CERTIFICATION OF ENROLLMENT

ENGROSSED SUBSTITUTE HOUSE BILL 1744

Chapter 502, Laws of 1993

(partial veto)

53rd Legislature 1993 Regular Session

LAW ENFORCEMENT OFFICERS' AND FIRE FIGHTERS' RETIREMENT--EXPANSION OF MEMBERSHIP ELIGIBILITY

EFFECTIVE DATE: 1/1/94

Passed by the House April 20, 1993 Yeas 97 Nays 0

BRIAN EBERSOLE

Speaker of the House of Representatives

Passed by the Senate April 15, 1993 Yeas 45 Nays 2

CERTIFICATE

I, Alan Thompson, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL 1744** as passed by the House of Representatives and the Senate on the dates hereon set forth.

JOEL PRITCHARD

President of the Senate

vetoed.

Approved May 18, 1993, with the exception of section 4, which is

ALAN THOMPSON

Chief Clerk

FILED

May 18, 1993 - 2:33 p.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington

ENGROSSED SUBSTITUTE HOUSE BILL 1744

AS AMENDED BY THE SENATE

Passed Legislature - 1993 Regular Session

State of Washington 53rd Legislature 1993 Regular Session

By House Committee on Appropriations (originally sponsored by Representatives Heavey, G. Cole, Brough and Orr)

Read first time 03/08/93.

- AN ACT Relating to the law enforcement officers' and fire fighters'
- 2 retirement system; amending RCW 41.26.030, 41.26.450, 41.54.010, and
- 3 41.56.460; adding a new section to chapter 41.40 RCW; and providing an
- 4 effective date.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 41.26.030 and 1991 sp.s. c 12 s 1 are each amended to 7 read as follows:
- As used in this chapter, unless a different meaning is plainly prequired by the context:
- 10 (1) "Retirement system" means the "Washington law enforcement 11 officers' and fire fighters' retirement system" provided herein.
- 12 (2)(a) "Employer" for plan I members, means the legislative
- 13 authority of any city, town, county, or district or the elected
- 14 officials of any municipal corporation that employs any law enforcement
- 15 officer and/or fire fighter, any authorized association of such
- 16 municipalities, and, except for the purposes of RCW 41.26.150, any
- 17 labor guild, association, or organization, which represents the fire
- 18 fighters or law enforcement officers of at least seven cities of over
- 19 20,000 population and the membership of each local lodge or division of

- which is composed of at least sixty percent law enforcement officers or fire fighters as defined in this chapter.
- 3 (b) "Employer" for plan II members, means the ((legislative 4 authority of any city, town, county, or district or the elected officials of any municipal corporation)) following entities to the extent that the entity employs any law enforcement officer and/or fire fighter:
- 8 <u>(i) The legislative authority of any city, town, county, or</u> 9 district;
- 10 (ii) The elected officials of any municipal corporation; or
- 11 <u>(iii) The governing body of any other general authority law</u>
 12 <u>enforcement agency</u>.
- (3) "Law enforcement officer" <u>beginning January 1, 1994</u>, means any person who is ((<u>serving</u>)) <u>commissioned and employed by an employer</u> on a full time, fully compensated basis ((<u>as a county sheriff or deputy sheriff, including sheriffs or deputy sheriffs serving under a different title pursuant to a county charter, city police officer, or town marshal or deputy marshal)) to enforce the criminal laws of the state of Washington generally, with the following qualifications:</u>
- 20 (a) No person who is serving in a position that is basically 21 clerical or secretarial in nature, and who is not commissioned shall be 22 considered a law enforcement officer;
 - (b) Only those deputy sheriffs, including those serving under a different title pursuant to county charter, who have successfully completed a civil service examination for deputy sheriff or the equivalent position, where a different title is used, and those persons serving in unclassified positions authorized by RCW 41.14.070 except a private secretary will be considered law enforcement officers;
- (c) Only such full time commissioned law enforcement personnel as have been appointed to offices, positions, or ranks in the police department which have been specifically created or otherwise expressly provided for and designated by city charter provision or by ordinance enacted by the legislative body of the city shall be considered city police officers; and
- 35 (d) The term "law enforcement officer" also includes the executive 36 secretary of a labor guild, association or organization (which is an 37 employer under RCW 41.26.030(2) as now or hereafter amended) if that 38 individual has five years previous membership in the retirement system

