#### SIXTY EIGHTH LEGISLATURE - REGULAR SESSION

#### FORTY FIFTH DAY

House Chamber, Olympia, Wednesday, February 21, 2024

The House was called to order at 9:55 a.m. by the Speaker (Orwall presiding).

Reading of the Journal of the previous day was dispensed with and it was ordered to stand approved.

There being no objection, the House advanced to the third order of business.

### MESSAGE FROM THE SENATE

Tuesday, February 20, 2024

Mme. Speaker:

The President has signed:

HOUSE BILL NO. 1895 HOUSE BILL NO. 1950

and the same are herewith transmitted.

Sarah Bannister, Secretary

The Speaker (Orwall presiding) called upon Representative Fitzgibbon to preside.

There being no objection, the House advanced to the fifth order of business.

## REPORTS OF STANDING COMMITTEES

February 19, 2024

ESSB 5424

Prime Sponsor, Labor & Commerce: Concerning flexible work for general and limited authority Washington peace officers. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter  $49.28~{\rm RCW}$  to read as follows:

- (1) Every general authority and limited authority Washington law enforcement agency may adopt a flexible work policy. The policy may allow for general authority and limited authority Washington peace officers to work at less than full time when feasible, such as supplementing work during peak hours with part-time officers. The flexible work policy may include alternative shift and work schedules that fit the needs of the law enforcement agency.
- (2) The flexible work policy adopted in subsection (1) of this section may require an officer have a certain number of years of experience as a full-time officer or have additional training for the officer to work

part time or be eligible for any other types of flexible work.

- (3) The flexible work policy adopted in subsection (1) of this section may not cause the layoff or otherwise displace any full-time officer.
- (4) This section does not alter anv existing collective bargaining of any provisions existing collective bargaining agreement, or the duty of a law enforcement agency to meet their duty to bargain under chapter 41.56 or 41.80 RCW. Full-time and part-time officers working for the same law enforcement agency who are covered by a collective bargaining agreement must be in the same bargaining unit.
- (5) This section does not alter any laws or workplace policies relating to restrictions on secondary employment for general authority and limited authority Washington peace officers.
- (6) For the purposes of this section, the definitions in this subsection apply.

(a) "General authority and

- (a) "General authority and limited authority Washington law enforcement agency" has the same meaning as "general authority Washington law enforcement agency" and "limited authority Washington law enforcement agency" as defined in RCW 10.93.020 (3) and (5), respectively.
- "General authority (b) and limited authority Washington peace officers" has the "general same meaning as authority Washington peace officer" and "limited Washington peace officer" authority as defined in RCW 10.93.020 (4) and (6), respectively.
- ${\bf Sec.~2.}$  RCW 10.93.020 and 2021 c 318 s 307 are each reenacted and amended to read as follows:

As used in this chapter, the following terms have the meanings indicated unless the context clearly requires otherwise.

- "Agency with primary territorial jurisdiction" means a city or town police agency which has responsibility for police activity within its boundaries; or a county police or sheriff's department which responsibility with regard to police activity in the unincorporated areas within the county boundaries; or a statutorily authorized port district police agency or four-year state college or university police agency which has responsibility for police activity within the statutorily authorized enforcement boundaries of the port district, state college, or university.
- (2) "Federal peace officer" means any employee or agent of the United States government who has the authority to carry firearms and make warrantless arrests and whose duties involve the enforcement of criminal laws of the United States.
- (3) "General authority Washington 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, as distinguished from a limited authority Washington law enforcement agency, and any unit of government expressly designated by statute as a general authority Washington law enforcement agency. The Washington state patrol and the department of fish and wildlife are general authority Washington law enforcement agencies.

(4) "General authority Washington peace officer" means any ((full-time,)) fully compensated and elected, appointed, or employed officer of a general authority Washington law enforcement agency who is commissioned to enforce the criminal laws of

the state of Washington generally.

(5) "Limited authority Washington law enforcement agency" means any agency, political subdivision, or unit of local government of this state, and any agency, department, or division of state government, 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 and social and health services, the state gambling commission, the state lottery commission, the state parks and recreation commission, the state utilities and transportation commission, the state liquor and cannabis board, the office of the insurance commissioner, the state department of corrections, and the office independent investigations.

(6) "Limited authority Washington peace officer" means any ((full-time,)) fully compensated officer of a limited authority Washington law enforcement agency empowered by that agency to detect or apprehend violators of the laws in some or all of the limited subject areas for which that agency is responsible. A limited authority Washington peace officer may be a specially commissioned Washington peace officer if otherwise qualified for such status under

this chapter.

(7) "Mutual law enforcement assistance" includes, but is not limited to, one or more law enforcement agencies aiding or assisting one or more other such agencies through loans or exchanges of personnel or of material resources, for law enforcement

purposes.

(8) "Primary commissioning agency" means (a) the employing agency in the case of a general authority Washington peace officer, limited authority Washington peace officer, a tribal peace officer from a federally recognized tribe, or a federal peace officer, and (b) the commissioning agency in the case of a specially commissioned Washington peace officer (i) who is performing functions within the course and scope of the special commission and (ii) who is not also a general authority Washington peace officer, a limited authority Washington peace officer, a tribal

peace officer from a federally recognized tribe, or a federal peace officer.

(9) "Primary function of an agency" means that function to which greater than fifty percent of the agency's resources are allocated.

(10) "Reserve officer" means any person who does not serve as a regularly employed, fully compensated peace officer of this state, but who, when called by an agency into active service, is fully commissioned on the same basis as regularly employed, fully compensated officers to enforce the

- criminal laws of this state.
  (11) "Specially commissioned Washington peace officer," for the purposes of this chapter, means any officer, whether parttime or full-time, compensated or commissioned by a general authority Washington law enforcement agency to enforce some or all of the criminal laws of the state of Washington, who does not qualify under this chapter as a general authority Washington peace officer for that commissioning agency, specifically including reserve peace officers, and specially commissioned full-time, fully compensated peace officers duly commissioned by the states of Oregon or Idaho or any such peace officer commissioned by a unit of local government of Oregon or Idaho. ((A reserve peace officer is an individual who is an officer of a Washington law enforcement agency who does not serve such agency on a full-time basis but who, when called by the agency into active service, is fully commissioned on the same basis as full-time peace officers to enforce the criminal laws of the state.))
- **Sec. 3.** RCW 41.26.030 and 2021 c 12 s 2 are each amended to read as follows:

As used in this chapter, different meaning is plainly required by the context:

- (1) "Accumulated contributions" means the employee's contributions made by a member, including any amount paid under 41.50.165(2), plus accrued interest credited
- (2) "Actuarial reserve" means a method of financing a pension or retirement plan wherein reserves are accumulated as the liabilities for benefit payments are incurred in order that sufficient funds will be available on the date of retirement of each member to pay the member's future benefits during the period of retirement.
- "Actuarial valuation" means 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.
- (4)(a) "Basic salary" for plan 1 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.

- (b) "Basic salary" for plan 2 members, means salaries or wages earned by a member during a payroll period for personal services, including overtime payments, and shall include wages and salaries deferred under provisions established pursuant to sections 403(b), 414(h), and 457 of the United States Internal Revenue Code, but shall exclude lump sum payments for deferred annual sick leave, unused accumulated vacation, unused accumulated annual leave, or any form of severance pay. In any year in which a member serves in the legislature the member shall have the option of having such member's basic salary be the greater of:
- (i) The basic salary the member would have received had such member not served in the legislature; or
- (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.
- (5)(a) "Beneficiary" for plan 1 members, means any person in receipt of a retirement allowance, disability allowance, death benefit, or any other benefit described herein.
- (b) "Beneficiary" for plan 2 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.
- (6)(a) "Child" or "children" means an unmarried person who is under the age of eighteen or mentally or physically disabled as determined by the department, except a person who is disabled and in the full time care of a state institution, who is:
  - (i) A natural born child;
- (ii) A stepchild where that relationship was in existence prior to the date benefits are payable under this chapter;
  - (iii) A posthumous child;
- (iv) A child legally adopted or made a legal ward of a member prior to the date benefits are payable under this chapter; or
- (v) An illegitimate child legitimized prior to the date any 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.
- (7) "Department" means the department of retirement systems created in chapter 41.50  $_{\mbox{\scriptsize RCW}}.$
- (8) "Director" means the director of the department.
- (9) "Disability board" for plan 1 members means either the county disability board or

- the city disability board established in RCW 41.26.110.
- (10) "Disability leave" means the period of six months or any portion thereof during which a member is on leave at an allowance equal to the member's full salary prior to the commencement of disability retirement. The definition contained in this subsection shall apply only to plan 1 members.
- (11) "Disability retirement" for plan 1 members, means the period following termination of a member's disability leave, during which the member is in receipt of a disability retirement allowance.
- disability retirement allowance.
  (12) "Domestic partners" means two adults who have registered as domestic partners under RCW 26.60.020.
- (13) "Employee" means any law enforcement officer or firefighter as defined in subsections (17) and (19) of this section.
- (14) (a) "Employer" for plan 1 members, means the legislative authority of any city, town, county, district, or regional fire protection service authority or the elected officials of any municipal corporation that employs any law enforcement officer and/or firefighter, any authorized association of such municipalities, and, except for the purposes of RCW 41.26.150, any labor guild, association, or organization, which represents the firefighters or law enforcement officers of at least seven cities of over 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 firefighters as defined in this chapter.
- (b) "Employer" for plan 2 members, means the following entities to the extent that the entity employs any law enforcement officer and/or firefighter:
- (i) The legislative authority of any city, town, county, district, public corporation, or regional fire protection service authority established under RCW 35.21.730 to provide emergency medical services as defined in RCW 18.73.030;
- (ii) The elected officials of any municipal corporation;
- (iii) The governing body of any other general authority law enforcement agency;
- (iv) A four-year institution of higher education having a fully operational fire department as of January 1, 1996; or

  (v) The department of social and health
- (v) The department of social and health services or the department of corrections when employing firefighters serving at a prison or civil commitment center on an island.
- (c) Except as otherwise specifically provided in this chapter, "employer" does not include a government contractor. For purposes of this subsection, a "government contractor" is any entity, including a partnership, limited liability company, forprofit or nonprofit corporation, or person, that provides services pursuant to a contract with an "employer." The determination whether an employer-employee relationship has been established is not based on the relationship between a government contractor and an "employer," but is based solely on the relationship between a government contractor's employee and an "employer" under this chapter.

- (15)(a) "Final average salary" for plan 1 members, means (i) for a member holding the same position or rank for a minimum of twelve months preceding the date of retirement, the basic salary attached to such same position or rank at time of retirement; (ii) for any other member, including a civil service member who has not served a minimum of twelve months in the same position or rank preceding the date of retirement, the average of the greatest basic salaries payable to such member during any consecutive twenty-four month period within such member's last ten years of service for which service credit is allowed, computed by dividing the total basic salaries payable to such member during the selected twenty-four month period by twentyfour; (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.
- (b) "Final average salary" for plan 2 members, means the monthly average of the member's basic salary for the highest consecutive sixty service credit months of service prior to such member's retirement, termination, or death. Periods constituting authorized unpaid leaves of absence may not be used in the calculation of final average salary.
- (c) In calculating final average salary under (a) or (b) of this subsection, the department of retirement systems shall include:
- (i) Any compensation forgone by a member employed by a state agency or institution during the 2009-2011 fiscal biennium as a result of reduced work hours, mandatory or voluntary leave without pay, temporary reduction in pay implemented prior to December 11, 2010, or temporary layoffs if the reduced compensation is an integral part of the employer's expenditure reduction efforts, as certified by the employer;
- efforts, as certified by the employer;

  (ii) Any compensation forgone by a member employed by the state or a local government employer during the 2011-2013 fiscal biennium as a result of reduced work hours, mandatory leave without pay, temporary layoffs, or reductions to current pay if the reduced compensation is an integral part of the employer's expenditure reduction efforts, as certified by the employer. Reductions to current pay shall not include elimination of previously agreed upon future salary increases; and
- (iii) Any compensation forgone by a member employed by the state or a local government employer during the 2019-2021 and 2021-2023 fiscal biennia as a result of reduced work hours, mandatory leave without temporary layoffs, furloughs, reductions to current pay, or other similar the measures resulting from COVID-19 crisis, if the reduced compensation is an integral part of the employer's expenditure reduction efforts, as certified by the employer. Reductions to current pay shall not include elimination of previously agreed upon future increases.

- (16) "Fire department" includes a fire station operated by the department of social and health services or the department of corrections when employing firefighters serving a prison or civil commitment center on an island.
  - (17) "Firefighter" means:
- (a) Any person who is serving on a full time, fully compensated basis as a member of a fire department of an employer and who is serving in a position which requires passing a civil service examination for firefighter, and who is actively employed as such;
- (b) Anyone who is actively employed as a full time firefighter where the fire department does not have a civil service examination;
  - (c) Supervisory firefighter personnel;
- (d) Any full time executive secretary of an association of fire protection districts authorized under RCW 52.12.031. The provisions of this subsection (17)(d) shall not apply to plan 2 members;
- (e) The executive secretary of a labor guild, association or organization (which is an employer under subsection (14) of this section), 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 (17) (e) shall not apply to plan 2 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 firefighter;
- (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; and
- (h) Any person who is employed on a full-time, fully compensated basis by an employer as an emergency medical technician that meets the requirements of RCW 18.71.200 or  $18.73.030((\frac{(12)}{12}))(\underline{13})$ , and whose duties include providing emergency medical services as defined in RCW 18.73.030.
- (18) "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 and social and health services, the state gambling commission, the state lottery commission, the state parks and recreation commission, the state utilities and transportation commission, the state liquor and cannabis board, and the state department of corrections. A general

authority law enforcement agency under this chapter does not include a government contractor.

- (19) "Law enforcement officer" beginning January 1, 1994, means any person who is commissioned and employed by an employer on a full time, fully compensated basis to enforce the criminal laws of the state of Washington generally, with the following qualifications:
- (a) No person who is serving in a position that is basically clerical or secretarial in nature, and who is not commissioned shall be 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;
- (d) The term "law enforcement officer" also includes the executive secretary of a labor guild, association or organization (which is an employer under subsection (14) of this section) if that individual has five years previous membership in the retirement system established in chapter 41.20 RCW. The provisions of this subsection (19) (d) shall not apply to plan 2 members; ((and))
- (e) The term "law enforcement officer" also includes a person employed on or after January 1, 1993, as a public safety officer or director of public safety, so long as the job duties substantially involve only either police or fire duties, or both, and no other duties in a city or town with a population of less than ten thousand. The provisions of this subsection (19) (e) shall not apply to any public safety officer or director of public safety who is receiving a retirement allowance under this chapter as of May 12, 1993; and
- (f) Beginning July 1, 2024, the term "law enforcement officer" also includes any person who is commissioned and employed by an employer on a fully compensated basis to enforce the criminal laws of the state of Washington generally, on a less than full-time basis, with the qualifications in (a) through (e) of this subsection.
- (20) "Medical services" for plan 1 members, shall include the following as minimum services to be provided. Reasonable charges for these services shall be paid in accordance with RCW 41.26.150.
- (a) Hospital expenses: These are the charges made by a hospital, in its own behalf, for  $% \left( \frac{1}{2}\right) =\frac{1}{2}\left( \frac{1}{2}\right) +\frac{1}{2}\left( \frac{1}{2}\right) +\frac{1}{2}\left$
- (i) Board and room not to exceed semiprivate room rate unless private room is required by the attending physician due to the condition of the patient.

