 310 of this act. However, agencies may not renegotiate any 9 existing agreement, enter into a new collective bargaining agreement, 10 or extend an existing agreement beyond the expiration date in effect on the effective date of this section. No provision in any such agreement 11 may be unilaterally changed by the employer before its next expiration 12 13 date, or the date of certification of the new exclusive bargaining representative under this chapter, whichever occurs first, without the 14 15 employer giving ninety days' advance notice to the certified exclusive bargaining representative and, if requested, bargaining with the 16 17 representative over the proposed changes under the provisions of this 18 chapter.

19 (3) An employee organization may not be initially certified as an 20 exclusive bargaining agent in any bargaining unit established by this 21 chapter if a dispute exists over the classification to be included in 22 the unit that could affect the determination of its status as the 23 representative of a majority of the employees included in the unit 24 including the employees in disputed classifications.

25 NEW SECTION. Sec. 313. NEGOTIATION AND RATIFICATION OF COLLECTIVE 26 AGREEMENTS. (1) Collective bargaining BARGAINING agreement negotiations under this chapter shall commence no later than October 1, 27 1994, for collective bargaining agreements that are to become effective 28 29 no earlier than July 1, 1995, for those units in which an exclusive 30 representative has been selected, or as soon thereafter as an exclusive representative has been selected for a bargaining unit. For subsequent 31 32 agreements, negotiations shall commence and contracts become effective as the parties agree. 33

(2) After ratification of a tentative agreement by the employees in the bargaining unit, the governor or the governor's designee shall prepare legislation necessary to implement the agreement. If the legislature rejects any part of the legislation submitted, the tentative agreement shall be returned to the parties for renegotiation. 1 (3) Any provisions of these agreements pertaining to salary 2 increases shall not be binding upon future actions of the legislature. 3 If any provision of a salary increase is changed by subsequent 4 modification of the appropriations act by the legislature, both parties 5 shall immediately enter into collective bargaining for the sole purpose 6 of arriving at a mutually agreed upon replacement for the modified 7 provision.

8 <u>NEW SECTION.</u> **Sec. 314.** STRIKES. (1) Employees covered by this 9 chapter who are eligible for collective bargaining may strike under the 10 following circumstances:

(a) The collective bargaining agreement between their exclusive representative and their employer has expired or, if there is no agreement between their exclusive representative and their employer, an impasse has occurred; and

(b) The exclusive representative and the employer have participated in mediation for a reasonable time and the executive director certifies that the parties remain at impasse over certain issues identified by each of the parties; or

19 (c) The legislature rejects or fails to ratify a negotiated 20 agreement.

(2) In addition to the other requirements of this section, an 21 employee may not strike unless written certified notification of intent 22 23 strike and a statement delineating the affected employee to 24 organization's last position on each issue in dispute and the reasons 25 for its intent to strike is served on the employer and the executive director by the exclusive representative at least ten days before the 26 27 commencement of the strike. Notification of intent to strike under this subsection may not be served until the collective bargaining 28 29 agreement has expired, or if there is no agreement, on or after the 30 date the commission certifies that the parties remain at impasse after mediation and, if requested by the employer, after a majority of the 31 employees in a collective bargaining unit vote by secret ballot to (a) 32 33 reject the employer's last offer at the close of mediation and (b) 34 affirmatively authorize a strike.

(3) The employer may apply to the superior court in Thurston county for an order enjoining any strike. A strike may be enjoined if it can be shown that it has begun to or will likely threaten the health, safety, or welfare of the public or is a violation of this chapter.

<u>NEW SECTION.</u> Sec. 315. UNFAIR LABOR PRACTICES. (1) It shall be
 an unfair labor practice for an employer to:

3 (a) Interfere with, restrain, or coerce employees in the exercise4 of their rights guaranteed by this chapter;

5 (b) Control, dominate, or interfere with the formation or 6 administration of any employee organization or contribute financial or 7 other support to it. However, an employer shall not be prohibited from 8 permitting employees to confer with it or its representatives or agents 9 during working hours without loss of time or pay;

10 (c) Encourage or discourage membership in any employee organization 11 by discrimination with regard to hiring, tenure of employment, or any 12 term or condition of employment, but this subsection does not prevent 13 an employer from enforcing a union security provision authorized by 14 this chapter;

(d) Discharge or otherwise discriminate against an employee who hasfiled charges or given testimony under this chapter; or

(e) Refuse to bargain collectively with the exclusive bargainingrepresentative of its employees.