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- established in chapter 41.20 RCW. The provisions of this subsection (3)(d) shall not apply to plan II members.
 - (4) "Fire fighter" means:

- 4 (a) Any person who is serving on a full time, fully compensated 5 basis as a member of a fire department of an employer and who is 6 serving in a position which requires passing a civil service 7 examination for fire fighter, and who is actively employed as such;
- 8 (b) Anyone who is actively employed as a full time fire fighter 9 where the fire department does not have a civil service examination;
 - (c) Supervisory fire fighter personnel;
- 11 (d) Any full time executive secretary of an association of fire 12 protection districts authorized under RCW 52.12.031. The provisions of 13 this subsection (4)(d) shall not apply to plan II members;
- (e) The executive secretary of a labor guild, association or organization (which is an employer under RCW 41.26.030(2) as now or hereafter amended), if such individual has five years previous membership in a retirement system established in chapter 41.16 or 41.18 RCW. The provisions of this subsection (4)(e) shall not apply to plan II members;
- (f) Any person who is serving on a full time, fully compensated basis for an employer, as a fire dispatcher, in a department in which, on March 1, 1970, a dispatcher was required to have passed a civil service examination for fire fighter; and
- (g) Any person who on March 1, 1970, was employed on a full time, fully compensated basis by an employer, and who on May 21, 1971, was making retirement contributions under the provisions of chapter 41.16 or 41.18 RCW.
- 28 (5) "Department" means the department of retirement systems created 29 in chapter 41.50 RCW.
- 30 (6) "Surviving spouse" means the surviving widow or widower of a 31 member. "Surviving spouse" shall not include the divorced spouse of a 32 member except as provided in RCW 41.26.162.
- (7)(a) "Child" or "children" means an unmarried person who is under the age of eighteen or mentally or physically handicapped as determined by the department, except a handicapped person in the full time care of a state institution, who is:
- 37 (i) A natural born child;
- (ii) A stepchild where that relationship was in existence prior to the date benefits are payable under this chapter;

- 1 (iii) A posthumous child;
- 2 (iv) A child legally adopted or made a legal ward of a member prior 3 to the date benefits are payable under this chapter; or
- 4 (v) An illegitimate child legitimized prior to the date any 5 benefits are payable under this chapter.
- (b) A person shall also be deemed to be a child up to and including
 the age of twenty years and eleven months while attending any high
 school, college, or vocational or other educational institution
 accredited, licensed, or approved by the state, in which it is located,
 including the summer vacation months and all other normal and regular
 vacation periods at the particular educational institution after which
 the child returns to school.
- (8) "Member" means any fire fighter, law enforcement officer, or other person as would apply under subsections (3) or (4) of this section whose membership is transferred to the Washington law enforcement officers' and fire fighters' retirement system on or after March 1, 1970, and every law enforcement officer and fire fighter who is employed in that capacity on or after such date.
- 19 (9) "Retirement fund" means the "Washington law enforcement 20 officers' and fire fighters' retirement system fund" as provided for 21 herein.
- 22 (10) "Employee" means any law enforcement officer or fire fighter 23 as defined in subsections (3) and (4) of this section.
- (11)(a) "Beneficiary" for plan I members, means any person in receipt of a retirement allowance, disability allowance, death benefit, or any other benefit described herein.
- (b) "Beneficiary" for plan II members, means any person in receipt of a retirement allowance or other benefit provided by this chapter resulting from service rendered to an employer by another person.
- 30 (12)(a) "Final average salary" for plan I members, means (i) for a 31 member holding the same position or rank for a minimum of twelve months preceding the date of retirement, the basic salary attached to such 32 33 same position or rank at time of retirement; (ii) for any other member, 34 including a civil service member who has not served a minimum of twelve 35 months in the same position or rank preceding the date of retirement, the average of the greatest basic salaries payable to such member 36 37 during any consecutive twenty-four month period within such member's last ten years of service for which service credit is allowed, computed 38 by dividing the total basic salaries payable to such member during the 39