- (ii) Necessary hospital services, other than board and room, furnished by the hospital.
- (b) Other medical expenses: The following charges are considered "other medical expenses," provided that they have not been considered as "hospital expenses".
  - (i) The fees of the following:
- (A) A physician or surgeon licensed under the provisions of chapter 18.71 RCW;
- (B) An osteopathic physician and surgeon licensed under the provisions of chapter 18.57 RCW;
- (C) A chiropractor licensed under the provisions of chapter  $18.25\ \text{RCW}$ .
- (ii) The charges of a registered graduate nurse other than a nurse who ordinarily resides in the member's home, or is a member of the family of either the member or the member's spouse.
- (iii) The charges for the following
  medical services and supplies:
- (A) Drugs and medicines upon a physician's prescription;
- (B) Diagnostic X-ray and laboratory examinations;
- (C) X-ray, radium, and radioactive isotopes therapy;
  - (D) Anesthesia and oxygen;
- (E) Rental of iron lung and other durable medical and surgical equipment;
- (F) Artificial limbs and eyes, and casts, splints, and trusses;
- (G) Professional ambulance service when used to transport the member to or from a hospital when injured by an accident or stricken by a disease;
- (H) Dental charges incurred by a member who sustains an accidental injury to his or her teeth and who commences treatment by a legally licensed dentist within ninety days after the accident;
- (I) Nursing home confinement or hospital extended care facility;
- (J) Physical therapy by a registered physical therapist;
- (K) Blood transfusions, including the cost of blood and blood plasma not replaced by voluntary donors;
- $\bar{\ }$  (L) An optometrist licensed under the provisions of chapter 18.53 RCW.
- (21) "Member" means any firefighter, law enforcement officer, or other person as would apply under subsection (17) or (19) of this section whose membership is transferred to the Washington law enforcement officers' and firefighters' retirement system on or after March 1, 1970, and every law enforcement officer and firefighter who is employed in that capacity on or after such date.
- (22) "Plan 1" means the law enforcement officers' and firefighters' retirement system, plan 1 providing the benefits and funding provisions covering persons who first became members of the system prior to October 1, 1977.
- (23) "Plan 2" means the law enforcement officers' and firefighters' retirement system, plan 2 providing the benefits and funding provisions covering persons who first became members of the system on and after October 1, 1977.
- (24) "Position" means the employment held at any particular time, which may or may not be the same as civil service rank.

(25) "Regular interest" means such rate

as the director may determine.

(26) "Retiree" for persons who establish membership in the retirement system on or after October 1, 1977, means any member in receipt of a retirement allowance or other benefit provided by this chapter resulting from service rendered to an employer by such member.

- (27) "Retirement fund" means the "Washington law enforcement officers' and firefighters' retirement system fund" as provided for herein.
- (28) "Retirement system" means the "Washington law enforcement officers' and firefighters' retirement system" provided herein.
- (29) (a) "Service" for plan 1 members, means all periods of employment for an employer as a firefighter 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 allowed for all service credit months of service rendered by a member from and after the member's initial commencement of employment as a firefighter or law enforcement officer, during which the member worked for seventy or more hours, or was on disability leave or disability retirement. Only service credit months of service shall be counted in the computation of any retirement allowance or other benefit provided for in this chapter.
- (i) For members retiring after May 21, 1971 who were employed under the coverage of a prior pension act before March 1, 1970, "service" shall also include (A) such military service not exceeding five years as was creditable to the member as of March 1, 1970, under the member's particular prior pension act, and (B) such other periods of service as were then creditable to a particular member under the provisions of RCW 41.18.165, 41.20.160, or 41.20.170. However, in no event shall credit be allowed for any service rendered prior to March 1, 1970, where the member at the time of rendition of such service was employed in a position covered by a prior pension act, unless such service, at the time credit is claimed therefor, is also creditable under the provisions of such prior act.

(ii) A member who is employed by two employers at the same time shall only be credited with service to one such employer for any month during which the member rendered such dual service.

- (iii) Reduction efforts such as furloughs, reduced work hours, mandatory leave without pay, temporary layoffs, or other similar situations as contemplated by subsection (15)(c)(iii) of this section do not result in a reduction in service credit that otherwise would have been earned for that month of work, and the member shall receive the full service credit for the hours that were scheduled to be worked before the reduction.
- (b)(i) "Service" for plan 2 members, means periods of employment by a member for one or more employers for which basic salary is earned for ninety or more hours per

calendar month which shall constitute a service credit month. Periods of employment by a member for one or more employers for which basic salary is earned for at least seventy hours but less than ninety hours per calendar month shall constitute one-half service credit month. Periods of employment by a member for one or more employers for which basic salary is earned for less than seventy hours shall constitute a one-quarter service credit month.

(ii) Members of the retirement system who are elected or appointed to a state elective position may elect to continue to be members of this retirement system.

(iii) Service credit years of service shall be determined by dividing the total number of service credit months of service by twelve. Any fraction of a service credit year of service as so determined shall be taken into account in the computation of such retirement allowance or benefits.

- (iv) If a member receives basic salary from two or more employers during any calendar month, the individual shall receive one service credit month's service credit during any calendar month in which multiple service for ninety or more hours is rendered; or one-half service credit month's service credit during any calendar month in which multiple service for at least seventy hours but less than ninety hours is rendered; or one-quarter service credit month during any calendar month in which multiple service for less than seventy hours is rendered.
- (v) Reduction efforts such as furloughs, reduced work hours, mandatory leave without pay, temporary layoffs, or other similar situations as contemplated by subsection (15)(c)(iii) of this section do not result in a reduction in service credit that otherwise would have been earned for that month of work, and the member shall receive the full service credit for the hours that were scheduled to be worked before the reduction.
- (30) "Service credit month" means a full service credit month or an accumulation of partial service credit months that are equal to one.
- (31) "Service credit year" means an accumulation of months of service credit which is equal to one when divided by twelve.
- (32) "State actuary" or "actuary" means the person appointed pursuant to RCW 44.44.010(2).
- (33) "State elective position" means any position held by any person elected or appointed to statewide office or elected or appointed as a member of the legislature.
- (34) "Surviving spouse" means the surviving widow or widower of a member. "Surviving spouse" shall not include the divorced spouse of a member except as provided in RCW 41.26.162.
- **Sec. 4.** RCW 41.26.030 and 2023 c 77 s 1 are each amended to read as follows:
- As used in this chapter, unless a different meaning is plainly required by the context:
- (1) "Accumulated contributions" means the employee's contributions made by a member,

including any amount paid under RCW 41.50.165(2), plus accrued interest credited thereon.

- (2) "Actuarial reserve" means a method of financing a pension or retirement plan wherein reserves are accumulated as the liabilities for benefit payments are incurred in order that sufficient funds will be available on the date of retirement of each member to pay the member's future benefits during the period of retirement.
- (3) "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.
- (4)(a) "Basic salary" for plan 1 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.
- (b) "Basic salary" for plan 2 members, means salaries or wages earned by a member during a payroll period for personal services, including overtime payments, and shall include wages and salaries deferred under provisions established pursuant to sections 403(b), 414(h), and 457 of the United States Internal Revenue Code, but shall exclude lump sum payments for deferred annual sick leave, unused accumulated vacation, unused accumulated annual leave, or any form of severance pay. In any year in which a member serves in the legislature the member shall have the option of having such member's basic salary be the greater of:
- (i) The basic salary the member would have received had such member not served in the legislature; or
- (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.
- (5)(a) "Beneficiary" for plan 1 members, means any person in receipt of a retirement allowance, disability allowance, death benefit, or any other benefit described herein.
- (b) "Beneficiary" for plan 2 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.
   (6)(a) "Child" or "children" means an
- (6) (a) "Child" or "children" means an unmarried person who is under the age of eighteen or mentally or physically disabled as determined by the department, except a person who is disabled and in the full time care of a state institution, who is:
  - (i) A natural born child;

- (ii) A stepchild where that relationship was in existence prior to the date benefits are payable under this chapter;
  - (iii) A posthumous child;
- (iv) A child legally adopted or made a legal ward of a member prior to the date benefits are payable under this chapter; or
- (v) An illegitimate child legitimized prior to the date any 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.
- (7) "Department" means the department of retirement systems created in chapter 41.50 RCW.
- (8) "Director" means the director of the department.
- (9) "Disability board" for plan 1 members means either the county disability board or the city disability board established in RCW 41.26.110.
- (10) "Disability leave" means the period of six months or any portion thereof during which a member is on leave at an allowance equal to the member's full salary prior to the commencement of disability retirement. The definition contained in this subsection shall apply only to plan 1 members.
- (11) "Disability retirement" for plan 1 members, means the period following termination of a member's disability leave, during which the member is in receipt of a disability retirement allowance.
- (12) "Domestic partners" means two adults who have registered as domestic partners under RCW 26.60.020.
- (13) "Employee" means any law enforcement officer or firefighter as defined in subsections (17) and (19) of this section.
  (14)(a) "Employer" for plan 1 members,
- (14) (a) "Employer" for plan 1 members, means the legislative authority of any city, town, county, district, or regional fire protection service authority or the elected officials of any municipal corporation that employs any law enforcement officer and/or firefighter, any authorized association of such municipalities, and, except for the purposes of RCW 41.26.150, any labor guild, association, or organization, which represents the firefighters or law enforcement officers of at least seven cities of over 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 firefighters as defined in this chapter.
- (b) "Employer" for plan 2 members, means the following entities to the extent that the entity employs any law enforcement officer and/or firefighter:
- (i) The legislative authority of any city, town, county, district, public corporation, or regional fire protection service authority established under RCW 35.21.730 to provide emergency medical services as defined in RCW 18.73.030;

(ii) The elected officials of any municipal corporation;

(iii) The governing body of any other general authority law enforcement agency;

(iv) A four-year institution of higher education having a fully operational fire department as of January 1, 1996; or (v) The department of social and health

- (v) The department of social and health services or the department of corrections when employing firefighters serving at a prison or civil commitment center on an island.
- (c) Except as otherwise specifically provided in this chapter, "employer" does not include a government contractor. For purposes of this subsection, a "government contractor" is any entity, including a partnership, limited liability company, forprofit or nonprofit corporation, or person, that provides services pursuant to a contract with an "employer." The determination whether an employer-employee relationship has been established is not based on the relationship between a government contractor and an "employer," but is based solely on the relationship between a government contractor's employee and an "employer" under this chapter.
- (15)(a) "Final average salary" for plan 1 members, means (i) for a member holding the same position or rank for a minimum of twelve months preceding the date of retirement, the basic salary attached to such same position or rank at time of retirement; (ii) for any other member, including a civil service member who has not served a minimum of twelve months in the same position or rank preceding the date of retirement, the average of the greatest basic salaries payable to such member during any consecutive twenty-four month period within such member's last ten years of service for which service credit is allowed, computed by dividing the total basic salaries payable to such member during the selected twenty-four month period by twentyfour; (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.
- (b) "Final average salary" for plan 2 members, means the monthly average of the member's basic salary for the highest consecutive sixty service credit months of service prior to such member's retirement, termination, or death. Periods constituting authorized unpaid leaves of absence may not be used in the calculation of final average salary.
- (c) In calculating final average salary under (a) or (b) of this subsection, the department of retirement systems shall include:
- (i) Any compensation forgone by a member employed by a state agency or institution during the 2009-2011 fiscal biennium as a result of reduced work hours, mandatory or voluntary leave without pay, temporary reduction in pay implemented prior to December 11, 2010, or temporary layoffs if the reduced compensation is an integral part of the employer's expenditure reduction efforts, as certified by the employer;

- (ii) Any compensation forgone by a member employed by the state or a local government employer during the 2011-2013 fiscal biennium as a result of reduced work hours, mandatory leave without pay, temporary layoffs, or reductions to current pay if the reduced compensation is an integral part of the employer's expenditure reduction efforts, as certified by the employer. Reductions to current pay shall not include elimination of previously agreed upon future salary increases; and
- (iii) Any compensation forgone by a member employed by the state or a local government employer during the 2019-2021 and 2021-2023 fiscal biennia as a result of reduced work hours, mandatory leave without temporary layoffs, pay, furloughs, reductions to current pay, or other similar measures resulting from the COVID-19 budgetary crisis, if the reduced compensation is an integral part of the employer's expenditure reduction efforts, as certified by the employer. Reductions to current pay shall not include elimination of previously agreed upon future salarv increases.
- (16) "Fire department" includes a fire station operated by the department of social and health services or the department of corrections when employing firefighters serving a prison or civil commitment center on an island.

(17) "Firefighter" means:

- (a) Any person who is serving on a full time, fully compensated basis as a member of a fire department of an employer and who is serving in a position which requires passing a civil service examination for firefighter, and who is actively employed as such;
- (b) Anyone who is actively employed as a full time firefighter where the fire department does not have a civil service examination;
  - (c) Supervisory firefighter personnel;
- (d) Any full time executive secretary of an association of fire protection districts authorized under RCW 52.12.031. The provisions of this subsection (17)(d) shall not apply to plan 2 members;
- (e) The executive secretary of a labor guild, association or organization (which is an employer under subsection (14) of this section), 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 (17) (e) shall not apply to plan 2 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 firefighter;
- (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; and
- (h) Any person who is employed on a full-time, fully compensated basis by an employer as an emergency medical technician that meets the requirements of RCW 18.71.200 or 18.73.030(13), and whose duties include

providing emergency medical services as defined in RCW 18.73.030.

- (18) "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, the government of a federally recognized tribe, 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 and social and health services, the state gambling commission, the state lottery commission, the state parks and recreation commission, the state utilities and transportation commission, the state liquor and cannabis board, and the state department of corrections. A general authority law enforcement agency under this chapter does not include a government contractor.
- (19) "Law enforcement officer" beginning January 1, 1994, means any person who is commissioned and employed by an employer on a full time, fully compensated basis to enforce the criminal laws of the state of Washington generally, with the following qualifications:
- (a) No person who is serving in a position that is basically clerical or secretarial in nature, and who is not commissioned shall be 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;
- (d) The term "law enforcement officer" also includes the executive secretary of a labor guild, association or organization (which is an employer under subsection (14) of this section) if that individual has five years previous membership in the retirement system established in chapter 41.20 RCW. The provisions of this subsection (19)(d) shall not apply to plan 2 members;

  (e) The term "law enforcement officer"
- (e) The term "law enforcement officer" also includes a person employed on or after January 1, 1993, as a public safety officer or director of public safety, so long as the

- job duties substantially involve only either police or fire duties, or both, and no other duties in a city or town with a population of less than ten thousand. The provisions of this subsection (19) (e) shall not apply to any public safety officer or director of public safety who is receiving a retirement allowance under this chapter as of May 12, 1993; ((and))
- (f) The term "law enforcement officer" also includes a person who is employed on or after January 1, 2024, on a full-time basis by the government of a federally recognized tribe within the state of Washington that meets the terms and conditions of RCW 41.26.565, is employed in a police department maintained by that tribe, and who is currently certified as a general authority peace officer under chapter 43.101 RCW; and
- (g) Beginning July 1, 2024, the term "law enforcement officer" also includes any person who is commissioned and employed by an employer on a fully compensated basis to enforce the criminal laws of the state of Washington generally, on a less than full-time basis, with the qualifications in (a) through (e) of this subsection.

