2 **ESHB 1821** - S COMM AMD

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3 By Committee on Labor, Commerce & Trade

4 ADOPTED - 4/5/95

- 5 Strike everything after the enacting clause and insert the 6 following:
- 7 "Sec. 1. RCW 50.04.320 and 1986 c 21 s 1 are each amended to read 8 as follows:
- (1) For the purpose of payment of contributions, "wages" means the 9 10 remuneration paid by one employer during any calendar year to an individual in its employment under this title or the unemployment 11 12 compensation law of any other state in the amount specified in RCW 13 If an employer (hereinafter referred to as a successor 14 employer) during any calendar year acquires substantially all the 15 operating assets of another employer (hereinafter referred to as a 16 predecessor employer) or assets used in a separate unit of a trade or 17 business of a predecessor employer, and immediately after the acquisition employs in the individual's trade or business an individual 18 19 who immediately before the acquisition was employed in the trade or 20 business of the predecessor employer, then, for the purposes of 21 determining the amount of remuneration paid by the successor employer 22 to the individual during the calendar year which is subject to 23 contributions, any remuneration paid to the individual by the predecessor employer during that calendar year and before 24 25 acquisition shall be considered as having been paid by the successor 26 employer.
 - (2) For the purpose of payment of benefits, "wages" means the remuneration paid by one or more employers to an individual for employment under this title during his base year: PROVIDED, That at the request of a claimant, wages may be calculated on the basis of remuneration payable. The department shall notify each claimant that wages are calculated on the basis of remuneration paid, but at the claimant's request a redetermination may be performed and based on remuneration payable.
- 35 <u>(3)</u> For the purpose of payment of benefits and payment of contributions, the term "wages" includes tips which are received after

1 January 1, 1987, while performing services which constitute employment, 2 and which are reported to the employer for federal income tax purposes.

(4)(a) "Remuneration" means all compensation paid for personal services including commissions and bonuses and the cash value of all compensation paid in any medium other than cash. The reasonable cash value of compensation paid in any medium other than cash and the reasonable value of gratuities shall be estimated and determined in accordance with rules prescribed by the commissioner. Remuneration does not include payments to members of a reserve component of the armed forces of the United States, including the organized militia of the state of Washington, for the performance of duty for periods not exceeding seventy-two hours at a time.

(b) Previously accrued compensation, other than severance pay or payments received pursuant to plant closure agreements, when assigned to a specific period of time by virtue of a collective bargaining agreement, individual employment contract, customary trade practice, or request of the individual compensated, shall be considered remuneration for the period to which it is assigned. Assignment clearly occurs when the compensation serves to make the individual eligible for all regular fringe benefits for the period to which the compensation is assigned.

(c) Settlements or other proceeds received by an individual as a result of a negotiated settlement for termination of an employment contract with a public agency prior to its expiration date shall be considered remuneration. The proceeds shall be deemed assigned in the same intervals and in the same amount for each interval as compensation was allocated under the contract.

27 (d) Except as provided in (c) of this subsection, the provisions of 28 this ((section)) subsection (4) pertaining to the assignment of 29 previously accrued compensation shall not apply to individuals subject 30 to RCW 50.44.050.

Sec. 2. RCW 50.44.050 and 1990 c 33 s 587 are each amended to read 32 as follows:

Except as otherwise provided in subsections (1) through (4) of this section, benefits based on services in employment covered by or pursuant to this chapter shall be payable on the same terms and subject to the same conditions as compensation payable on the basis of other service subject to this title. (1) Benefits based on service in an instructional, research or principal administrative capacity for an educational institution shall not be paid to an individual for any week of unemployment which commences during the period between two successive academic years or terms within an academic year (or, when an agreement provides instead for a similar period between two regular but not successive terms within an academic year, during such period) if such individual performs such services in the first of such academic years or terms and if there is a contract or reasonable assurance that such individual will perform services in any such capacity for any educational institution in the second of such academic years or terms. Any employee of a common school district who is presumed to be reemployed pursuant to RCW 28A.405.210 shall be deemed to have a contract for the ensuing term.

- (2) Benefits shall not be paid based on services in any other capacity for an educational institution for any week of unemployment which commences during the period between two successive academic years or terms within an academic year, if such individual performs such services in the first of such academic years or terms and there is a reasonable assurance that such individual will perform such services in the second of such academic years or terms: PROVIDED, That if benefits are denied to any individual under this subsection and that individual was not offered an opportunity to perform such services for the educational institution for the second of such academic years or terms, the individual is entitled to a retroactive payment of benefits for each week for which the individual filed a timely claim for benefits and for which benefits were denied solely by reason of this subsection.
- (3) Benefits shall not be paid based on any services described in subsections (1) and (2) of this section for any week of unemployment which commences during an established and customary vacation period or holiday recess if such individual performs such services in the period immediately before such vacation period or holiday recess, and there is a reasonable assurance that such individual will perform such services in the period immediately following such vacation period or holiday recess.
- (4) Benefits shall not be paid (as specified in subsections (1), (2), or (3) of this section) based on any services described in subsections (1) or (2) of this section to any individual who performed such services in an educational institution while in the employ of an

- 1 educational service district which is established pursuant to chapter
- 2 28A.310 RCW and exists to provide services to local school districts.
- 3 (5) As used in subsections (1) and (2) of this section, "academic
- 4 year" includes fall, winter, spring, and summer quarters and comparable
- 5 <u>semesters unless</u>, <u>based upon objective criteria including enrollment</u>
- 6 and staffing, the quarter or comparable semester is not in fact a part
- 7 of the academic year for the particular institution.
- 8 **Sec. 3.** RCW 50.44.053 and 1985 ex.s. c 5 s 9 are each amended to 9 read as follows:
- The term "reasonable assurance," as used in RCW 50.44.050, means a
- 11 written, verbal, or implied agreement that the employee will perform
- 12 services in the same capacity during the ensuing academic year or term
- 13 as in the first academic year or term, provided that the agreement is
- 14 not contingent on enrollment, funding, or program changes. A person
- 15 shall not be deemed to be performing services "in the same capacity"
- 16 unless those services are rendered under the same terms or conditions
- 17 of employment in the ensuing year as in the first academic year or
- 18 term.
- 19 <u>NEW SECTION.</u> **Sec. 4.** This act is necessary for the immediate
- 20 preservation of the public peace, health, or safety, or support of the
- 21 state government and its existing public institutions, and shall take
- 22 effect immediately."
- 23 **ESHB 1821** S COMM AMD
- 24 By Committee on Labor, Commerce & Trade
- 25 ADOPTED 4/5/95
- On page 1, line 2 of the title, after "contracts;" strike the
- 27 remainder of the title and insert "amending RCW 50.04.320, 50.44.050,
- 28 and 50.44.053; and declaring an emergency."

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