- selected twenty-four month period by twenty-four; (iii) in the case of disability of any member, the basic salary payable to such member at the time of disability retirement; (iv) in the case of a member who hereafter vests pursuant to RCW 41.26.090, the basic salary payable to such member at the time of vesting.
- 6 (b) "Final average salary" for plan II members, means the monthly
 7 average of the member's basic salary for the highest consecutive sixty
 8 service credit months of service prior to such member's retirement,
 9 termination, or death. Periods constituting authorized unpaid leaves
 10 of absence may not be used in the calculation of final average salary.
- (13)(a) "Basic salary" for plan I members, means the basic monthly rate of salary or wages, including longevity pay but not including overtime earnings or special salary or wages, upon which pension or retirement benefits will be computed and upon which employer contributions and salary deductions will be based.
- 16 (b) "Basic salary" for plan II members, means salaries or wages 17 earned by a member during a payroll period for personal services, including overtime payments, and shall include wages and salaries 18 19 deferred under provisions established pursuant to sections 403(b), 20 414(h), and 457 of the United States Internal Revenue Code, but shall exclude lump sum payments for deferred annual sick leave, unused 21 accumulated vacation, unused accumulated annual leave, or any form of 22 severance pay: PROVIDED, That in any year in which a member serves in 23 24 the legislature the member shall have the option of having such 25 member's basic salary be the greater of:
- 26 (i) The basic salary the member would have received had such member 27 not served in the legislature; or

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- (ii) Such member's actual basic salary received for nonlegislative public employment and legislative service combined. Any additional contributions to the retirement system required because basic salary under (b)(i) of this subsection is greater than basic salary under (b)(ii) of this subsection shall be paid by the member for both member and employer contributions.
- (14)(a) "Service" for plan I members, means all periods of employment for an employer as a fire fighter or law enforcement officer, for which compensation is paid, together with periods of suspension not exceeding thirty days in duration. For the purposes of this chapter service shall also include service in the armed forces of the United States as provided in RCW 41.26.190. Credit shall be

- 1 allowed for all service credit months of service rendered by a member
- 2 from and after the member's initial commencement of employment as a
- 3 fire fighter or law enforcement officer, during which the member worked
- 4 for seventy or more hours, or was on disability leave or disability
- 5 retirement. Only service credit months of service shall be counted in
- 6 the computation of any retirement allowance or other benefit provided
- 7 for in this chapter.
- 8 (i) For members retiring after May 21, 1971 who were employed under
- 9 the coverage of a prior pension act before March 1, 1970, "service"
- 10 shall also include (A) such military service not exceeding five years
- 11 as was creditable to the member as of March 1, 1970, under the member's
- 12 particular prior pension act, and (B) such other periods of service as
- 13 were then creditable to a particular member under the provisions of RCW
- 14 41.18.165, 41.20.160 or 41.20.170. However, in no event shall credit
- 15 be allowed for any service rendered prior to March 1, 1970, where the
- 16 member at the time of rendition of such service was employed in a
- 17 position covered by a prior pension act, unless such service, at the
- 18 time credit is claimed therefor, is also creditable under the
- 19 provisions of such prior act.
- 20 (ii) A member who is employed by two employers at the same time
- 21 shall only be credited with service to one such employer for any month
- 22 during which the member rendered such dual service.
- 23 (b) "Service" for plan II members, means periods of employment by
- 24 a member for one or more employers for which basic salary is earned for
- 25 ninety or more hours per calendar month which shall constitute a
- 26 service credit month. Periods of employment by a member for one or
- 27 more employers for which basic salary is earned for at least seventy
- 28 hours but less than ninety hours per calendar month shall constitute
- 29 one-half service credit month. Periods of employment by a member for
- 30 one or more employers for which basic salary is earned for less than
- 31 seventy hours shall constitute a one-quarter service credit month.
- 32 Members of the retirement system who are elected or appointed to a
- 33 state elective position may elect to continue to be members of this
- 34 retirement system.
- 35 Service credit years of service shall be determined by dividing the
- 36 total number of service credit months of service by twelve. Any
- 37 fraction of a service credit year of service as so determined shall be
- 38 taken into account in the computation of such retirement allowance or
- 39 benefits.