  (20) "Medical services" for plan 1
- (20) "Medical services" for plan 1 members, shall include the following as minimum services to be provided. Reasonable charges for these services shall be paid in accordance with RCW 41.26.150.
- (a) Hospital expenses: These are the charges made by a hospital, in its own behalf, for
- (i) Board and room not to exceed semiprivate room rate unless private room is required by the attending physician due to the condition of the patient.
- (ii) Necessary hospital services, other than board and room, furnished by the hospital.
- (b) Other medical expenses: The following charges are considered "other medical expenses," provided that they have not been considered as "hospital expenses."
  - (i) The fees of the following:
- (A) A physician or surgeon licensed under the provisions of chapter 18.71 RCW;
- (B) An osteopathic physician and surgeon licensed under the provisions of chapter 18.57 RCW;
- (C) A chiropractor licensed under the provisions of chapter 18.25 RCW.
- (ii) The charges of a registered graduate nurse other than a nurse who ordinarily resides in the member's home, or is a member of the family of either the member or the member's spouse.
- (iii) The charges for the following
  medical services and supplies:
- (A) Drugs and medicines upon a physician's prescription;
- (B) Diagnostic X-ray and laboratory examinations;
- (C) X-ray, radium, and radioactive
  isotopes therapy;
  - (D) Anesthesia and oxygen;
- (E) Rental of iron lung and other durable medical and surgical equipment;
- (F) Artificial limbs and eyes, and casts, splints, and trusses;
- (G) Professional ambulance service when used to transport the member to or from a

hospital when injured by an accident or stricken by a disease;

- (H) Dental charges incurred by a member who sustains an accidental injury to his or her teeth and who commences treatment by a legally licensed dentist within ninety days after the accident;
- (I) Nursing home confinement or hospital extended care facility;
- (J) Physical therapy by a registered physical therapist;
- (K) Blood transfusions, including the cost of blood and blood plasma not replaced by voluntary donors;

(L) An optometrist licensed under the

provisions of chapter 18.53 RCW.

- (21) "Member" means any firefighter, law enforcement officer, or other person as would apply under subsection (17) or (19) of this section whose membership is transferred to the Washington law enforcement officers' and firefighters' retirement system on or after March 1, 1970, and every law enforcement officer and firefighter who is employed in that capacity on or after such date.
- (22) "Plan 1" means the law enforcement officers' and firefighters' retirement system, plan 1 providing the benefits and funding provisions covering persons who first became members of the system prior to October 1, 1977.
- (23) "Plan 2" means the law enforcement officers' and firefighters' retirement system, plan 2 providing the benefits and funding provisions covering persons who first became members of the system on and after October 1, 1977.
- (24) "Position" means the employment held at any particular time, which may or may not be the same as civil service rank.

  (25) "Regular interest" means such rate

- as the director may determine. (26) "Retiree" for persons who establish membership in the retirement system on or after October 1, 1977, means any member in receipt of a retirement allowance or other benefit provided by this chapter resulting from service rendered to an employer by such
- "Retirement fund" (27)means t.he "Washington law enforcement officers' firefighters' retirement system fund" as provided for herein.
- system" "Retirement means "Washington law enforcement officers' and firefighters' retirement system" provided herein.
- "Service" for plan 1 members, (29) (a) means all periods of employment for an employer as a firefighter 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 allowed for all service credit months of service rendered by a member from and after the member's initial commencement of employment as a firefighter or law enforcement officer, during which the member worked for seventy or more hours, or on disability leave or disability retirement. Only service credit months of service shall be counted in the computation

of any retirement allowance or other benefit provided for in this chapter.

- (i) For members retiring after May 21, 1971 who were employed under the coverage of a prior pension act before March 1, 1970, "service" shall also include (A) such military service not exceeding five years as was creditable to the member as of March 1, 1970, under the member's particular prior pension act, and (B) such other periods of service as were then creditable to a particular member under the provisions of RCW 41.18.165, 41.20.160, or 41.20.170. However, in no event shall credit be allowed for any service rendered prior to March 1, 1970, where the member at the time of rendition of such service was employed in a position covered by a prior pension act, unless such service, at the time credit is claimed therefor, is also creditable under the provisions of such prior act.
- (ii) A member who is employed by two employers at the same time shall only be credited with service to one such employer for any month during which the member rendered such dual service.
- (iii) Reduction efforts such as furloughs, reduced work hours, mandatory leave without pay, temporary layoffs, or other similar situations as contemplated by subsection (15)(c)(iii) of this section do not result in a reduction in service credit that otherwise would have been earned for that month of work, and the member shall receive the full service credit for the hours that were scheduled to be worked before the reduction.
- (b)(i) "Service" for plan 2 members, means periods of employment by a member for one or more employers for which basic salary is earned for ninety or more hours per calendar month which shall constitute a service credit month. Periods of employment by a member for one or more employers for which basic salary is earned for at least seventy hours but less than ninety hours per calendar month shall constitute one-half service credit month. Periods of employment by a member for one or more employers for which basic salary is earned for less than seventy hours shall constitute a one-quarter service credit month.
- (ii) Members of the retirement system who are elected or appointed to a state elective position may elect to continue to be members of this retirement system.
- (iii) Service credit years of service shall be determined by dividing the total number of service credit months of service by twelve. Any fraction of a service credit year of service as so determined shall be taken into account in the computation of such retirement allowance or benefits.
- (iv) If a member receives basic salary from two or more employers during any calendar month, the individual shall receive one service credit month's service credit during any calendar month in which multiple service for ninety or more hours is rendered; or one-half service credit month's service credit during any calendar month in which multiple service for at least seventy hours but less than ninety hours is rendered; or one-quarter service credit month during any calendar month in which

multiple service for less than seventy hours is rendered.

- (v) Reduction efforts such as furloughs, reduced work hours, mandatory leave without pay, temporary layoffs, or other similar situations as contemplated by subsection (15)(c)(iii) of this section do not result reduction in service credit that otherwise would have been earned for that month of work, and the member shall receive the full service credit for the hours that were scheduled to be worked before the reduction.
- (30) "Service credit month" means a full service credit month or an accumulation of partial service credit months that are equal
- (31) "Service credit year" means an accumulation of months of service credit which is equal to one when divided by twelve.
- (32) "State actuary" or "actuary" means person appointed pursuant 44.44.010(2).
- (33) "State elective position" means any position held by any person elected or appointed to statewide office or elected or appointed as a member of the legislature.
- (34) "Surviving spouse" means the surviving widow or widower of a member. "Surviving spouse" shall not include the divorced spouse of a member except as provided in RCW 41.26.162.
- Sec. 5. RCW 43.101.010 and 2023 c 168 s 1 are each amended to read as follows: When used in this chapter:

(1) "Applicant" means an individual who received a conditional offer of employment with a law enforcement corrections agency.

- (2) "Chief for a day program" means a program in which commissioners and staff partner with local, state, and federal law enforcement agencies, hospitals, and the community to provide a day of special attention to chronically ill children. Each child is selected and sponsored by a law enforcement agency. The event, "chief for a day," occurs on one day, annually or every other year and may occur on the grounds and in the facilities of the commission. The program may include any appropriate honoring of the child as a "chief," such as a certificate swearing them in as a chief, a badge, a uniform, and donated gifts such as games, puzzles, and art supplies.
- "Commission" means the Washington state criminal justice training commission.
- (4) "Convicted" means at the time a plea of guilty, nolo contendere, or deferred sentence has been accepted, or a verdict of quilty or finding of quilt has been filed, notwithstanding the pendency of any future proceedings, including but not limited to sentencing, posttrial or postfact-finding sentencing, posttrial or postfact-finding motions and appeals. "Conviction" includes all instances in which a plea of guilty or nolo contendere is the basis for conviction, all proceedings in which there is a case disposition agreement, and any equivalent disposition by a court in a jurisdiction other than the state of Washington.
- (5) "Correctional personnel" means any employee or volunteer who by state, county,

- municipal, or combination thereof, statute has the responsibility for the confinement, care, management, training, treatment, education, supervision, or counseling of those individuals whose civil rights have been limited in some way by legal sanction.
- "Corrections officer" means any (6) corrections agency employee whose primary job function is to provide for the custody, safety, and security of adult persons in jails and detention facilities in the state. 'Corrections officer" does not include individuals employed by state agencies.
- (7) "Criminal justice personnel" means any person who serves as a peace officer, means reserve officer, or corrections officer.
- (8) "Finding" means a determination based on a preponderance of the evidence whether alleged misconduct occurred; did not occur; occurred, but was consistent with law and policy; or could neither be proven or disproven.
- (9) "Law enforcement personnel" means any person elected, appointed, or employed as a general authority Washington peace officer as defined in RCW 10.93.020 or as a limited authority Washington peace officer defined in RCW 10.93.020 who as a normal part of their duties has powers of arrest and carries a firearm. For the purposes of this chapter, "law enforcement personnel" does not include individuals employed by the department of corrections.
- (10) "Peace officer" has the same meaning as a general authority Washington peace officer as defined in RCW 10.93.020. Commissioned officers of the Washington state patrol, whether they have been or may be exempted by rule of the commission from the basic training requirement of RCW 43.101.200, are included as peace officers for purposes of this chapter. Fish and wildlife officers with enforcement powers for all criminal laws under RCW 77.15.075 are peace officers for purposes of this chapter. Limited authority Washington peace officers as defined in RCW 10.93.020, who have powers of arrest and carry a firearm as part of their normal duty, are peace officers for purposes of this chapter. For the purposes of this chapter, "peace officer" does not include individuals employed by the department of corrections.
- (11) "Reserve officer" ((means any person who does not serve as a peace officer of this state on a full-time basis, but who, when called by an agency into active service, is fully commissioned on the same basis as full-time officers to enforce the criminal laws of this state and includes:
- (a))) has the same meaning as provided in
- RCW 10.93.020. (12) "Specially commissioned Washington peace officer((s as defined)) " has the same meaning as provided in RCW 10.93.020((+
- (b) Persons employed as security by public institutions of higher education as defined in RCW 28B.10.016; and
- (c) Persons employed for the purpose of providing security in the K-12 Washington state public school system as defined in RCW 28A.150.010 and who are authorized to use <u>fulfilling</u> force in -their responsibilities)).
- $((\frac{12}{12}))(13)$  "Tribal police officer" means any person employed and commissioned

a tribal government to enforce the by criminal laws of that government.

NEW SECTION. Sec. 6. Section 3 of this act expires July 1, 2025.

NEW SECTION. Sec. 7. Section 4 of this act takes effect July 1, 2025."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; ; Davis; Farivar; Fosse and Graham.

Referred to Committee on Appropriations

February 19, 2024

E2SSB 5635 Prime Sponsor, Ways & Means: Concerning victims' rights. Reported by Committee on Community Safety

#### MAJORITY recommendation: Do pass as amended.

everything after the enacting Strike clause and insert the following:

"Sec. 1. RCW 7.69.030 and 2023 c 197 s 11 are each amended to read as follows:

- (1) There shall be a reasonable effort made to ensure that victims, survivors of victims, and witnesses of crimes have the following rights, which apply to any adult or juvenile criminal proceeding and any civil commitment proceeding under chapter 71.09 RCW:
- (a) With respect to victims of violent or sex crimes, to receive, at the time of reporting the crime to law enforcement officials, a written statement of the rights of crime victims as provided in this chapter. The written statement shall include the name, address, and telephone number of a county or local crime victim/witness
  program, if such a crime victim/witness program exists in the county;
- (b) To be informed by orcement agencies or the local law enforcement prosecuting attorney of the final disposition of the case in which the victim, survivor, or witness is involved;
- (c) To be notified by the party who issued the subpoena that a court proceeding to which they have been subpoenaed will not occur as scheduled, in order to save the person an unnecessary trip to court;
- (d) To receive protection from harm and threats of harm arising out of cooperation with law enforcement and prosecution efforts, and to be provided with information as to the level of protection available;
- (e) To be informed of the procedure to be followed to apply for and receive any witness fees to which they are entitled;
- (f) To be provided, whenever practical, a secure waiting area during court proceedings that does not require them to be in close proximity to defendants and families or friends of defendants;
- (g) To have any stolen or other personal property expeditiously returned by law enforcement agencies or the superior court

when no longer needed as evidence. When feasible, all such property, except weapons, currency, contraband, property subject to evidentiary analysis, and property of which ownership is disputed, shall be photographed and returned to the owner within ten days of being taken;

(h) To be provided with appropriate employer intercession services to ensure that employers of victims, survivors of victims, and witnesses of crime will cooperate with the criminal justice process or the civil commitment process under chapter 71.09 RCW in order to minimize an employee's loss of pay and other benefits resulting from court appearance;

- (i) To access to immediate medical assistance and not to be detained for an  $\ensuremath{\mathsf{T}}$ unreasonable length of time by a law enforcement agency before having such assistance administered. However, employee of the law enforcement agency may, if necessary, accompany the person to a medical facility to question the person the criminal incident if questioning hinder does not the of medical administration assistance. Victims of domestic violence, sexual assault, or stalking, as defined in RCW 49.76.020, shall be notified of their right to reasonable leave from employment under chapter 49.76 RCW;
- (j) With respect to victims of violent and sex crimes, to have a crime victim advocate from a crime victim/witness program, or any other support person of the present at victim's choosing, prosecutorial or defense interviews with the victim, and at any judicial proceedings related to criminal acts committed against the victim. This subsection applies if practical and if the presence of the crime victim advocate or support person does not cause any unnecessary delay in the investigation or prosecution of the case. The role of the crime victim advocate is to provide emotional support to the crime victim;
- (k) With respect to victims and survivors of victims, to be physically present in court during trial, or if subpoenaed to testify, to be scheduled as early as practical in the proceedings in order to be physically present during trial after testifying and not to be excluded solely after because they have testified;
- (1) With respect to victims and survivors of victims in any felony case, any case involving domestic violence, or any final determination under chapter 71.09 RCW, to be informed by the prosecuting attorney of the date, time, and place of the trial and of the sentencing hearing or disposition hearing upon request by a victim survivor;
- (m) To submit a victim impact statement or report to the court, with the assistance of the prosecuting attorney if requested, which shall be included in all presentence reports and permanently included in the files and records accompanying the offender committed to the custody of a state agency or institution;
- (n) With respect to victims and survivors of victims in any felony case or any case involving domestic violence, to present a

statement, personally or by representation, at the sentencing hearing; ((and))

(o) To have the victim's safety considered in bail determinations and any determinations of whether to impose other conditions of pretrial release;

(p) To have the written input of the victim or family of the victim considered at the court's discretion when setting a trial date: Provided, however, that such input may not impair the right of the state to present an effective prosecution or the right of the defendant to present an effective defense, and the court must explain the reason for any delay if the trial date cannot be set in a reasonable time frame;

(q) To be informed of victim notification services which may be available, and which can provide notification regarding the offender's place of incarceration, release from confinement, and of any escape; and

(r) With respect to victims and survivors

of victims, to entry of an order of restitution by the court in all felony cases, even when the offender is sentenced to confinement, unless extraordinary circumstances exist which make restitution inappropriate in the court's judgment.

inappropriate in the court's judgment.

(2) If a victim, survivor of a victim, or witness of a crime is denied a right under this section, the person may seek an order directing compliance by the relevant party or parties by filing a petition in the superior court in the county in which the crime occurred and providing notice of the petition to the relevant party or parties. Compliance with the right is the sole available remedy. The court shall expedite consideration of a petition filed under this subsection.

