## 1087-S.E AMS KAST SUND 007

## ESHB 1087 - S AMD TO S COMM AMD (S-2838.3) 372

By Senators Kastama, Baumgartner, Sheldon, Tom, Hobbs

ADOPTED 04/18/2011

- 1 On page 193, after line 29, insert the following:
- 2 " Sec. 928. RCW 41.06.022 and 2002 c 354 s 207 are each amended to
- 3 read as follows:
- 4 For purposes of this chapter, "manager" means any employee who:
- 5 (1) Formulates statewide policy or directs the work of an agency
- 6 or agency subdivision;
- 7 (2) Is responsible to administer one or more statewide policies or
- 8 programs of an agency or agency subdivision;
- 9 (3) Manages, administers, and controls a local branch office of an
- 10 agency or agency subdivision, including the physical, financial, or
- 11 personnel resources;
- 12 (4) Has substantial responsibility in personnel administration,
- 13 legislative relations, public information, or the preparation and
- 14 administration of budgets; or
- 15 (5) Functionally is above the first level of supervision and
- 16 exercises authority that is not merely routine or clerical in nature
- 17 and requires the consistent use of independent judgment.
- 18 No employee who is a member of the Washington management service
- 19 may be included in a collective bargaining unit established under RCW
- 20 41.80.001 and 41.80.010 through 41.80.130.
- 21 During the 2011-13 fiscal biennium, except as required by a
- 22 collective bargaining agreement in place on the effective date of this
- 23 section, a manager whose position is eliminated as a result of the
- 24 provisions of section 729 of this act and who is hired or transferred
- 25 to a different position shall be compensated at a level no higher than
- 26 that which is commensurate with the employee's new position.

27

- 1 During the 2011-13 biennium, unless required by a collective
- 2 bargaining agreement in place on the effective date of this section,
- 3 no manager shall have the right of reversion to a classified position
- 4 in the event that the employee's position is eliminated as a result of
- 5 the provisions of section 729 of this act unless the employee was
- 6 employed in the classified position in question, or a substantially
- 7 equivalent classified position, within the three year period prior to
- 8 the effective date of this act.

9

- 10 **Sec. 929.** RCW 41.06.070 and 2010 c 271 s 801 are each amended to 11 read as follows:
- 12 (1) The provisions of this chapter do not apply to:
- 13 (a) The members of the legislature or to any employee of, or
- 14 position in, the legislative branch of the state government including
- 15 members, officers, and employees of the legislative council, joint
- 16 legislative audit and review committee, statute law committee, and any
- 17 interim committee of the legislature;
- 18 (b) The justices of the supreme court, judges of the court of
- 19 appeals, judges of the superior courts or of the inferior courts, or
- 20 to any employee of, or position in the judicial branch of state
- 21 government;
- (c) Officers, academic personnel, and employees of technical
- 23 colleges;
- 24 (d) The officers of the Washington state patrol;
- 25 (e) Elective officers of the state;
- 26 (f) The chief executive officer of each agency;
- 27 (g) In the departments of employment security and social and
- 28 health services, the director and the director's confidential
- 29 secretary; in all other departments, the executive head of which is an
- 30 individual appointed by the governor, the director, his or her
- 31 confidential secretary, and his or her statutory assistant directors;
- 32 (h) In the case of a multimember board, commission, or committee,
- 33 whether the members thereof are elected, appointed by the governor or
- 34 other authority, serve ex officio, or are otherwise chosen:

- 1 (i) All members of such boards, commissions, or committees;
- 2 (ii) If the members of the board, commission, or committee serve
- 3 on a part-time basis and there is a statutory executive officer: The
- 4 secretary of the board, commission, or committee; the chief executive
- 5 officer of the board, commission, or committee; and the confidential
- 6 secretary of the chief executive officer of the board, commission, or
- 7 committee;
- 8 (iii) If the members of the board, commission, or committee serve
- 9 on a full-time basis: The chief executive officer or administrative
- 10 officer as designated by the board, commission, or committee; and a
- 11 confidential secretary to the chair of the board, commission, or
- 12 committee;
- 13 (iv) If all members of the board, commission, or committee serve
- 14 ex officio: The chief executive officer; and the confidential
- 15 secretary of such chief executive officer;
- 16 (i) The confidential secretaries and administrative assistants in
- 17 the immediate offices of the elective officers of the state;
- 18 (j) Assistant attorneys general;
- 19 (k) Commissioned and enlisted personnel in the military service of
- 20 the state;
- 21 (1) Inmate, student, part-time, or temporary employees, and part-
- 22 time professional consultants, as defined by the Washington personnel
- 23 resources board;
- 24 (m) The public printer or to any employees of or positions in the
- 25 state printing plant;
- 26 (n) Officers and employees of the Washington state fruit
- 27 commission;
- 28 (o) Officers and employees of the Washington apple commission;
- 29 (p) Officers and employees of the Washington state dairy products
- 30 commission;
- 31 (q) Officers and employees of the Washington tree fruit research
- 32 commission;
- 33 (r) Officers and employees of the Washington state beef
- 34 commission;