If a member receives basic salary from two or more employers during 1 any calendar month, the individual shall receive one service credit 2 3 month's service credit during any calendar month in which multiple 4 service for ninety or more hours is rendered; or one-half service credit month's service credit during any calendar month in which 5 multiple service for at least seventy hours but less than ninety hours 6 7 is rendered; or one-quarter service credit month during any calendar 8 month in which multiple service for less than seventy hours is 9 rendered.

- 10 (15) "Accumulated contributions" means the employee's contributions
 11 made by a member plus accrued interest credited thereon.
- 12 (16) "Actuarial reserve" means a method of financing a pension or 13 retirement plan wherein reserves are accumulated as the liabilities for 14 benefit payments are incurred in order that sufficient funds will be 15 available on the date of retirement of each member to pay the member's 16 future benefits during the period of retirement.
- (17) "Actuarial valuation" means a mathematical determination of the financial condition of a retirement plan. It includes the computation of the present monetary value of benefits payable to present members, and the present monetary value of future employer and employee contributions, giving effect to mortality among active and retired members and also to the rates of disability, retirement, withdrawal from service, salary and interest earned on investments.
- (18) "Disability board" for plan I members means either the county disability board or the city disability board established in RCW 41.26.110.
- 27 (19) "Disability leave" means the period of six months or any 28 portion thereof during which a member is on leave at an allowance equal 29 to the member's full salary prior to the commencement of disability 30 retirement. The definition contained in this subsection shall apply 31 only to plan I members.
- 32 (20) "Disability retirement" for plan I members, means the period 33 following termination of a member's disability leave, during which the 34 member is in receipt of a disability retirement allowance.
- 35 (21) "Position" means the employment held at any particular time, 36 which may or may not be the same as civil service rank.
- 37 (22) "Medical services" for plan I members, shall include the 38 following as minimum services to be provided. Reasonable charges for 39 these services shall be paid in accordance with RCW 41.26.150.

- 1 (a) Hospital expenses: These are the charges made by a hospital,
- 2 in its own behalf, for
- 3 (i) Board and room not to exceed semiprivate room rate unless
- 4 private room is required by the attending physician due to the
- 5 condition of the patient.
- 6 (ii) Necessary hospital services, other than board and room, 7 furnished by the hospital.
- 8 (b) Other medical expenses: The following charges are considered
- 9 "other medical expenses", provided that they have not been considered
- 10 as "hospital expenses".
- 11 (i) The fees of the following:
- 12 (A) A physician or surgeon licensed under the provisions of chapter
- 13 18.71 RCW;
- 14 (B) An osteopath licensed under the provisions of chapter 18.57
- 15 RCW;
- 16 (C) A chiropractor licensed under the provisions of chapter 18.25
- 17 RCW
- 18 (ii) The charges of a registered graduate nurse other than a nurse
- 19 who ordinarily resides in the member's home, or is a member of the
- 20 family of either the member or the member's spouse.
- 21 (iii) The charges for the following medical services and supplies:
- 22 (A) Drugs and medicines upon a physician's prescription;
- 23 (B) Diagnostic x-ray and laboratory examinations;
- 24 (C) X-ray, radium, and radioactive isotopes therapy;
- 25 (D) Anesthesia and oxygen;
- 26 (E) Rental of iron lung and other durable medical and surgical
- 27 equipment;
- 28 (F) Artificial limbs and eyes, and casts, splints, and trusses;
- 29 (G) Professional ambulance service when used to transport the
- 30 member to or from a hospital when injured by an accident or stricken by
- 31 a disease;
- 32 (H) Dental charges incurred by a member who sustains an accidental
- 33 injury to his or her teeth and who commences treatment by a legally
- 34 licensed dentist within ninety days after the accident;
- 35 (I) Nursing home confinement or hospital extended care facility;
- 36 (J) Physical therapy by a registered physical therapist;
- 37 (K) Blood transfusions, including the cost of blood and blood
- 38 plasma not replaced by voluntary donors;