19 (2) It shall be an unfair labor practice for an employee20 organization or its agents to:

21 (a) Restrain or coerce:

(i) Employees in the exercise of the rights guaranteed in this chapter. However, this subsection does not impair the right of an employee organization to prescribe its own rules with respect to the acquisition or retention of membership therein; or

(ii) The employer in the selection of its representatives for thepurposes of collective bargaining or the adjustment of grievances;

(b) Cause or attempt to cause the employer to discriminate against an employee in violation of subsection (1)(c) of this section, or to discriminate against an employee with respect to whom membership in such organization has been denied or terminated on some ground other than his or her failure to tender the amounts required under a union security provision authorized by this chapter;

34 (c) Discriminate against an employee because he or she has filed35 charges or given testimony under this chapter;

(d) Refuse to bargain collectively with the employer of an employeefor whom it is the exclusive bargaining representative;

(e) Cause or attempt to cause the employer to pay or deliver oragree to pay or deliver any money or other thing of value, in the

1 nature of an exaction, for services that are not performed or not to be
2 performed; or

(f) Breach its duty of fair representation with respect to any 3 4 employee or employees in a bargaining unit for which the employee 5 organization is exclusive bargaining representative, by action or inaction that is arbitrary, discriminatory, perfunctory, or lacking in 6 7 It is not a violation of this section for an employee qood faith. 8 organization to refuse to pursue a grievance on behalf of one or more 9 employees where, following investigation of the facts and 10 circumstances, the employee organization makes a determination in good 11 faith that the grievance is without merit.

12 (3) The expressing of any views, argument, or opinion, or the 13 dissemination thereof, whether in written, printed, graphic, or visual 14 form, shall not constitute or be evidence of an unfair labor practice 15 under any of the provisions of this chapter, if the expression contains 16 no threat of reprisal or force or promise of benefit.

17 <u>NEW SECTION.</u> **Sec. 316.** UNFAIR LABOR PRACTICE PROCEDURES. The 18 commission shall resolve any unfair labor practice dispute in 19 accordance with the procedures specified in this section.

(1) A complaint charging unfair labor practices shall be filedwithin six months following the act or event in question.

(2) The person or persons named as respondent in a complaint charging unfair labor practices may file an answer to the complaint and appear in person or otherwise to give testimony at the place and time set by the commission for hearing.

(3) If the commission determines that a person has engaged in or is 26 engaging in any unfair labor practice, then the commission shall issue 27 and cause to be served upon the person an order requiring the person to 28 29 cease and desist from the unfair labor practice and to take such affirmative action as will effectuate the purposes and the policy of 30 this chapter, including the reinstatement of employees with back pay. 31 32 (4) The commission may petition the Thurston county superior court for appropriate temporary relief or for the enforcement of its order. 33

NEW SECTION. Sec. 317. EMPLOYER RESPONSIBILITIES. (1) The governor may designate someone as his or her designee to fulfill the collective bargaining responsibilities as the state employer under this chapter.

- 1
- (2) As directed by the governor, the designee shall:

2

(a) Develop and implement labor relations policies and programs;

3 (b) Represent the governor in: Negotiations with certified 4 bargaining representatives; the determination of classifications to be 5 included in bargaining units; elections to determine certified 6 bargaining agents; and other proceedings arising under this chapter; 7 and any other activities necessary to implement the collective 8 bargaining policies established by this chapter;

9 (c) Consult with agencies as appropriate concerning agency-unique 10 issues involved in the collective bargaining under this chapter;

(d) Administer and interpret collective bargaining agreements, and coordinate and direct agency activities as necessary to promote consistent policies and practices;

(e) Coordinate the state's resources as needed to represent thestate in collective bargaining under this chapter; and

(f) Provide advice on labor relations to the various departments and agencies of state government, including providing for necessary supervisory and managerial training.