- 1 (s) Officers and employees of the Washington grain commission;
- 2 (t) Officers and employees of any commission formed under chapter 3 15.66 RCW;
- 4 (u) Officers and employees of agricultural commissions formed 5 under chapter 15.65 RCW;
- 6 (v) Officers and employees of the nonprofit corporation formed 7 under \*chapter 67.40 RCW;
- 8 (w) Executive assistants for personnel administration and labor 9 relations in all state agencies employing such executive assistants 10 including but not limited to all departments, offices, commissions,
- 11 committees, boards, or other bodies subject to the provisions of this
- 12 chapter and this subsection shall prevail over any provision of law
- 13 inconsistent herewith unless specific exception is made in such law;
- 14 (x) In each agency with fifty or more employees: Deputy agency
- 15 heads, assistant directors or division directors, and not more than
- 16 three principal policy assistants who report directly to the agency
- 17 head or deputy agency heads;
- 18 (y) All employees of the marine employees' commission;
- 19 (z) Staff employed by the department of commerce to administer 20 energy policy functions;
- 21 (aa) The manager of the energy facility site evaluation council;
- 22 (bb) A maximum of ten staff employed by the department of commerce
- 23 to administer innovation and policy functions, including the three
- 24 principal policy assistants exempted under (x) of this subsection;
- 25 (cc) Staff employed by Washington State University to administer
- 26 energy education, applied research, and technology transfer programs
- 27 under RCW 43.21F.045 as provided in RCW 28B.30.900(5).
- 28 (2) The following classifications, positions, and employees of
- 29 institutions of higher education and related boards are hereby
- 30 exempted from coverage of this chapter:
- 31 (a) Members of the governing board of each institution of higher
- 32 education and related boards, all presidents, vice presidents, and
- 33 their confidential secretaries, administrative, and personal
- 34 assistants; deans, directors, and chairs; academic personnel; and

1 executive heads of major administrative or academic divisions employed 2 by institutions of higher education; principal assistants to executive 3 heads of major administrative or academic divisions; other managerial 4 or professional employees in an institution or related board having 5 substantial responsibility for directing or controlling program 6 operations and accountable for allocation of resources and program 7 results, or for the formulation of institutional policy, or for 8 carrying out personnel administration or labor relations functions, 9 legislative relations, public information, development, senior

- 10 computer systems and network programming, or internal audits and
- 11 investigations; and any employee of a community college district whose
- 12 place of work is one which is physically located outside the state of
- 13 Washington and who is employed pursuant to RCW 28B.50.092 and assigned
- 14 to an educational program operating outside of the state of
- 15 Washington;
- 16 (b) The governing board of each institution, and related boards,
- 17 may also exempt from this chapter classifications involving research
- 18 activities, counseling of students, extension or continuing education
- 19 activities, graphic arts or publications activities requiring
- 20 prescribed academic preparation or special training as determined by
- 21 the board: PROVIDED, That no nonacademic employee engaged in office,
- 22 clerical, maintenance, or food and trade services may be exempted by
- 23 the board under this provision;
- (c) Printing craft employees in the department of printing at the
- 25 University of Washington.
- 26 (3) In addition to the exemptions specifically provided by this
- 27 chapter, the director of personnel may provide for further exemptions
- 28 pursuant to the following procedures. The governor or other
- 29 appropriate elected official may submit requests for exemption to the
- 30 director of personnel stating the reasons for requesting such
- 31 exemptions. The director of personnel shall hold a public hearing,
- 32 after proper notice, on requests submitted pursuant to this
- 33 subsection. If the director determines that the position for which
- 34 exemption is requested is one involving substantial responsibility for