- 1 (L) An optometrist licensed under the provisions of chapter 18.53 2 RCW.
- 3 (23) "Regular interest" means such rate as the director may 4 determine.
- 5 (24) "Retiree" for persons who establish membership in the 6 retirement system on or after October 1, 1977, means any member in 7 receipt of a retirement allowance or other benefit provided by this 8 chapter resulting from service rendered to an employer by such member.
 - (25) "Director" means the director of the department.

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- 10 (26) "State actuary" or "actuary" means the person appointed 11 pursuant to RCW 44.44.010(2).
- 12 (27) "State elective position" means any position held by any 13 person elected or appointed to state-wide office or elected or 14 appointed as a member of the legislature.
- 15 (28) "Plan I" means the law enforcement officers' and fire 16 fighters' retirement system, plan I providing the benefits and funding 17 provisions covering persons who first became members of the system 18 prior to October 1, 1977.
- 19 (29) "Plan II" means the law enforcement officers' and fire 20 fighters' retirement system, plan II providing the benefits and funding 21 provisions covering persons who first became members of the system on 22 and after October 1, 1977.
- 23 (30) "Service credit year" means an accumulation of months of 24 service credit which is equal to one when divided by twelve.
- 25 (31) "Service credit month" means a full service credit month or an 26 accumulation of partial service credit months that are equal to one.
 - (32) "General authority law enforcement agency" means any agency, department, or division of a municipal corporation, political subdivision, or other unit of local government of this state, and any agency, department, or division of state government, having as its primary function the detection and apprehension of persons committing infractions or violating the traffic or criminal laws in general, but not including the Washington state patrol. Such an agency, department, or division is distinguished from a limited authority law enforcement agency having as one of its functions the apprehension or detection of persons committing infractions or violating the traffic or criminal laws relating to limited subject areas, including but not limited to, the state departments of natural resources, fisheries, wildlife, and social and health services, the state gambling commission, the state

- 1 lottery commission, the state parks and recreation commission, the
- 2 state utilities and transportation commission, the state liquor control
- 3 <u>board</u>, and the state department of corrections.

4 **Sec. 2.** RCW 41.26.450 and 1989 c 273 s 14 are each amended to read 5 as follows:

The required contribution rates to the plan II system for members, employers, and the state of Washington shall be established by the director from time to time as may be necessary upon the advice of the state actuary. The state actuary shall use the aggregate actuarial cost method to calculate contribution rates.

11 The member, the employer and the state shall each contribute the 12 following shares of the cost of the retirement system:

13 Member 50%
 14 Employer 30%
 15 State 20%

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- However, port districts established under Title 53 RCW and institutions of higher education as defined in RCW 28B.10.016 shall contribute both the employer and state shares of the cost of the retirement system for any of their employees who are law enforcement officers.
- 21 Effective January 1, 1987, however, no member or employer 22 contributions are required for any calendar month in which the member 23 is not granted service credit.
- Any adjustments in contribution rates required from time to time for future costs shall likewise be shared proportionally by the members, employers, and the state.

Any increase in the contribution rate required as the result of a failure of the state or of an employer to make any contribution required by this section shall be borne in full by the state or by that employer not making the contribution.

The director shall notify all employers of any pending adjustment in the required contribution rate and such increase shall be announced at least thirty days prior to the effective date of the change.