NEW SECTION. The legislature Sec. 2. intends to provide funding to the office of advocacy victims in an sufficient to support crime victim advocates and prosecutors in their work to ensure the granted to victims, survivors and witnesses of victims, crimes 7.69.030 are protected."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Appropriations

February 19, 2024

SB 5647

Prime Sponsor, Senator Torres: Providing temporary employees necessary information about school safety policies and procedures. Reported by Committee on Education

MAJORITY recommendation: Do pass. Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Rules for second reading

February 19, 2024

E2SSB 5670

Prime Sponsor, Ways & Means: Permitting 10th grade students to participate in running start in online settings. Reported by Committee on Education

MAJORITY recommendation: Do pass. Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Rules for second reading

February 19, 2024

ESB 5790

Prime Sponsor, Senator Dhingra: Concerning bleeding control equipment in schools. Reported by Committee on Education

MAJORITY recommendation: Do pass. Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; ; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Rules for second reading

February 19, 2024

SB 5792

Prime Sponsor, Senator Padden: Concerning the definition of multiunit residential buildings. Reported by Committee on Housing

MAJORITY recommendation: Do pass. Signed by Representatives Peterson, Chair; Alvarado, Vice Chair; Leavitt, Vice Chair; Klicker, Ranking Minority Member; Connors, Assistant Ranking Minority Member; ; Barkis; Chopp; Entenman; Hutchins; Low; Reed and Taylor.

Referred to Committee on Rules for second reading

February 19, 2024

ESSB 5796

Prime Sponsor, Law & Justice: Concerning common interest communities. Reported by Committee on Housing

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

# "PART I UNLAWFUL RESTRICTIONS IN GOVERNING DOCUMENTS

NEW SECTION. Sec. 101. A new section is added to chapter 64.90 RCW to read as follows:

- (1) The board of an association may, without a vote of the unit owners, amend the governing documents to remove an unlawful restriction.
- (2) A unit owner may request, in a record that sufficiently identifies an unlawful restriction in the governing document, that board exercise its authority subsection (1) of this section. Not later than 90 days after the board receives the request, the board shall determine reasonably and in good faith whether the governing document includes the unlawful restriction. Ιf the board determines

governing document includes the unlawful restriction, the board not later than  $90\,$ days after the determination shall amend the governing document to remove the unlawful restriction.

(3) Notwithstanding any provision of the governing document or other law of this state, the board may execute an amendment under this section.

(4) An amendment under this section is effective notwithstanding any provision of the governing document or other law of this state that requires a vote of the unit owners to amend the governing document.

(5) For purposes of this section and section 102 of this act:

(a) "Amendment" means a document that removes an unlawful restriction.

(b) "Document" means a record recorded or eligible to be recorded in land records.

(c) "Remove" means eliminate any apparent or purportedly continuing effect on title to

real property.

- (d) "Unlawful restriction" means a prohibition, restriction, covenant, condition in a governing document purports to interfere with or restrict the transfer, use, or occupancy of a unit:
- (i) On the basis of race, color, religion, national origin, sex, familial status. disability, or other personal characteristics; and
- (ii) In violation of other law of this state or federal law.

NEW SECTION. Sec. 102. A new section is added to chapter 64.90~RCW to read as follows:

(1) An amendment under section 101 of this act must identify the association of owners, the real property affected, and the document containing the unlawful restriction. The amendment must include a conspicuous statement in substantially the following form:

"This amendment removes from this deed or other document affecting title to real property an unlawful restriction as defined under RCW 64.90.--- (section 101 of this act). This amendment does not affect the validity or enforceability of a restriction that is not an unlawful restriction."

(2) The amendment must be executed and acknowledged in the manner required for recordation of a document in the land records. The amendment must be recorded in the land records of each county in which the document containing the unlawful restriction is recorded.

(3) The amendment does not affect the validity or enforceability of any restriction that is not an unlawful restriction.

(4) The amendment or a future conveyance of the affected real property is not a republication of a restriction that otherwise would expire by passage of time under other law of this state.

### PART II 2021 AMENDMENTS TO THE UNIFORM COMMON INTEREST OWNERSHIP ACT

Sec. 201. RCW 64.90.085 and 2018 c 277 s 118 are each amended to read as follows:

Amendments to this chapter apply to all common interest communities ((except those that (1) were created prior to July 1, 2018, and (2) have not subsequently amended their governing documents to provide that this chapter will apply to the common interest community pursuant to RCW 64.90.095)) subject to this chapter, regardless of when the amendments become effective.

**Sec. 202.** RCW 64.90.105 and 2018 c 277 s 122 are each amended to read as follows:

This chapter does not apply to a common interest community located outside this state, but RCW 64.90.605 and 64.90.610, to the extent applicable, RCW 64.90.615 and 64.90.620, apply to a contract for the disposition of a unit in that common interest community signed in this state by any party unless exempt under RCW 64.90.600(2).

Sec. 203. RCW 64.90.300 and 2018 c 277 s 221 are each amended to read as follows:

(1) ((If the declaration provides that any of the powers described in RCW 64.90.405 are to be exercised by or may be delegated to a for-profit or nonprofit corporation or limited liability company that exercises those or other powers on behalf of one or more common interest communities or for the benefit of the unit owners of one or more common interest communities, <u>declaration may:</u>

power (a) Delegate a power under RCW 64.90.405(1) from the unit owners under association to a master association;

(b) Provide for exercise of the powers under RCW 64.90.405(1) by a master association that also serves as the unit owners association for the common interest community; and

(c) Reserve a special declarant right to make the common interest community subject to a master association.

of this (2) All provisions applicable to unit owners associations apply to ((any such corporation or limited liability company)) the master association,

except as modified by this section.

 $((\frac{(2)}{(2)}))$  (3) A unit owners association may delegate a power under RCW 64.90.405(1) to a master association without amending the declaration. The board of the unit owners association shall give notice to the unit owners of a proposed delegation and include a statement that unit owners may object in a record to the delegation not later than 30 days after delivery of the notice. The delegation becomes effective if the board does not receive a timely objection from unit owners of units to which at least 10 percent of the votes in the association are allocated. If the board receives a timely objection by at least 10 percent of the votes, the delegation becomes effective only if the unit owners vote under RCW 64.90.455 to approve the delegation by a majority vote. The delegation is not effective until the master association accepts the <u>delegation.</u>

(4) A delegation under subsection (1)(a) of this section may be revoked only by an amendment to the declaration.

(5) At a meeting of the unit owners which lists in the notice of the meeting the subject of delegation of powers from the board to a master association, the unit owners may revoke the delegation by a majority of the votes cast at the meeting. The effect of revocation on the rights and obligations of parties under a contract between a unit owners association and a master association is determined by law of this state other than this chapter.

(6) Unless it is acting in the capacity of  $((\frac{an}{an}))$  unit owners association  $((\frac{described in RCW 64.90.400}{association may exercise the powers set$ forth in RCW 64.90.405(1)(b) only to the expressly permitted in declarations of common interest communities that are part of the master association or expressly described in the delegations of power from those common interest communities to the master association.

((<del>(3)</del> If the declaration of any common interest community provides that the board may delegate certain powers to a master association, the board is not liable for the acts or omissions of the master association with respect to those powers following delegation.

(4)))(7) After a unit owners association delegates a power to a master association, the unit owners association, its board members, and its officers are not liable for an act or omission of the master association with respect to the delegated power.

(8) The rights and responsibilities of unit owners with respect to the unit owners association set forth in RCW 64.90.410, 64.90.445, 64.90.450, 64.90.455, 64.90.465, and 64.90.505 apply in the conduct of the affairs of a master association only to persons who elect the board of a master association, whether or not those persons are otherwise unit owners within the meaning of this chapter.

((<del>(5)</del> If a master association is also an association described in RCW 64.90.400, the organizational documents of the master association and the declaration of each common interest community, the powers of which are assigned by the declaration or delegated to the master association, may provide that)) (9) Not later than 90 days after termination of a period of declarant control of the master association, the board of the master association must be elected ((after the period of declarant control)) in ((any))one of the following ways:

(a) ((All)) The unit owners of all common interest communities subject to the master association may elect all members of the master association's board; or

(b) ((All board members of all common interest communities subject to the master association may elect all members of the master association's board;

 $\frac{\text{(c)}}{\text{All}}))$  The unit owners in, or the board of, each common interest community subject to the master association ((may)) elect ((specified)) one or more members of the master association's board((; or

(d) All board members of each common interest community subject to the master association may elect specified members of the master association's board)) if the instruments governing the master association apportion the seats on the board to each <u>common interest community in a manner</u> roughly proportional to the number of units <u>in each common interest community</u>.

(10) A period of declarant control of the master association under subsection (9) of this section terminates not later than the

earlier of:

(a) The termination under RCW 64.90.415 of all periods of declarant control of all common interest communities subject to the master association under RCW 64.90.415; or

(b) 60 days after conveyance to unit owners other than a declarant of 75 percent of the units that may be created in all common interest communities subject to the master association.

Sec. 204. RCW 64.90.310 and 2018 c 277 s 223 are each amended to read as follows:

- (1) Any two or more common interest communities ((of the same form of ownership, by agreement of the unit owners as provided in subsection (2) of this section, ) may be merged or consolidated <u>under subsection (2)</u> of this section into a single common interest community by agreement of the unit owners or exercise of a special declarant right. In the event of a merger or consolidation, unless the agreement otherwise provides, the resultant common interest community is the legal successor, for all purposes, of all of the preexisting common interest communities, and the operations and activities of all associations of the preexisting common interest communities are merged consolidated into a single association that holds all powers, rights, obligations, assets, and liabilities of all preexisting associations.
- (2) An agreement of two or more common interest communities to merge or consolidate pursuant to subsection (1) of this section must be evidenced by an agreement prepared, executed, recorded, and certified by the president of the association of each of the preexisting common interest communities following approval by unit owners of units to which are allocated the percentage of votes in each common interest community required to terminate that common interest community. If a special declarant right is exercised in a common interest community, approval by the unit owners is not required and the declarant may execute the agreement on behalf of the common interest community. The agreement must be recorded in every county in which a portion of the common interest community is located and is not effective until recorded.
- (3) Every merger or consolidation agreement, and every amendment providing for a merger or consolidation made by a declarant when exercising a special declarant right, must identify the declaration that will apply to the resultant common interest community and provide for the reallocation of allocated interests among the units of the resultant common interest community either (a) by stating the reallocations or the formulas upon which

they are based or (b) by stating the percentage of overall allocated interests of the resultant common interest community that are allocated to all of the units comprising each of the preexisting common interest communities, and providing that the portion of the percentages allocated to each unit formerly comprising a part of the preexisting common interest community is equal to the percentages of allocated interests allocated to that unit by the declaration of the preexisting common interest community.

 $\underline{\text{NEW SECTION.}}$  Sec. 205. A new section is added to chapter 64.90 RCW to read as follows:

A unit owner or person claiming through a unit owner may not acquire title by adverse possession to, or an easement by prescription in, a common element in derogation of the title of another unit owner or the association.

Sec. 206. RCW 64.90.450 and 2018 c 277 s 311 are each amended to read as follows:

(1) Unless the organizational documents provide otherwise, a quorum is present throughout any meeting of the unit owners if at the beginning of the meeting persons entitled to cast ((twenty)) 20 percent of the votes in the association ((twenty)) 20 percent of the votes in the association ((twenty)) 20 percent of the votes in the association ((twenty)) 21 percent of the votes in the association ((twenty)) 22 percent of the votes in the association ((twenty)) 21 percent of the votes in the association ((twenty)) 22 percent of the votes in the association ((twenty)) 22 percent of the votes in the association ((twenty)) 22 percent of the votes in the association ((twenty)) 23 percent of the votes in the association ((twenty)) 24 percent of the votes in the association ((twenty)) 25 percent of the votes in the association ((twenty)) 26 percent of the votes in the association ((twenty)) 27 percent of the votes in the association ((twenty)) 27 percent of the votes in the association ((twenty)) 28 percent of the votes in the association ((twenty)) 29 percent of the votes in the association ((twenty)) 21 percent of the votes in the association ((twenty)) 29 percent of the votes in the association ((twenty)) 29 percent of the votes ((twenty)) 29 percent of the votes ((twenty)) 29 percent of (twenty) 20 percent of

(a) Are present))attend in person ((er)), by proxy ((at the beginning of the meeting;

(b) Have voted by absentee ballot; or

(c) Are present by any combination of (a) and (b) of this subsection)), by means of communication under RCW 64.90.445(1) (e) or (f), or have voted by absentee ballot.

- (f), or have voted by absentee ballot.

  (2) Unless the organizational documents specify a larger number, a quorum of the board is present for purposes of determining the validity of any action taken at a meeting of the board only if individuals entitled to cast a majority of the votes on that board are present at the time a vote regarding that action is taken. If a quorum is present when a vote is taken, the affirmative vote of a majority of the board members present is the act of the board unless a greater vote is required by the organizational documents.
- Sec. 207. RCW 64.90.480 and 2018 c 277 s 317 are each amended to read as follows:
- (1)(a) Assessments for common expenses and those specially allocated expenses that are subject to inclusion in a budget must be made at least annually based on a budget adopted at least annually by the association in the manner provided in RCW 64.90.525.
- (b) Assessments for common expenses and specially allocated expenses must commence on all units that have been created upon the conveyance of the first unit in the common interest community; however, the declarant may delay commencement of assessments for some or all common expenses or specially allocated expenses, in which event the declarant must pay all of the common expenses or specially allocated expenses that have been delayed. In a common interest community in which units may be added pursuant to reserved development rights, the

declarant may delay commencement of assessments for such units in the same manner.

- (2) The declaration may provide that, upon closing of the first conveyance of each unit to a purchaser or first occupancy of a unit, whichever occurs first, the association may assess and collect a working capital contribution for such unit. The working capital contribution may be collected prior to the commencement of common assessments under subsection (1) of this section. A working capital contribution may not be used to defray expenses that are the obligation of the declarant.
- (3) Except as provided otherwise in this section, all common expenses must be assessed against all the units in accordance with their common expense liabilities, subject to the right of the declarant to delay commencement of certain common expenses under subsections (1) and (2) of this section. Any past due assessment or installment of past due assessment bears interest at the rate established by the association pursuant to RCW 64.90.485.
- (4) The declaration may provide that any of the following expenses of the association must be assessed against the units on some basis other than common expense liability. If and to the extent the declaration so provides, the association must assess:
- (a) Expenses associated with the operation, maintenance, repair, or replacement of any specified limited common element against the units to which that limited common element is assigned, equally or in any other proportion that the declaration provides;
- (b) Expenses specified in the declaration as benefiting fewer than all of the units or their unit owners exclusively against the units benefited in proportion to their common expense liability or in any other proportion that the declaration provides, but if the common expense is for the maintenance, repair, or replacement of a common element other than a limited common element, the expense may be assessed exclusively against them only if the declaration reasonably identifies the common expense by specific listing or category:
- expense by specific listing or category;
  (c) The costs of insurance in proportion to risk; and
- (d) The costs of one or more specified services or utilities in proportion to respective usage, whether metered, billed in bulk based on unit count, or reasonably estimated, or upon the same basis as such utility charges are made by the utility provider.
- (5) Assessments to pay a judgment against the association may be made only against the units in the common interest community at the time the judgment was entered, in proportion to their common expense liabilities.
- (6) ((To the extent that any expense of the association is caused by willful misconduct or gross negligence of any unit owner or that unit owner's tenant, guest, invitee, or occupant, the association may assess that expense against the unit owner's unit after notice and an opportunity to be heard, even if the association maintains insurance with respect to that damage or

common expense.)) The association may assess
exclusively against a unit owner's unit
common expenses, including expenses relating
to damage to or loss of property, caused by
the:

(a) Willful misconduct or gross negligence of the unit owner or the unit owner's tenant, guest, invitee, or occupant;

(b) Failure of the unit owner to comply with a maintenance standard prescribed by the declaration or a rule, if the standard contains a statement that an owner may be liable for damage or loss caused by failure to comply with the standard; or

(c) Negligence of the unit owner or the unit owner's tenant, guest, invitee, or occupant, if the declaration contains a statement that an owner may be liable for damage or loss caused by such negligence.