19 (3) All state departments and agencies shall provide such 20 assistance, services, and information as required by the governor or 21 his or her designee, and shall take such administrative or other action 22 as directed to implement and administer the provisions of any binding 23 agreement between the state and certified bargaining representatives 24 entered into under this chapter.

Sec. 318. RCW 41.04.230 and 1993 c 2 s 26 (Initiative Measure No. 134, approved November 3, 1992) and 1992 c 192 s 1 are each reenacted and amended to read as follows:

Any official of the state authorized to disburse funds in payment of salaries and wages of public officers or employees is authorized, upon written request of the officer or employee, to deduct from the salaries or wages of the officers or employees, the amount or amounts of subscription payments, premiums, contributions, or continuation thereof, for payment of the following:

(1) Credit union deductions: PROVIDED, That twenty-five or more employees of a single state agency or a total of one hundred or more state employees of several agencies have authorized such a deduction for payment to the same credit union. An agency may, in its own

discretion, establish a minimum participation requirement of fewer than
 twenty-five employees.

3 (2) Parking fee deductions: PROVIDED, That payment is made for
4 parking facilities furnished by the agency or by the department of
5 general administration.

6 (3) U.S. savings bond deductions: PROVIDED, That a person within 7 the particular agency shall be appointed to act as trustee. The 8 trustee will receive all contributions; purchase and deliver all bond 9 certificates; and keep such records and furnish such bond or security 10 as will render full accountability for all bond contributions.

(4) Board, lodging or uniform deductions when such board, lodging and uniforms are furnished by the state, or deductions for academic tuitions or fees or scholarship contributions payable to the employing institution.

(5) ((Dues and other fees deductions: PROVIDED, That the deduction is for payment of membership dues to any professional organization formed primarily for public employees or college and university professors: AND PROVIDED, FURTHER, That twenty-five or more employees of a single state agency, or a total of one hundred or more state employees of several agencies have authorized such a deduction for payment to the same professional organization.

22 (6) Labor or employee organization dues may be deducted in the event that a payroll deduction is not provided under a collective 23 24 bargaining agreement under the provisions of RCW 41.06.150: PROVIDED, 25 That twenty-five or more officers or employees of a single agency, or 26 a total of one hundred or more officers or employees of several 27 agencies have authorized such a deduction for payment to the same labor or employee organization: PROVIDED, FURTHER, That labor or employee 28 29 organizations with five hundred or more members in state government may 30 have payroll deduction for employee benefit programs.

31 (7)) Insurance contributions to the authority for payment of premiums under contracts authorized by the state health care authority. 32 (((+))) <u>(6)</u> Deductions to a bank, savings bank, or savings and loan 33 34 association if (a) the bank, savings bank, or savings and loan association is authorized to do business in this state; and (b) twenty-35 five or more employees of a single agency, or fewer, if a lesser number 36 37 is established by such agency, or a total of one hundred or more state employees of several agencies have authorized a deduction for payment 38 39 to the same bank, savings bank, or savings and loan association.

Deductions from salaries and wages of public officers and employees other than those enumerated in this section or by other law, may be authorized by the director of financial management for purposes clearly related to state employment or goals and objectives of the agency and for plans authorized by the state health care authority.

6 The authority to make deductions from the salaries and wages of 7 public officers and employees as provided for in this section shall be 8 in addition to such other authority as may be provided by law: 9 PROVIDED, That the state or any department, division, or separate 10 agency of the state shall not be liable to any insurance carrier or 11 contractor for the failure to make or transmit any such deduction.

12 <u>NEW SECTION.</u> Sec. 319. Sections 301 through 317 of this act shall 13 constitute a new chapter in Title 41 RCW.

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PART IV

MISCELLANEOUS

16 <u>NEW SECTION.</u> **Sec. 401.** Captions and part headings as used in this 17 act do not constitute any part of the law.

NEW SECTION. Sec. 402. Sections 1 through 317, 401, and 404 of this act are necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and shall take effect July 1, 1993.

22 <u>NEW SECTION.</u> Sec. 403. Section 318 of this act shall take effect 23 July 1, 1995.

NEW SECTION. Sec. 404. 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.

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