Members' contributions required by this section shall be deducted from the members basic salary each payroll period. The members contribution and the employers contribution shall be remitted directly to the department within fifteen days following the end of the calendar

- 1 month during which the payroll period ends. The state's contribution
- 2 required by this section shall be transferred to the plan II fund from
- 3 the total contributions transferred by the state treasurer under RCW
- 4 41.45.060 and 41.45.070.
- 5 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 41.40 RCW
- 6 under the subchapter heading "Provisions applicable to plan I and plan
- 7 II" to read as follows:
- 8 (1) An employee who was a member on or before January 1, 1994, and,
- 9 on January 1, 1994, is employed by a port district or an institution of
- 10 higher education as a law enforcement officer as defined in RCW
- 11 41.26.030, has the following options:
- 12 (a) The employee may remain a member of the retirement system,
- 13 notwithstanding the definition of law enforcement officer under RCW
- 14 41.26.030; or
- 15 (b) The member may make an irrevocable choice, filed in writing
- 16 with the department no later than January 1, 1995, to transfer to the
- 17 law enforcement officers' and fire fighters' retirement system plan II
- 18 as defined in RCW 41.26.030. An employee transferring membership under
- 19 this subsection (1)(b) shall be a dual member as provided in RCW
- 20 41.54.010.
- 21 (2)(a) If the department determines that transfers of service
- 22 credit and accumulated contributions between the state's retirement
- 23 systems are permitted by federal law without the employee or the
- 24 retirement system fund incurring adverse income tax liability as a
- 25 result of the transfer, an employee who transferred membership under
- 26 subsection (1)(b) of this section may choose to transfer service credit
- 27 as a law enforcement officer previously earned under the retirement
- -
- 28 system, to the law enforcement officers' and fire fighters' retirement
- 29 system plan II, by making an irrevocable choice filed in writing with
- 30 the department within one year of the department's announcement of the
- 31 ability to make such a transfer.
- 32 (b) Any law enforcement officer choosing to transfer under this
- 33 subsection shall have transferred from the retirement system to the law
- 34 enforcement officers' and fire fighters' retirement system plan II:
- 35 (i) All the employee's applicable accumulated contributions and
- 36 employer contributions attributed to such employee; and (ii) all
- 37 applicable months of service, as defined in RCW 41.26.030(14)(b),
- 38 credited to the employee under this chapter, as though such service was

- 1 rendered as a member of the law enforcement officers' and fire 2 fighters' retirement system.
- 3 (c) For the applicable period of service, the employee shall pay 4 the difference between the contributions such employee paid to the 5 retirement system, and the contributions which would have been paid by 6 the employee had the employee been a member of the law enforcement 7 officers' and fire fighters' retirement system, plus interest as 8 determined by the director.
- 9 (d) For the applicable period of service, the employer shall pay 10 the difference between the employer contributions paid to the retirement system, and the combined employer and state contributions 11 12 which would have been payable to the law enforcement officers' and fire 13 fighters' retirement system, plus interest as determined by the director. The amount of interest determined by the director to be paid 14 15 by the employer shall be sufficient to ensure that the contribution 16 level of current members of the law enforcement officers' and fire fighters' retirement system will not increase due to this transfer. 17 For the purpose of this subsection (2)(d), the state contribution shall 18 19 not include the contribution related to the amortization of the costs 20 of the law enforcement officers' and fire fighters' retirement system plan I as required by chapter 41.45 RCW. 21
- (e) An individual who transfers service credit and contributions under this subsection shall be permanently excluded from the retirement system for all service as a law enforcement officer.
- *Sec. 4. RCW 41.54.010 and 1990 c 192 s 1 are each amended to read 26 as follows:
- The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.
- 29 (1) "Base salary" means salaries or wages earned by a member of a 30 system during a payroll period for personal services and includes wages and salaries deferred under provisions of the United States internal 31 32 revenue code, but shall exclude overtime payments, nonmoney maintenance 33 compensation, and lump sum payments for deferred annual sick leave, 34 unused accumulated vacation, unused accumulated annual leave, any form of severance pay, any bonus for voluntary retirement, any other form of 35 36 leave, or any similar lump sum payment.
 - (2) "Department" means the department of retirement systems.