- (7) ((If the declaration so provides, to the extent that any expense of the association is caused by the negligence of any unit owner or that unit owner's tenant, guest, invitee, or occupant, the association may assess that expense against the unit owner's unit after notice and an opportunity to be heard, to the extent of the association's deductible and any expenses not covered under an insurance policy issued to the association.)) Before an association makes an assessment under subsection (6) of this section, the association must give notice to the unit owner and provide an opportunity for a hearing. The assessment is limited to the expense the association incurred under subsection (6) of this <u>section less any insured proceeds received</u> by the association, whether the difference results from the application of a deductible or otherwise.
- (8) In the event of a loss or damage to a unit that would be covered by the association's property insurance policy, excluding policies for earthquake, flood, or similar losses that have higher than standard deductibles, but that is within the deductible under that policy and if the declaration so provides, the association may assess the amount of the loss up to the deductible against that unit. This subsection does not prevent a unit owner from asserting a claim against another person for the amount assessed if that other person would be liable for the damages under general legal principles.
- (9) If common expense liabilities are reallocated, assessments and any installment of assessments not yet due must be recalculated in accordance with the reallocated common expense liabilities.

Sec. 208. RCW 64.90.520 and 2018 c 277 s 325 are each amended to read as follows:

(1) Unit owners present in person, by proxy, by means of communication under RCW 64.90.445(1) (e) or (f), or by absentee ballot at any meeting of the unit owners at which a quorum is present, may remove any board member and any officer elected by the unit owners, with or without cause, if the number of votes in favor of removal cast by unit owners entitled to vote for election of the board member or officer proposed to be removed is at least the lesser of (a) a majority of the votes in the association

held by such unit owners or (b) two-thirds of the votes cast by such unit owners at the meeting, but:

(i) A board member appointed by the declarant may not be removed by a unit owner vote during any period of declarant control;

(ii) A board member appointed under RCW ((64.90.420(3)))64.90.410(7) may be removed only by the person that appointed that member; and

- (iii) The unit owners may not consider whether to remove a board member or officer at a meeting of the unit owners unless that subject was listed in the notice of the meeting.
- (2) At any meeting at which a vote to remove a board member or officer is to be taken, the board member or officer being considered for removal must have a reasonable opportunity to speak before the vote.
- (3) At any meeting at which a board member or officer is removed, the unit owners entitled to vote for the board member or officer may immediately elect a successor board member or officer consistent with this chapter.
- (4) The board may, without a unit owner vote, remove from the board a board member or officer elected by the unit owners if (a) the board member or officer is delinquent in the payment of assessments more than ((sixty))60 days and (b) the board member or officer has not cured the delinquency within ((thirty))30 days after receiving notice of the board's intent to remove the board member or officer. Unless provided otherwise by the governing documents, the board may remove an officer elected by the board at any time, with or without cause. The removal must be recorded in the minutes of the next board meeting.

# PART III ADDITIONAL AMENDMENTS TO CHAPTER 64.90 RCW

Sec. 301. RCW 64.90.010 and 2019 c 238 s 201 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

clearly requires otherwise.

(1) "Affiliate of a declarant" means any person who controls, is controlled by, or is under common control with a declarant. For purposes of this subsection:

(a) A person controls a declarant if the person:

- (i) Is a general partner, managing member, officer, director, or employer of the declarant;
- (ii) Directly or indirectly or acting in concert with one or more other persons, or through one or more subsidiaries, owns, controls, holds with power to vote, or holds proxies representing more than  $(({\sf twenty})) \, \underline{20}$  percent of the voting interest in the declarant;
- (iii) Controls in any manner the election or appointment of a majority of the directors, managing members, or general partners of the declarant; or
- (iv) Has contributed more than  $((\frac{\text{twenty}}{}))\underline{20}$  percent of the capital of the declarant.

- (b) A person is controlled by a declarant if the declarant:
- (i) Is a general partner, managing member, officer, director, or employer of the person;
- (ii) Directly or indirectly or acting in concert with one or more other persons, or through one or more subsidiaries, owns, controls, holds with power to vote, or holds proxies representing more than ((twenty))20 percent of the voting interest in the person;
- (iii) Controls in any manner the election or appointment of a majority of the directors, managing members, or general partners of the person; or
- (iv) Has contributed more than  $((\frac{\text{twenty}}{}))$  percent of the capital of the person.
- (c) Control does not exist if the powers described in this subsection (1) are held solely as security for an obligation and are not exercised.
- (2) "Allocated interests" means the following interests allocated to each unit:
- (a) In a condominium, the undivided interest in the common elements, the common expense liability, and votes in the association;
- (b) In a cooperative, the common expense liability, the ownership interest, and votes in the association; and
- (c) In a plat community and miscellaneous community, the common expense liability and the votes in the association, and also the undivided interest in the common elements if owned in common by the unit owners rather than an association.
- (3) "Assessment" means all sums chargeable by the association against a unit, including any assessments levied pursuant to RCW 64.90.480, fines or fees levied or imposed by the association pursuant to this chapter or the governing documents, interest and late charges on any delinquent account, and all costs of collection incurred by the association in connection with the collection of a delinquent owner's account, including reasonable attorneys' fees.
- (4) "Association" or "unit owners association" means the unit owners association organized under RCW 64.90.400 and, to the extent necessary to construe sections of this chapter made applicable to common interest communities pursuant to RCW 64.90.080 (as recodified by this act), 64.90.090, or 64.90.095 (as recodified by this act), the association organized or created to administer such common interest communities.
- (5) "Ballot" means a record designed to cast or register a vote or consent in a form provided or accepted by the association.
- (6) "Board" means the body, regardless of name, designated in the declaration, map, or organizational documents, with primary authority to manage the affairs of the association.
  - (7) "Common elements" means:
- (a) In a condominium or cooperative, all portions of the common interest community other than the units;
- (b) In a plat community or miscellaneous community, any real estate other than a unit within a plat community or miscellaneous

- community that is owned or leased either by the association or in common by the unit owners rather than an association; and
- (c) In all common interest communities, any other interests in real estate for the benefit of any unit owners that are subject to the declaration.
- (8) "Common expense" means any expense of the association, including allocations to reserves, allocated to all of the unit owners in accordance with common expense liability.
- (9) "Common expense liability" means the liability for common expenses allocated to each unit pursuant to RCW 64.90.235.
- (10) "Common interest community" means real estate described in a declaration with respect to which a person, by virtue of the person's ownership of a unit, is obligated to pay for a share of real estate taxes, insurance premiums, maintenance, or improvement of, or services or other expenses related to, common elements, other units, or other real estate described in the declaration. "Common interest community" does not include an arrangement described in RCW 64.90.110 or 64.90.115. A common interest community may be a part of another common interest community.
- (11) "Condominium" means a common interest community in which portions of the real estate are designated for separate ownership and the remainder of the real estate is designated for common ownership solely by the owners of those portions. A common interest community is not a condominium unless the undivided interests in the common elements are vested in the unit owners.
- (12) "Condominium notice" means the notice given to tenants pursuant to subsection (13)(c) of this section.
- (13)(a) "Conversion building" means a building:
- (i) That at any time before creation of the common interest community was lawfully occupied wholly or partially by a tenant or subtenant for residential purposes pursuant to a rental agreement, oral or written, express or implied, who did not receive a condominium notice prior to entering into the rental agreement or lawfully taking occupancy, whichever event occurred first;
- (ii) That at any time within the ((twelve))12 months preceding the first acceptance of an agreement with the declarant to convey, or the first conveyance of, any unit in the building, whichever event occurred first, to any person who was not a declarant or dealer, or affiliate of a declarant or dealer, was lawfully occupied wholly or partially by a tenant or subtenant for residential purposes pursuant to a rental agreement, oral or written, express or implied, who did not receive a condominium notice prior to entering into the rental agreement or lawfully taking occupancy, whichever event occurred first.
- (b) A building in a common interest community is a conversion building only if:
- (i) The building contains more than two attached dwelling units as defined in RCW 64.55.010(1); and
- (ii) Acceptance of an agreement to convey, or conveyance of, any unit in the

building to any person who was not a declarant or dealer, or affiliate of a declarant or dealer, did not occur prior to July 1, 2018.

(c) The notice referred to in (a)(i) and

- (ii) of this subsection must be in writing and must state: "The unit you will be occupying is, or may become, part of a common interest community and subject to
- (14) "Convey" or "conveyance" means, with respect to a unit, any transfer of ownership of the unit, including a transfer by deed or by real estate contract and, with respect to unit in a leasehold common interest community or a proprietary lease in a cooperative, a transfer by lease or assignment of the unit, but does not include the creation, transfer, or release of a security interest.
- "Cooperative" (15)means а common interest community in which the real estate is owned by an association, each member of which is entitled by virtue of the member's ownership interest in the association and by a proprietary lease to exclusive possession of a unit.
- (16) "Dealer" means a person who, together with such person's affiliates, owns or has a right to acquire either six or more units in a common interest community or ((fifty))50 percent or more of the units in a common interest community containing more than two units.
  (17) "Declarant" means:
- (a) Any person who executes as declarant a declaration;
- (b) Any person who reserves or succeeds any special declarant right in declaration;
- (c) Any person who exercises special declarant rights or to whom declarant rights are transferred of record. The holding or exercise of rights to maintain sales offices, signs advertising the common interest community, and models, and related right of access, does not confer the status of being a declarant; or
- (d) Any person who is the owner of a fee interest in the real estate that is subjected to the declaration at the time of the recording of an instrument pursuant to RCW 64.90.425 and who directly or through one or more affiliates is materially involved in the construction, marketing, or sale of units in the common interest community created by the recording of the instrument.
- (18) "Declarant control" means the right of the declarant or persons designated by the declarant to appoint or remove any officer or board member of the association or to veto or approve a proposed action of any board or association, pursuant to RCW 64.90.415(1)(a).
- (19) "Declaration" means the instrument, however denominated, that creates a common interest community, including any amendments to the instrument.
- (20) "Development rights" means any right or combination of rights reserved by a declarant in the declaration to:
- (a) Add real estate or improvements to a common interest community;

- (b) Create units, common elements, or limited common elements within a common interest community;
- (c) Subdivide or combine units or convert units into common elements;
- (d) Withdraw real estate from a common interest community; or
- (e) Reallocate limited common elements with respect to units that have not been conveyed by the declarant.
- (21) "Effective age" means the difference between the useful life and remaining useful
- (22) "Electronic" means relating to technology having electrical, digital, magnetic, wireless, <u>optical,</u> electromagnetic, or similar capabilities.
- (23) "Electronic transmission" "electronically transmitted" means anv electronic communication (a) not directly involving the physical transfer of a record in a tangible medium and (b) that may be retained, retrieved, and reviewed by the sender and the recipient of the communication, and that may be directly reproduced in a tangible medium by a sender and recipient.
- $((\frac{(23)}{(24)}))$  "Eligible mortgagee" means the holder of a security interest on a unit that has filed with  ${\it the}$  secretary of the association a written request that it be given copies of notices of any action by the association that requires the consent of mortgagees.
- "Foreclosure" ((<del>(24)</del>))<u>(25)</u> means statutory forfeiture or a judicial or nonjudicial foreclosure of a security interest or a deed or other conveyance in lieu of a security interest.
- $((\frac{(25)}{(25)}))(26)$  "Full funding plan" means a reserve funding goal of achieving ((<del>one hundred</del>)) 100 percent fully funded reserves by the end of the ((thirty))30-year study period described under RCW 64.90.550, in which the reserve account balance equals the sum of the estimated costs required to maintain, repair, or replace deteriorated portions of all reserve components.
- $((\frac{(26)}{(26)}))$  "Fully funded balance" means current value of the deteriorated portion, not the total replacement value, of all the reserve components. The fully funded balance for each reserve component is calculated by multiplying the current replacement cost of that reserve component by its effective age, then dividing the result by that reserve component's useful life. The sum total of all reserve components' fully funded balances is the association's fully funded balance.
- $((\frac{(27)}{(28)}))(28)$  "Governing documents" means the organizational documents, declaration, rules, or other written instrument by which the association has the authority to exercise any of the powers provided for in this chapter or to manage, maintain, or otherwise affect the property under its jurisdiction.
- $((\frac{(28)}{(29)}))$  "Identifying number" means a symbol or address that identifies only one unit or limited common element in a common
- interest community.  $((\frac{29}{100}))\frac{30}{100}$  "Leasehold common interest community" means a common interest community in which all or a portion of the real estate

is subject to a lease the expiration or termination of which will terminate the  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left$ common interest community or reduce its

"Limited common element" ((<del>(30)</del>))<u>(31)</u> means a portion of the common elements allocated by the declaration or by operation of RCW 64.90.210 (1)(b) or (3) for the exclusive use of one or more, but fewer than all, of the unit owners.

((<del>(31)</del>))<u>(32)</u> "Map" means: (a) respect to a plat community, the plat as defined in RCW 58.17.020 and complying with the requirements of Title 58 RCW, and (b) with respect to a condominium, cooperative, or miscellaneous community, a map prepared in accordance with the requirements of RCW 64.90.245.

(((32)))(33) "Master association" means ((an organization described in RCW 64.90.300, whether or not it is also an association described in RCW 64.90.400)):

(a) A unit owners association that serves more than one common interest community; or

(b) An organization that holds a power

units are lawfully created in a manner not inconsistent with chapter 58.17 RCW and that is not a condominium, cooperative, or plat community.

( (<del>(34<u>)</u>)</del>) ) <u>(35)</u> "Nominal costs" reserve means that the current estimated total replacement costs of the reserve components are less than ((fifty))50 percent of the annual budgeted expenses of the association, excluding contributions to the reserve fund, for a condominium or cooperative containing horizontal unit boundaries, and less than ((seventy-five))75 percent of the annual budgeted expenses of the association, excluding contributions to the reserve fund, for all other common interest communities.

((<del>(35)</del>))<u>(36)</u> "Organizational documents" with the means the instruments filed secretary of state to create an entity and the instruments governing the internal affairs of the entity including, but not limited to, any articles of incorporation, certificate of formation, bylaws, and limited liability company or partnership agreement.

"Person" ((<del>(36)</del>))<u>(37)</u> means individual, corporation, business trust, estate, the trustee or beneficiary of a trust that is not a business trust, partnership, limited liability company, association, joint venture, public corporation, government, or governmental subdivision, agency, or instrumentality, or any other legal entity.

 $((\frac{37}{38}))$  "Plat community" means a common interest community in which units have been created by subdivision or short subdivision as both are defined in RCW 58.17.020 and in which the boundaries of units are established pursuant to chapter 58.17 RCW.

(((38)))(39) "Proprietary lease" means a written and recordable lease that is executed and acknowledged by the association as lessor and that otherwise complies with requirements applicable to a residential lease of more  $\bar{\text{than}}$  one year and pursuant to which a member is entitled to exclusive possession of a unit in a cooperative. A proprietary lease governed under this chapter is not subject to chapter 59.18 RCW except as provided in the declaration.

(((39)))(40) "Purchaser" means a person, other than a declarant or a dealer, which by means of a voluntary transfer acquires a legal or equitable interest in a unit other

than as security for an obligation. (((40)))(41) "Qualified ((<del>(40)</del>))<u>(41)</u> "Qualified financial institution" means a bank, savings association, or credit union whose deposits are insured by the federal government.

 $((\frac{41}{1}))$  "Real estate" means ((41))(42) "Real estate" means any leasehold or other estate or interest in, over, or under land, including structures, fixtures, and other improvements interests that by custom, usage, or law pass with a conveyance of land though not described in the contract of sale or instrument of conveyance. "Real estate" includes parcels with or without upper or lower boundaries and spaces that may be filled with air or water.