2 directing and controlling program operations of an agency or a major 3 administrative division thereof, the director of personnel shall grant 4 the request and such determination shall be final as to any decision 5 made before July 1, 1993. The total number of additional exemptions 6 permitted under this subsection shall not exceed one percent of the

1 the formulation of basic agency or executive policy or one involving

7 number of employees in the classified service not including employees

8 of institutions of higher education and related boards for those

9 agencies not directly under the authority of any elected public

10 official other than the governor, and shall not exceed a total of

11 twenty-five for all agencies under the authority of elected public

12 officials other than the governor.

The salary and fringe benefits of all positions presently or the 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 (1)(j) through (v) and (y) and (2) of this section, shall be determined by the director of personnel. Changes to the classification plan affecting exempt salaries must meet the same provisions for classified salary increases resulting from adjustments to the classification plan as outlined in RCW 41.06.152.

During the 2011-13 fiscal biennium, except as required by a collective bargaining agreement in place on the effective date of this section, an employee whose position exempt under this chapter is eliminated as a result of the provisions of section 729 and who is hired or transferred to a different position exempt under the provisions of this chapter shall be compensated at a level no higher than that which is commensurate with the employee's new position.

From February 18, 2009, through June 30, 2011, a salary or wage increase shall not be granted to any position exempt from classification under this chapter, except that a salary or wage increase may be granted to employees pursuant to collective bargaining agreements negotiated under chapter 28B.52, 41.56, 47.64, or 41.76

- 1 RCW, or negotiated by the nonprofit corporation formed under \*chapter
- 2 67.40 RCW, and except that increases may be granted for positions for
- 3 which the employer has demonstrated difficulty retaining qualified
- 4 employees if the following conditions are met:
- 5 (a) The salary increase can be paid within existing resources; and
- 6 (b) The salary increase will not adversely impact the provision of 7 client services.
- 8 Any agency granting a salary increase from February 15, 2010,
- 9 through June 30, 2011, to a position exempt from classification under
- 10 this chapter shall submit a report to the fiscal committees of the
- 11 legislature no later than July 31, 2011, detailing the positions for
- 12 which salary increases were granted, the size of the increases, and
- 13 the reasons for giving the increases.
- Any person holding a classified position subject to the provisions
- 15 of this chapter shall, when and if such position is subsequently
- 16 exempted from the application of this chapter, be afforded the
- 17 following rights: If such person previously held permanent status in
- 18 another classified position, such person shall have a right of
- 19 reversion to the highest class of position previously held, or to a
- 20 position of similar nature and salary.
- 21 Any classified employee having civil service status in a
- 22 classified position who accepts an appointment in an exempt position
- 23 shall have the right of reversion to the highest class of position
- 24 previously held, or to a position of similar nature and salary, except
- 25 that during the 2011-13 biennium, unless required by a collective
- 26 bargaining agreement in place on the effective date of this section,
- 27 no employee shall have the right of reversion to a classified position
- 28 in the event that the employee's position is eliminated as a result of
- 29 the provisions of section 729 of this act unless the employee was
- 30 employed in the classified position in question, or a substantially
- 31 equivalent classified position, within the three year period prior to
- 32 the effective date of this act.

33

- 1 A person occupying an exempt position who is terminated from the 2 position for gross misconduct or malfeasance does not have the right
- 3 of reversion to a classified position as provided for in this section.
- 4 From February 15, 2010, until June 30, 2011, no monetary
- 5 performance-based awards or incentives may be granted by the director
- 6 or employers to employees covered by rules adopted under this section.
- 7 This subsection does not prohibit the payment of awards provided for
- 8 in chapter 41.60 RCW."

9

- 10 Renumber the remaining sections consecutively and correct any
- 11 internal references accordingly.

12

EFFECT: Directs that, to the extent permitted by collective bargaining agreements, an employee whose position is eliminated as a result of the management position cuts provided in section 729 may not revert to a classified position to which the employee would ordinarily be able to "bump", unless the employee occupied either that position or a substantially similar classified position within the last three years. Additionally, a manager whose position is eliminated and who is subsequently transferred or hired into another position may not be compensated at a level higher than that which is commensurate with the duties of new position.

--- END ---