- 1 (3) "Director" means the director of the department of retirement 2 systems.
- (4)(a) "Dual member" means a person who (((a))) (i) is or becomes a member of a system on or after July 1, 1988, (((b))) (ii) has been a member of one or more other systems, and (((c))) (iii) has never been retired for service from a retirement system and is not receiving a disability retirement or disability leave benefit from any retirement system listed in RCW 41.50.030 or subsection (6) of this section.
- 9 (b) "Dual member" also includes a person who meets the conditions
 10 in subsection (4)(a)(ii) and (iii) of this section, and pursuant to
 11 section 3 of this act, becomes a member of the law enforcement
 12 officers' and fire fighters' retirement system plan II, as defined in
 13 RCW 41.26.030.
- 14 (5) "Service" means the same as it may be defined in each 15 respective system. For the purposes of RCW 41.54.030, military service 16 granted under RCW 41.40.170(3) or 43.43.260 may only be based on 17 service accrued under chapter 41.40 or 43.43 RCW, respectively.
- (6) "System" means the retirement systems established under chapters 41.32, 41.40, 41.44, and 43.43 RCW and the city employee retirement systems for Seattle, Tacoma, and Spokane. The inclusion of an individual first class city system is subject to the procedure set forth in RCW 41.54.061.
- 23 *Sec. 4 was vetoed, see message at end of chapter.
- 24 **Sec. 5.** RCW 41.56.460 and 1988 c 110 s 1 are each amended to read 25 as follows:
- (1) In making its determination, the panel shall be mindful of the legislative purpose enumerated in RCW 41.56.430 and as additional standards or guidelines to aid it in reaching a decision, it shall take into consideration the following factors:
- 30 (a) The constitutional and statutory authority of the employer;
- 31 (b) Stipulations of the parties;
- 32 (c)(i) For employees listed in RCW 41.56.030(7)(a) and 41.56.495,
- 33 comparison of the wages, hours and conditions of employment of
- 34 personnel involved in the proceedings with the wages, hours, and
- 35 conditions of employment of like personnel of like employers of similar
- 36 size on the west coast of the United States;
- 37 (ii) For employees listed in RCW 41.56.030(7)(b), comparison of the
- 38 wages, hours, and conditions of employment of personnel involved in the

- l proceedings with the wages, hours, and conditions of employment of like
- 2 personnel of public fire departments of similar size on the west coast
- 3 of the United States. However, when an adequate number of comparable
- 4 employers exists within the state of Washington, other west coast
- 5 employers shall not be considered;
- 6 (d) The average consumer prices for goods and services, commonly 7 known as the cost of living;
- 8 (e) Changes in any of the foregoing circumstances during the 9 pendency of the proceedings; and
- (f) Such other factors, not confined to the foregoing, which are normally or traditionally taken into consideration in the determination of wages, hours and conditions of employment.
- 13 (2) Nothing in subsection (1)(c) of this section shall be construed
- 14 to authorize the panel to require the employer to pay, directly or
- 15 <u>indirectly</u>, the increased employee contributions resulting from chapter
- 16 . . ., Laws of 1993 (this act) as required under chapter 41.26 RCW.
- 17 <u>NEW SECTION.</u> **Sec. 6.** This act shall take effect January 1, 1994.

Passed the House April 20, 1993.

Passed the Senate April 15, 1993.

Approved by the Governor May 18, 1993, with the exception of certain items which were vetoed.

Filed in Office of Secretary of State May 18, 1993.

- 1 Note: Governor's explanation of partial veto is as follows:
- "I am returning herewith, without my approval as to section 4, 3 Engrossed Substitute House Bill No. 1744 entitled:
- 4 "AN ACT Relating to the law enforcement officers' and fire fighters' retirement system;"
 - Engrossed Substitute House Bill No. 1744 expands the definition of membership in the Law Enforcement Officers' and Fire Fighters' retirement system to include officers employed by institutions of higher education and port districts. I strongly favor the bill's direction in allowing more consistent membership definition. However, section 4 amends RCW 41.54.010 which is also amended in Engrossed Substitute House Bill No. 1294 section 8, which I will be signing to allow portability for all LEOFF II members. Therefore, section 4 of this bill is unnecessary.
- With the exception of section 4, Engrossed Substitute House Bill No. 1744 is approved."

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