((42))(43) "Real estate contract" has same meaning as defined in RCW 61.30.010.

 $((\frac{43}{1}))\frac{44}{1}$  "Record," when used as a noun, means information inscribed on a tangible medium or contained in electronic transmission.

 $((\frac{44}{1}))(45)$  "Remaining life" useful means the estimated time, in years, before a reserve component will require major maintenance, repair, or replacement to perform its intended function.

(((45)))(46) "Replacement cost" means the estimated total cost to maintain, repair, or replace a reserve component to its original functional condition.

(((46)))(47) "Reserve component" means a physical component of the common interest community which the association is obligated to maintain, repair, or replace, which has an estimated useful life of less than ((thirty))30 years, and for which the cost of such maintenance, repair, or replacement is infrequent, significant, and impractical to include in an annual budget.

((47))(48) "Reserve study professional" means an independent person who is suitably qualified by knowledge, skill, experience, training, or education to prepare a reserve study in accordance with RCW 64.90.545 and 64.90.550. For the purposes of this subsection, "independent" means a person who is not an employee, officer, or director, and has no pecuniary interest in the declarant, association, or any other party for whom the reserve study is prepared.

((48))(49) "Residential purposes" means use for dwelling or recreational purposes, or both.

(((49)))(50) "Rule" means a policy, guideline, restriction, procedure, or of an association, however regulation denominated, that is not set forth in the declaration or organizational documents ((and governs the conduct of persons or the use or appearance of property)).

(((50)))(51) "Security interest" means an interest in real estate or personal property, created by contract or conveyance that secures payment or performance of an obligation. "Security interest" includes a lien created by a mortgage, deed of trust,

real estate contract, lease intended as security, assignment of lease or rents intended as security, pledge of an ownership interest in an association, and any other consensual lien or title retention contract intended as security for an obligation.

(((51)))(52) "Special declarant rights" means rights reserved for the benefit of a

declarant to:

(a) Complete any improvements declarant is not obligated to make that are indicated on the map or described in the declaration or the public offering statement ((pursuant to RCW 64.90.610(1)(h)));

Exercise any development pursuant to RCW 64.90.250;

- (c) Maintain sales offices, management offices, signs advertising the common interest community, and models, pursuant to RCW 64.90.275;
- (d) Use easements through the common elements for the purpose of making improvements within the common interest community or within real estate that may be added to the common interest community, pursuant to RCW 64.90.280;

(e) Make the common interest community subject to a master association, pursuant to

RCW 64.90.300;

- or consolidate interest community with another common interest community ((of the same form of ownership)), pursuant to RCW 64.90.310;
- (g) Appoint or remove any officer or board member of the association or any master association or to veto or approve a proposed action of any board or association, pursuant to RCW 64.90.415(1);

(h) Control any construction, design review, or aesthetic standards committee or process, pursuant to RCW 64.90.505(3);
 (i) Attend meetings of the unit owners

and, except during an executive session, the board, pursuant to RCW 64.90.445;

(j) Have access to the records of the association to the same extent as a unit

owner, pursuant to RCW 64.90.495.

((<del>(52)</del>))<u>(53)</u> expense" means "Specially allocated any expense of the association, including allocations reserves, allocated ((<del>to some or all of the</del> unit owners))on a basis other than expense liability pursuant to RCW 64.90.480 ((<del>(4) through (8)</del>)). ((<del>(53)</del>))<u>(54)</u> "Survey" has

the same

meaning as defined in RCW 58.09.020. (((54)))(55) "Tangible medium" means a writing, copy of a writing, facsimile, or a physical reproduction, each on paper or on other tangible material.

(((55)))(56) "Timeshare" has the same meaning as defined in RCW 64.36.010.

 $((\frac{56}{)}))$  "Transition meeting" means

t.he meeting held pursuant 64.90.415(4).

 $((\frac{(57)}{(58)}))$  (58) (a) "Unit" means a physical portion of the common interest community designated for separate ownership occupancy, the boundaries of which ownership described pursuant to RCW 64.90.225(1)(d).

(b) If a unit in a cooperative is owned by a unit owner or is sold, conveyed, voluntarily or involuntarily encumbered, or otherwise transferred by a unit owner, the interest in that unit that is owned, sold, conveyed, encumbered, or otherwise transferred is the right to possession of that unit under a proprietary lease, coupled with the allocated interests of that unit, and the association's interest in that unit is not affected.

(c) Except as provided declaration, a mobile home or manufactured home for which title has been eliminated pursuant to chapter 65.20 RCW is part of the unit described in the title elimination documents.

(((58)))(59)(a) "Unit owner" means (i) a declarant or other person that owns a unit or (ii) a lessee of a unit in a leasehold interest community whose lease common expires simultaneously with any lease the expiration or termination of which will remove the unit from the common interest community, but does not include a person having an interest in a unit solely as

security for an obligation.

(b) "Unit owner" also means the vendee, not the vendor, of a unit under a recorded

real estate contract.

(c) In a condominium, plat community, or miscellaneous community, the declarant is the unit owner of any unit created by the declaration. In a cooperative, the declarant is treated as the unit owner of any unit to which allocated interests have been allocated until that unit has been conveyed to another person.

 $((\frac{(59)}{(59)}))^{-}(60)$  "Useful life" means estimated time during which a reserve component is expected to perform its intended function without major maintenance,

repair, or replacement.

 $((\frac{(60)}{(61)}))$  (61) "Writing" does not include an electronic transmission.

(((61)))(62) "Written" means embodied in a tangible medium.

Sec. 302. RCW 64.90.065 and 2018 c 277 s 114 are each amended to read as follows:

- (1) From time to time the dollar amount specified in RCW 64.90.075(4) (as recodified by this act) and 64.90.640(2) must change, provided in subsections (2) and (3) of this section, according to and to the extent of changes in the consumer price index for urban wage earners and clerical workers: ((U.S.)) <u>United States</u> city average, all items 1967 = 100, compiled by the bureau of labor statistics, United States department of labor, (the "index"). The index for December 1979, which was 230, is the reference base index.
- (2) The dollar amounts specified in RCW 64.90.075(4) (as recodified by this act) and 64.90.640(2) and any amount stated in the declaration pursuant to RCW 64.90.075(4) percentage of change, calculated to the nearest whole percentage point, between the index at the end of the preceding year and the reference base index, is ((ten))10 percent or more, but: (a) The portion of the percentage change in the index in excess of a multiple of  $((ten)) \underline{10}$  percent must be disregarded and the dollar amount may only change in multiples of ((ten)) 10 percent of the amount appearing in this chapter on July 1, 2018; (b) the dollar amount must not change if the amount required under this

section is that currently in effect pursuant to this chapter as a result of earlier application of this section; and (c) the dollar amount must not be reduced below the amount appearing in this chapter on July 1, 2018.

Ιf the index is revised after (3) December 1979, the percentage of change pursuant to this section must be calculated on the basis of the revised index. If the revision of the index changes the reference base index, a revised reference base index must be determined by multiplying the reference base index then applicable by the rebasing factor furnished by the bureau of labor statistics. If the index is superseded, the index referred to in this section is the one represented by the bureau of labor statistics as reflecting most accurately the changes in the purchasing power of the dollar for consumers.

 $\underline{\text{NEW SECTION.}}$  Sec. 303. A new section is added to chapter 64.90 RCW to read as follows:

- (1) Except as provided in subsection (2) of this section, the governing documents may not vary a provision of this chapter that gives a right to or imposes an obligation or liability on a unit owner, declarant, association, or board.
- (2) The governing documents may vary the following provisions as provided in the provision:
- (a) RCW 64.90.020(1), concerning classification of a cooperative unit as real estate or personal property;
- (b) RCW 64.90.030 (2) and (3), concerning reallocation of allocated interests and allocation of proceeds after a taking by eminent domain;
- (c) RCW 64.90.075(4) (as recodified by this act), 64.90.095 (as recodified by this act), and 64.90.100, concerning elections regarding applicability of this chapter;
- (d) RCW 64.90.210, concerning boundaries between units and common elements;
- (e) RCW 64.90.240 (2) and (3), concerning reallocation of limited common elements;
- (f) RCW 64.90.245(11), concerning horizontal boundaries of units;
- (g) RCW 64.90.255, concerning alterations of units and common elements made by unit owners;
- (h) RCW 64.90.260 (1) and (2), concerning relocation of boundaries between units;
- (i) RCW 64.90.265 (1) and (2), concerning subdivision and combination of units;
- (j) RCW 64.90.275, concerning sales offices, management offices, models, and signs maintained by a declarant;
- (k) RCW 64.90.280 (1) and (3), concerning easements through, and rights to use, common elements;
- (1) RCW 64.90.285 (1), (6), and (9), concerning the percentage of votes and consents required to amend the declaration;
- (m) RCW 64.90.290 (1) and (8), concerning the percentage of votes required to terminate a common interest community and priority of creditors of a cooperative;
- (n) RCW 64.90.405 (2)(p), (4)(c), and (5)(c), concerning an association's assignment of rights to future income, the number of votes required to reject a proposal to

- borrow funds, and the right to terminate a lease or evict a tenant;
- (o) RCW 64.90.410 (1) and (2), concerning the board acting on behalf of the association and the election of officers by the board;
- (p) RCW 64.90.440 (1) and (4), concerning responsibility for maintenance, repair, and replacement of units and common elements and treatment of income or proceeds from real estate subject to development rights;
  - (q) RCW 64.90.445, concerning meetings;
- (r) RCW 64.90.450, concerning quorum
  requirements for meetings;
- (s) RCW 64.90.455, concerning unit owner voting;
- (t) RCW 64.90.465 (1), (2), and (7), concerning the percentage of votes required to convey or encumber common elements and the effect of conveyance or encumbrance of common elements;
- (u) RCW 64.90.470, concerning insurance for a nonresidential common interest community;
- (v) RCW 64.90.475(2), concerning payment of surplus funds of the association;
- (w) RCW 64.90.485 (7) and (20), concerning priority and foreclosure of liens held by two or more associations and additional remedies for collection of assessments as permitted by law;
- (x) RCW 64.90.520(4), concerning the board's ability to remove an officer elected by the board;
- (y) RCW 64.90.545(2), concerning applicability of reserve study requirements to certain types of common interest communities; and
- (z) RCW 64.90.525(1), concerning the percentage of votes required to reject a budget.
- Sec. 304. RCW 64.90.100 and 2018 c 277 s 121 are each amended to read as follows:
- (1) A plat community, miscellaneous community, or cooperative in which all the units are restricted exclusively to nonresidential use is not subject to this chapter except to the extent the declaration provides that:
- (a) This entire chapter applies to the community;
- (b) RCW 64.90.010 through 64.90.325 and 64.90.900 apply to the community; or
- (c) Only RCW 64.90.020, 64.90.025, and 64.90.030 apply to the community.
- (2) A condominium in which all the units are restricted exclusively to nonresidential use is subject to this chapter, but the declaration may provide that only RCW 64.90.010 through ((64.90.330))64.90.325 and 64.90.900 apply to the community.
- (3) If this entire chapter applies to a common interest community in which all the units are restricted exclusively to nonresidential use, the declaration may also require, subject to RCW 64.90.050, that:
- (a) Any management, maintenance, operations, or employment contract, lease of recreational or parking areas or facilities, and any other contract or lease between the association and a declarant or an affiliate of a declarant continues in force after the declarant turns over control of the association; and

- (b) Purchasers of units must execute proxies, powers of attorney, or similar devices in favor of the declarant regarding particular matters enumerated in those instruments.
- (4) A common interest community that contains both units restricted to nonresidential purposes and units that may be used for residential purposes is not subject to this chapter unless the units that may be used for residential purposes would comprise a common interest community subject to this chapter in the absence of such nonresidential units or the declaration provides that this chapter applies as provided in subsection (2) or (3) of this section.
- Sec. 305. RCW 64.90.225 and 2019 c 238 s 206 are each amended to read as follows:
  - (1) The declaration must contain:
- (a) The names of the common interest community and the association and, immediately following the initial recital of the name of the community, a statement that the common interest community is a condominium, cooperative, plat community, or miscellaneous community;
- (b) A legal description of the real estate included in the common interest community;
- (c) A statement of the number of units that the declarant has created and, if the declarant has reserved the right to create additional units, the maximum number of such additional units;
- (d) In all common interest communities, a reference to the recorded map creating the units and common elements, if any, subject to the declaration, and in a common interest community other than a plat community, the identifying number of each unit created by the declaration, a description of the boundaries of each unit if and to the extent they are different from the boundaries stated in RCW 64.90.210(1)(a), and with respect to each existing unit, and if known at the time the declaration is recorded, the (i) approximate square footage, (ii) number of whole or partial bathrooms, (iii) number of rooms designated primarily as bedrooms, and (iv) level or levels on which each unit is located. The data described in this subsection (1)(d)(ii) and (iii) may be omitted with respect to units restricted to nonresidential use;
- (e) A description of any limited common elements, other than those specified in RCW 64.90.210 (1)(b) and (3);
- (f) A description of any real estate, except real estate subject to development rights, that may be allocated subsequently by the declarant as limited common elements, other than limited common elements specified in RCW 64.90.210 (1)(b) and (3), together with a statement that they may be so allocated;
- (g) A description of any development right and any other special declarant rights reserved by the declarant, ((and, if the boundaries of the real estate subject to those rights are fixed in the declaration pursuant to (h)(i) of this subsection, a description of the real property affected by those rights, and)) a time limit within

- which each of those rights must be exercised, and a legal description of the real property to which each development right applies;
- (h) If any development right may be exercised with respect to different parcels of real estate at different times, a statement to that effect together with:
- (i) Either a statement fixing the boundaries of those portions and regulating the order in which those portions may be subjected to the exercise of each development right or a statement that no assurances are made in those regards; and
- (ii) A statement as to whether, if any development right is exercised in any portion of the real estate subject to that development right, that development right must be exercised in all or in any other portion of the remainder of that real estate;
- (i) Any other conditions or limitations under which the rights described in (g) of this subsection may be exercised or will lapse;
- (j) An allocation to each unit of the allocated interests in the manner described in RCW 64.90.235;
- (k) Any restrictions on alienation of the units, including any restrictions on leasing that exceed the restrictions on leasing units that boards may impose pursuant to RCW  $64.90.510((\frac{10}{2}))(10)$  (c) and on the amount for which a unit may be sold or on the amount that may be received by a unit owner on sale, condemnation, or casualty loss to the unit or to the common interest community, or on termination of the common interest community;
- (1) A cross-reference by recording number to the map for the units created by the declaration;
- (m) Any authorization pursuant to which the association may establish and enforce construction and design criteria and aesthetic standards as provided in RCW 64.90.505;
- (n) All matters required under RCW 64.90.230, 64.90.235, 64.90.240, 64.90.275, 64.90.280, and 64.90.410;
- (o) A statement on the first page of the declaration whether the common interest community is subject to this chapter.
- (2) All amendments to the declaration must contain a cross-reference by recording number to the declaration and to any prior amendments to the declaration. All amendments to the declaration adding units must contain a cross-reference by recording number to the map relating to the added units and set forth all information required under subsection (1) of this section with respect to the added units.
- (3) The declaration may contain any other matters the declarant considers appropriate, including any restrictions on the uses of a unit or the number or other qualifications of persons who may occupy units.

Sec. 306. RCW 64.90.240 and 2018 c 277 s 209 are each amended to read as follows:

(1)(a) Except for the limited common elements described in RCW 64.90.210 (1)(b) and (3), the declaration must specify to

which unit or units each limited common element is allocated.

- (b) An allocation of a limited common element may not be altered without the consent of the owners of the units from which and to which the limited common element is allocated.
- (2)(a) Except in the case of a reallocation being made by a declarant pursuant to a development right reserved in the declaration, a limited common element may be reallocated between units only with the approval of the board and by an amendment to the declaration executed by the unit owners between or among whose units the reallocation is made.
- (b) The board must approve the request of the unit owner or owners under this subsection (2) within ((thirty))30 days, or within such other period provided by the declaration, unless the proposed reallocation does not comply with this chapter or the declaration. The failure of the board to act upon a request within such period is deemed an approval of the request. If approved, the unit owners must provide the proposed amendment to the association for review and approval before execution. The association may require revisions to ensure correctness, clarity, and compliance with this chapter or the declaration. Unless otherwise agreed by the unit owners and association, all costs of preparing, revising, executing, and recording the amendment shall be borne by the affected unit owners.
- (c) The ((amendment must be executed and recorded by the association and be recorded in the name of the common interest community)) unit owners executing the amendment shall provide a copy of the amendment to the association, and the association shall record the amendment in accordance with the requirements of subsection (4) of this section.
- (3) ((Unless provided otherwise in the declaration, the unit owners of units to which at least sixty-seven percent of the votes are allocated, including the unit owner of the unit to which the common element or limited common element will be assigned or incorporated, must agree to reallocate a common element as a limited common element or to incorporate a common element or a limited common element into an existing unit. Such reallocation or incorporation must be reflected in an amendment to the declaration and the map.)) (a) A common element not previously allocated as a limited common element may be <u>so allocated only by an amendment to the</u> declaration. A unit owner may request the board to amend the declaration to allocate all or part of a common element as a limited common element for the exclusive use of the owner's unit. The board may prescribe in the amendment a condition or obligation, including an obligation to maintain the new limited common element or pay a fee or charge to the association.
- (b) If the board approves the amendment, the board shall give notice to all unit owners of its action and include a statement that unit owners may object in a record to the amendment not later than 30 days after delivery of the notice. The amendment

- becomes effective if the board does not receive a timely objection.
- (c) If the board receives a timely objection, the amendment becomes effective only if the unit owners of units to which at least 67 percent of the votes are allocated, including at least 67 percent of the votes that are allocated to units not owned by the declarant, vote under RCW 64.90.455 to approve the amendment.
- (d) If the amendment becomes effective, the association and the owner of the benefited unit shall execute the amendment.
- (4) The association shall record the amendment as provided in RCW 64.90.285. If the amendment changes information shown in a map concerning a common element or limited common element other than a common wall between units, the association shall prepare and record a revised map.

Sec. 307. RCW 64.90.260 and 2018 c 277 s 213 are each amended to read as follows:

- (1) Subject to the provisions of the declaration, RCW 64.90.255, and other provisions of law, the boundaries between adjoining units may be relocated upon application to the board by the unit owners of those units and upon approval by the board pursuant to this section. The application must include plans showing the relocated boundaries and such other information as the board may require. If the unit owners of the adjoining units have specified a reallocation between their units their allocated interests, application must state the proposed reallocations. Unless the board determines, after receipt of all required information, that the reallocations are unreasonable or that the proposed boundary relocation does not comply with the declaration, RCW 64.90.255, or other provisions of law, the board must approve the application and prepare any amendments to the declaration and map in accordance with the requirements of subsection (3) of this section.
- (2) (a) ((Subject to the provisions of the declaration and other provisions of law, boundaries between units and common elements may be relocated to incorporate common elements within a unit by an amendment to the declaration upon application to the association by the unit owner of the unit who proposes to relocate a boundary. The amendment may be approved only if the unit owner of the unit, the boundary of which is being relocated, and, unless the declaration provides otherwise, persons entitled to cast at least sixty-seven percent of the votes in the association, including sixty-seven percent of the votes allocated to units not owned by the declarant, agree.
- (b) The association may require payment to the association of a one-time fee or charge or continuing fees or charges payable by the unit owners of the units whose boundaries are being relocated to include common elements)) The boundary of a unit may be relocated only by an amendment to the board to amend the declaration to include all or part of a common element within the unit owner's unit. The board may prescribe in the amendment a fee or charge payable by

the unit owner to the association in connection with the relocation.

- (b) The board may approve the amendment only if the unit owners of units to which at least 67 percent of the votes are allocated, including at least 67 percent of the votes that are allocated to units not owned by the declarant, vote under RCW 64.90.455 to approve the amendment.
- (3)((\(\frac{(a)}\)) The association ((\(\text{must prepare any}\)) and the owners of the units whose boundaries are relocated must execute an amendment ((\(\text{to the declaration in accordance with the requirements of RCW 64.90.225 and any amendment to the map in accordance with the requirements of RCW 64.90.245)) under this section. The amendment must contain words of conveyance between the parties. The association shall record the amendment as provided in RCW 64.90.285. The association:
- (a) In a condominium, plat community, or miscellaneous community shall prepare and record an amendment to the map necessary to show ((or describe)) the altered boundaries of affected units and their dimensions and identifying numbers; and
- (b) In a cooperative shall prepare and record amendments to the declaration, including any amendment to the map necessary to show or describe the altered boundaries of affected units, and their dimensions and identifying numbers.
- (((b) The amendment to the declaration must be executed by the unit owner of the unit, the boundaries of which are being relocated, and by the association, contain words of conveyance between them, and be recorded in the names of the unit owner or owners and the association, as grantor or grantee, as appropriate and as required under RCW 64.90.285(3). The amendments are effective upon recording.))
- (4) All costs, including reasonable attorneys' fees, incurred by the association for preparing and recording amendments to the declaration and map under this section must be assessed to the unit, the boundaries of which are being relocated.
- Sec. 308. RCW 64.90.270 and 2018 c 277 s 215 are each amended to read as follows:
- (((1) The physical boundaries of a unit located in a building containing or comprising that unit constructed or reconstructed in substantial accordance with the map, or amendment to the map, are its boundaries rather than any boundaries shown on the map, regardless of settling or lateral movement of the unit or of any building containing or comprising the unit, or of any minor variance between boundaries of the unit or any building containing or comprising the unit shown on the map.
- (2) This section does not relieve a unit owner from liability in case of the unit owner's willful misconduct or relieve a declarant or any other person from liability for failure to adhere to the map.))(1) Except as provided in subsection (2) of this section, if the construction, reconstruction, or alteration of a building or the vertical or lateral movement of a building results in an encroachment due to a divergence between the existing physical boundaries of a unit and the boundaries

- described in the declaration under RCW
  64.90.225(1)(d), the existing physical
  boundaries of the unit are its legal
  boundaries, rather than the boundaries
  described in the declaration.
- (2) Subsection (1) of this section does not apply if the encroachment:
- (a) Extends beyond five feet, as measured from any point on the common boundary along a line perpendicular to the boundary; or
- (b) Results from willful misconduct of the unit owner that claims a benefit under subsection (1) of this section.
- (3) This section does not relieve a declarant or other person of liability for failure to adhere to the map or a representation in the public offering statement.
- Sec. 309. RCW 64.90.285 and 2019 c 238 s 208 are each amended to read as follows:
- (1)(a) Except in cases of amendments that may be executed by: A declarant under subsection (((10)))(9) of this section, RCW 64.90.240(2), 64.90.245(12), 64.90.250, or 64.90.415(2)(d); the association under RCW 64.90.260 ( $\frac{(+1)}{(+1)}$ ), ( $\frac{(-1)}{(+1)}$ ) 64.90.265, or section 101 of this act or subsection section 101 of this act or subsection ((((11)))(10)) of this section; or certain unit owners under RCW 64.90.240 (2) or (3), ((64.90.260(1),)) 64.90.265(2), 64.90.290(2), and except as limited by subsections (4), (6), (7), (( $\frac{(8)}{(12)}$ )) and (( $\frac{(12)}{(12)}$ )) of this section, the declaration may be amended only by vote or agreement of unit owners of units to which at least ((sixty-seven))67 percent of the votes in the association are allocated, unless the declaration specifies a different percentage not to exceed ((ninety))90 percent for all amendments or for specific subjects of amendment. For purposes of this section, "amendment" means any change to the declaration, including adding, removing, or modifying restrictions contained declaration.
- (b) If the declaration requires the approval of another person as a condition of its effectiveness, the amendment is not valid without that approval ((; however, any right of approval may not result in an expansion of special declarant rights reserved in the declaration or violate any other section of this chapter, including RCW 64.90.015, 64.90.050, 64.90.055, and 64.90.060)).
- (2) In the absence of fraud, any action to challenge the validity of an amendment adopted by the association may not be brought more than one year after the amendment is recorded.
- (3) Every amendment to the declaration must be recorded in every county in which any portion of the common interest community is located and is effective only upon recordation. An amendment (( $\tau$  except an amendment pursuant to RCW 64.90.260(1),)) must be indexed in the grantee's index in the name of the common interest community and the association and in the grantor's index in the name of the parties executing the amendment.
- (4) Except to the extent expressly permitted or required under this chapter, an

amendment may not create or increase special declarant rights, increase the number of units, change the boundaries of any unit, or change the allocated interests of a unit without the consent of unit owners to which at least ((ninety))90 percent of the votes in the association are allocated, including the consent of any unit owner of a unit, the boundaries of which or allocated interest of which is changed by the amendment.

(5) Amendments to the declaration required to be executed by the association must be executed by any authorized officer of the association who must certify in the amendment that it was properly adopted.

(6) ((The declaration may require a higher percentage of unit owner approval for an amendment that is intended to prohibit or materially restrict the uses of units permitted under the applicable zoning ordinances, or to protect the interests of members of a defined class of owners, or to protect other legitimate interests of the association or its members. Subject to subsection (13) of this section, a declaration may not require, as a condition for amendment, approval by more than ninety percent of the votes in the association or by all but one unit owner, whichever is less. An amendment approved under this subsection must provide reasonable protection for a use permitted at the time the amendment was adopted.

(7))) The time limits specified in the declaration pursuant to RCW 64.90.225(1)(g) within which reserved development rights must be exercised may be extended, and additional development rights may be created, if persons entitled to cast at least ((eighty))80 percent of the votes in the association, including ((eighty)) 80 percent of the votes allocated to units not owned by the declarant, agree to that action. The agreement is effective  $(({\tt thirty}))\, {\tt 30}$  days after an amendment to the declaration reflecting the terms of the agreement is recorded unless all the persons holding the affected special declarant rights, or security interests in those rights, record a written objection within the ((thirty))30-day period, in which case the amendment is void, or consent in writing at the time the amendment is recorded, in which case the amendment is effective when recorded.

((+8+))(7) A provision in the declaration creating special declarant rights that have not expired may not be amended without the consent of the declarant.

((<del>(9)</del>))(8) If any provision of this chapter or the declaration requires the consent of a holder of a security interest in a unit as a condition to the effectiveness of an amendment to the declaration, the consent is deemed granted if a refusal to consent in a record is not received by the association within ((sixty))60 days after the association delivers notice of the proposed amendment to the holder at an address for notice provided by the holder or mails the notice to the holder by certified mail, return receipt has not provided an address for notice to the association, the association must

provide notice to the address in the security interest of record.  $\hfill \hfill$ 

 $((\frac{10}{10}))$  Upon  $(\frac{10}{10})$  Upon  $(\frac{10}{10})$  30-day advance notice to unit owners, the declarant may, without a vote of the unit owners or approval by the board, unilaterally adopt, execute, and record a corrective amendment or supplement to the governing documents to correct a mathematical mistake, an inconsistency, or a scrivener's error, or clarify an ambiguity in the governing documents with respect to an objectively verifiable fact including, without limitation, limitation, recalculating the undi interest in the common elements, undivided liability for common expenses, or the number of votes in the unit owners association appertaining to a unit, within five years after the recordation or adoption of the governing document containing or creating the mistake, inconsistency, error, or ambiguity. Any such amendment or supplement may not materially reduce what the obligations of the declarant would have been if the mistake, inconsistency, error, or ambiguity had not occurred.

 $((\frac{11}{1}))(10)$  Upon  $(\frac{11}{1})(\frac{30}{10})$ -day advance notice to unit owners, the association may, upon a vote of two-thirds of the members of the board, without a vote of the unit owners, adopt, execute, and record an amendment to the declaration for the following purposes:

(a) To correct or supplement the governing documents as provided in subsection  $((\frac{10}{10}))(9)$  of this section;

(b) ((To remove language and otherwise amend as necessary to effect the removal of language purporting to forbid or restrict the conveyance, encumbrance, occupancy, or lease to: Individuals of a specified race, ereed, color, sex, or national origin; individuals with sensory, mental, or physical disabilities; and families with children or any other legally protected classification;

(c))) To remove language and otherwise amend as necessary to effect the removal of language that purports to impose limitations on the power of the association beyond the limit authorized in RCW 64.90.405(3)(a) to deal with the declarant that are more restrictive than the limitations imposed on the power of the association to deal with other persons; and  $((\frac{d}{d}))(\underline{c})$  To remove any other language

and otherwise amend as necessary to effect the removal of language purporting to limit the rights of the association or its unit owners in direct conflict with this chapter.

 $((\frac{(12)}{}))(\underline{11})$  If the declaration requires that amendments to the declaration may be adopted only if the amendment is signed by a specified number or percentage of unit owners and if the common interest community contains more than  $((\frac{\text{twenty}}{}))\underline{20}$  units, such requirement is deemed satisfied if the association obtains such signatures or the vote or agreement of unit owners holding such number or percentage.

 $((\frac{(13)}{)})\frac{(12)}{(a)}$  (a) If the declaration requires that amendments to the declaration may be adopted only by the vote or agreement of unit owners of units to which more than  $(\frac{(\text{sixty-seven})}{67})$  percent of the votes in the association are allocated, and the

percentage required is otherwise consistent with this chapter, the amendment is approved if:

- (i) The approval of the percentage specified in the declaration is obtained;
- (ii) (A) Unit owners of units to which at least ((sixty-seven)) 67 percent of the votes in the association are allocated vote for or agree to the proposed amendment;
- (B) A unit owner does not vote against the proposed amendment; and
- (C) Notice of the proposed amendment, including notice that the failure of a unit owner to object may result in the adoption of the amendment, is delivered to the unit owners holding the votes in the association that have not voted or agreed to the proposed amendment and no written objection to the proposed amendment is received by the association within ((sixty))60 days after the association delivers notice; or
- (iii) (A) Unit owners of units to which at least  $((sixty-seven)) \underline{67}$  percent of the votes in the association are allocated vote for or agree to the proposed amendment;
- (B) At least one unit owner objects to the proposed amendment; and
- (C) Pursuant to an action brought by the association in the county in which the common interest community is situated against all objecting unit owners, the court finds, under the totality of circumstances including, but not limited to, the subject matter of the amendment, the purpose of the amendment, the percentage voting to approve the amendment, and the percentage objecting to the amendment, that the amendment is reasonable.
- (b) If the declaration requires the affirmative vote or approval of any particular unit owner or class of unit owners as a condition of its effectiveness, the amendment is not valid without that vote or approval.
- Sec. 310. RCW 64.90.290 and 2018 c 277 s 219 are each amended to read as follows:
- (1) Except for a taking of all the units condemnation, foreclosure against an entire cooperative of a security interest that has priority over the declaration, or in the circumstances described in RCW 64.90.325, a common interest community may be terminated only by agreement of unit owners of units to which at least owners of units to which at least ((eighty))80 percent of the votes in the association are allocated, ((or any larger <del>declaration</del> the specifies)) including at least 80 percent of the votes allocated to units not owned by the declarant, and with any other approvals required by the declaration. The declaration may require a larger percentage of total votes in the association for approval, but termination requires approval by at least 80 percent of the votes allocated to units not owned by the declarant. The declaration may specify ((a)) smaller percentages only is all of the units are restricted exclusively to nonresidential uses.
- (2) An agreement to terminate must be evidenced by the execution of a termination agreement, or ratifications of the agreement, in the same manner as a deed, by the requisite number of unit owners. The

termination agreement must specify a date after which the agreement is void unless it is recorded before that date. A termination agreement and all ratifications of the agreement must be recorded in every county in which a portion of the common interest community is situated and is effective only upon recordation. An agreement to terminate may only be amended by complying with the requirements of this subsection and subsection (1) of this section.

(3)((\(\frac{(a)}{a}\) In the case of a condominium, plat community, or miscellaneous community containing only units having horizontal boundaries between units, a))\(\frac{\text{A}}{a}\) termination agreement may provide ((\(\frac{\text{that}}{a}\))\(\frac{\text{for the sale}}{of some or all}\) of the common elements and units of the common interest community ((\(\text{must be sold}\))) following termination. If, pursuant to the agreement, any real estate in the common interest community is to be sold following termination, the termination agreement must set forth the minimum purchase price, manner of payment, and outside closing date, and may include any other terms of the sale.

(((b) In the case of a condominium, plat community, or miscellaneous community containing no units having horizontal boundaries between units, a termination agreement may provide for sale of the common elements that are not necessary for the habitability of a unit, but it may not require that any unit be sold following termination, unless the declaration as originally recorded provided otherwise or all the unit owners consent to the sale. If, pursuant to the agreement, any real estate in the common interest community is to be sold following termination, the termination agreement must set forth the minimum purchase price, manner of payment, and outside closing date, and may include any other terms of sale.

(c) In the case of a condominium, plat community, or miscellaneous community containing some units having horizontal boundaries between units and some units without horizontal boundaries between units, a termination agreement may provide for sale of the common elements that are not necessary for the habitability of a unit, but it may not require that any unit be sold following termination, unless the declaration as originally recorded provided otherwise or all the unit owners of units in the building to be sold consent to the sale. If, pursuant to the agreement, any real estate in the common interest community is to be sold following termination, the termination agreement must set forth the minimum purchase price, manner of payment, and outside closing date, and may include any other terms of sale.))

(4)(a) The association, on behalf of the unit owners, may contract for the sale of real estate in a common interest community, but the contract is not binding on the unit owners until approved pursuant to subsections (1) and (2) of this section. If any real estate is to be sold following termination, title to that real estate((rupon termination)) not already owned by the association vests on termination in the association as trustee for the holders of all interests in the units. Thereafter, the

association has all powers necessary and appropriate to effect the sale. Until the sale has been concluded and the proceeds of the sale distributed, the association continues in existence with all powers it had before termination.

- (b) Proceeds of the sale must be distributed to unit owners and lienholders as their interests may appear, in accordance with subsections ((+6) and)(7), (8), (9), and (13) of this section. Unless otherwise specified in the termination agreement, as long as the association holds title to the real estate, each unit owner and the unit owner's successors in interest have an exclusive right to occupancy of the portion of the real estate that formerly constituted the unit. During the period of that occupancy, each unit owner and the unit owner's successors in interest remain liable for all assessments and other obligations imposed on unit owners under this chapter or the declaration.
- (5) ((<del>In a condominium, plat community,</del> or miscellaneous community, if any portion of the real estate constituting the common interest community is not to be sold following termination, title to those portions of the real estate constituting the common elements and, in a common interest community containing units having horizontal boundaries between units described in the declaration, title to all the real estate containing such boundaries in the common interest community vests in the unit owners upon termination as tenants in common in proportion to their respective interests as provided in subsection (8) of this section, and liens on the units shift accordingly. While the tenancy in common exists, each unit owner and the unit owner's successors in interest have an exclusive right to occupancy of the portion of the real estate that formerly constituted the unit.)) Termination does not change title to a unit or common element not to be sold following termination unless the termination agreement otherwise provides.
- (6)  $((\frac{1}{(4)}))$  Following termination of the common interest community, the proceeds of a sale of real estate, together with the assets of the association, are held by the association as trustee for unit owners and holders of liens on the units as their interests may appear.
- $((\frac{b}{0}))(7)(a)$  Following termination of a condominium, plat community, or miscellaneous community, creditors of the association holding liens on the units that were recorded or perfected under RCW 4.64.020 before termination may enforce those liens in the same manner as any lienholder.
- (((++))) (b) All other creditors of the association are to be treated as if they had perfected liens on the units immediately before termination.
- $((\frac{(7)}{)})(8)$  In a cooperative, the declaration may provide that all creditors of the association have priority over any interests of unit owners and creditors of unit owners. In that event, following termination, creditors of the association holding liens on the cooperative that were recorded or perfected under RCW 4.64.020 before termination may enforce their liens

- in the same manner as any lienholder, and any other creditor of the association is to be treated as if the creditor had perfected a lien against the cooperative immediately before termination. Unless the declaration provides that all creditors of the association have that priority:
- (a) The lien of each creditor of the association that was perfected against the association before termination becomes, upon termination, a lien against each unit owner's interest in the unit as of the date the lien was perfected;
- (b) Any other creditor of the association must be treated, upon termination, as if the creditor had perfected a lien against each unit owner's interest immediately before termination;
- (c) The amount of the lien of an association's creditor described in (a) and (b) of this subsection against each of the unit owners' interest must be proportionate to the ratio that each unit's common expense liability bears to the common expense liability of all of the units;
- (d) The lien of each creditor of each unit owner that was perfected before termination continues as a lien against that unit owner's unit as of the date the lien was perfected;
- (e) The assets of the association must be distributed to all unit owners and all lienholders as their interests may appear in the order described in this subsection; and
- (f) Creditors of the association are not entitled to payment from any unit owner in excess of the amount of the creditor's lien against that unit owner's interest.
- $((\frac{(8)}{)})(9)$  The respective interests of unit owners referred to in subsections (4), (5), (6), ((and)) (7), (8), and (13) of this section are as follows:
- (a) Except as otherwise provided in ((\(\frac{(b)}{(b)}\))(\(\frac{d}{0}\)) of this subsection, the respective interests of unit owners are the fair market values of their units, allocated interests, and any limited common elements immediately before the termination, as determined by appraisal made by one or more independent appraisers selected by the association. The ((\(\frac{decision}{decision}\) of the independent appraisers)) appraisal must be distributed to the unit owners and becomes final unless ((\(\frac{disapproved}{disapproved}\) within thirty)):
- (i) Disapproved not later than 30 days after distribution by unit owners of units to which ((twenty-five))at least 25 percent of the votes in the association are allocated; or
- (ii) A unit owner objects in a record not later than 30 days after distribution to the determination of value of the unit owner's unit.
- (b) A unit owner that objects under (a) (ii) of this subsection may select an appraiser to represent the owner and make an appraisal of the unit owner's unit. If the association's appraisal and the unit owner's appraisal of the fair market value of the unit owner's interest differ, a panel consisting of an appraiser selected by the association, the unit owner's appraiser, and a third appraiser mutually selected by the first two appraisers shall determine, by majority vote, the value of the unit owner's

interest. The determination of value by the
panel is final.

(c) The proportion of any unit owner's interest to that of all unit owners is determined by dividing the fair market value of that unit owner's unit and its allocated interests by the total fair market values of all the units and their allocated interests.

((<del>(b)</del>))(<u>d)</u> If any unit or any limited common element is destroyed to the extent that an appraisal of the fair market value of the unit or limited common element before destruction cannot be made, the interests of all unit owners are:

(i) In a condominium, their respective common element interests immediately before the termination;

(ii) In a cooperative, their respective ownership interests immediately before the termination; and

(iii) In a plat community or miscellaneous community, their respective common expense liabilities immediately before the termination.

 $((\frac{9}{10}))\frac{10}{10}$  In a condominium, plat community, or miscellaneous community, except as otherwise provided in subsection  $((\frac{10}{10}))\frac{11}{11}$  of this section, foreclosure or enforcement of a lien or encumbrance against the entire common interest community does not terminate the common interest community, and foreclosure or enforcement of a lien or encumbrance against a portion of the common interest community, other than withdrawable real estate, does not withdraw that portion the common interest community. Foreclosure or enforcement of a lien or encumbrance against withdrawable real estate, or against common elements that have been subjected to a security interest by the association under RCW 64.90.465, does not withdraw that real estate from the common interest community, but the person taking title to the real estate may require from the association, upon request, an amendment excluding the real estate from the common  $\verb|interest| - \verb|community|.$ 

(((10)))(11) In a condominium, plat community, or miscellaneous community, if a lien or encumbrance against a portion of the real estate comprising the common interest community has priority over the declaration and the lien or encumbrance has not been partially released, the parties foreclosing the lien or encumbrance, upon foreclosure, may record an instrument excluding the real estate subject to that lien or encumbrance from the common interest community.

((\(\frac{(11)}{)}\))\(\frac{(12)}{12}\) The right of partition under chapter 7.52 RCW is suspended if an agreement to sell property is provided for in the termination agreement pursuant to subsection (3)(\(\frac{(a)}{k}\), \(\frac{(b)}{k}\), \(\frac{(c)}{k}\))) of this section. The suspension of the right to partition continues unless a binding obligation to sell does not exist three months after the recording of the termination agreement, the binding sale agreement is terminated, or one year after the termination agreement is recorded, whichever occurs first.

(13) A termination agreement complying with this section may provide for termination of fewer than all of the units in a common interest community, subject to the following:

(a) In addition to the approval required by subsection (1) of this section, the termination agreement must be approved by at least 80 percent of the votes allocated to the units being terminated;

(b) The termination agreement must reallocate under RCW 64.90.235 the allocated interests for the units that remain in the common interest community after termination;

(c) The aggregate values of the units and common elements being terminated must be determined under subsection (9) of this section. The termination agreement must specify the allocation of the proceeds of sale for the units and common elements being terminated and sold;

(d) Security interests and liens on remaining units and remaining common elements continue, and security interests and liens on units being terminated no longer extend to any remaining common elements;

(e) The unit owners association continues as the association for the remaining units; and

(f) The association shall record with the termination agreement under subsection (2) of this section an amendment to the declaration or an amended and restated declaration, and, if necessary, an amendment to the map or an amended and restated map.

Sec. 311. RCW 64.90.405 and 2019 c 238 s 209 are each amended to read as follows:

(1) An association must:

(a) Adopt organizational documents;

(b) Adopt budgets as provided in RCW 64.90.525;

(c) Impose assessments for common expenses and specially allocated expenses on the unit owners as provided in RCW ((64.90.080(1)))64.90.480(1) and 64.90.525;

(d) Prepare financial statements as provided in RCW 64.90.530; and

(e) Deposit and maintain the funds of the association in accounts as provided in RCW 64.90.530.

(2) Except as provided otherwise in subsection (4) of this section and subject to the provisions of the declaration, the association may:

(a) Amend organizational documents and adopt and amend rules;

(b) Amend budgets under RCW 64.90.525;

(c) Hire and discharge managing agents and other employees, agents, and independent contractors;

(d) Institute, defend, or intervene in litigation or in arbitration, mediation, or administrative proceedings or any other legal proceeding in its own name on behalf of itself or two or more unit owners on matters affecting the common interest community;

(e)  $\tilde{\text{Make}}$  contracts and incur liabilities subject to subsection (4) of this section;

(f) Regulate the use, maintenance, repair, replacement, and modification of common elements;

(g) Cause additional improvements to be made as a part of the common elements;

(h) Acquire, hold, encumber, and convey in its own name any right, title, or interest to real estate or personal property, but:

- (i) Common elements in a condominium, plat community, or miscellaneous community may be conveyed or subjected to a security interest pursuant to RCW 64.90.465 only; and
- Part of a cooperative may be (ii) conveyed, or all or part of a cooperative may be subjected to a security interest pursuant to RCW 64.90.465 only;
- Grant easements, leases, licenses ((, and concessions)) through or over the common elements, but a grant to a unit owner that benefits the unit owner's unit is allowed only by reallocation under RCW 64.90.240(3) of the common elements to a <u>limited common element</u>, and petition for or consent to the vacation of streets and alleys. Notwithstanding the foregoing, a reallocation shall not be required in regard to the installation of an electric vehicle charging station on the common elements;

(j) Impose and collect any reasonable payments, fees, or charges for:

- (i) The use, rental, or operation of the common elements, other than limited common elements described in RCW 64.90.210 (1)(b) and (3);
- (ii) Services provided to unit owners; and
- moving (iii) Moving in, out, or transferring title to units to the extent provided for in the declaration;
- (k) Collect assessments and impose and collect reasonable charges for late payment of assessments;
- (1) Enforce the governing documents and, after notice and opportunity to be heard, impose and collect reasonable fines for violations of the governing documents in accordance with a previously established schedule of fines adopted by the board of directors and furnished to the owners pursuant to the requirements for notice in RCW 64.90.505;
- (m) Impose and collect reasonable charges for the preparation and recordation of amendments to the declaration, resale certificates required under RCW 64.90.640, lender questionnaires, or statements of unpaid assessments;
- (n) Provide for the indemnification of its officers and board members, to the extent provided in RCW 23B.17.030;
- (o) Maintain directors' and officers' liability insurance;
- (p) Subject to subsection (4) of this section, assign its right to future income, including the right to receive assessments;
- (q) Join in a petition for the establishment of a parking and business improvement area, participate in the ratepayers' board or other advisory body set up by the legislative authority for operation of a parking and business improvement area, and pay special assessments levied by the legislative authority on a parking and business improvement area encompassing condominium property for activities and projects that benefit the condominium directly or indirectly;
- (r) Establish and administer a reserve account as described in RCW 64.90.535;
- (s) Prepare a reserve study as described in RCW 64.90.545;

- (t) Exercise any other powers conferred by the declaration or organizational documents;
- (u) Exercise all other powers that may be exercised in this state by the same type of entity as the association;
- (v) Exercise any other powers necessary and proper for the governance and operation of the association;
- (w) Require that disputes between the association and unit owners or between two or more unit owners regarding the common interest community, other than those governed by chapter 64.50 RCW, be submitted to nonbinding alternative dispute resolution as a prerequisite to commencement of a judicial proceeding; and
- (x) Suspend any right or privilege of a unit owner who fails to pay an assessment which suspension may be imposed for a reasonable amount of time not to exceed one business day after the association receives full payment of the delinquent assessment and the board has received confirmation of payment and cleared funds, but may not:
   (i) Deny a unit owner or other occupant
- access to the owner's unit, or any limited common elements allocated only to that unit, or any common elements necessary to access the unit;
- (ii) Suspend a unit owner's right to vote; or
- (iii) Withhold services provided to a unit or a unit owner by the association if the effect of withholding the service would be to endanger the health, safety, or property of any person.
- (3) The declaration may not limit the power of the association beyond the limit authorized in subsection  $(\bar{2})$  (w) of this section to:
- (a) Deal with the declarant if the limit is more restrictive than the limit imposed on the power of the association to deal with other persons; or
- litigation (b) Institute arbitration, mediation, or administrative proceeding against any person, subject to the following:
- (i) The association must comply with chapter 64.50 RCW, if applicable, before instituting any proceeding described in chapter 64.50 RCW in connection with construction defects; and
- (ii) The board must promptly provide notice to the unit owners of any legal proceeding in which the association is a party other than proceedings involving enforcement of rules or to recover unpaid assessments or other sums due association.
- (4) Any borrowing by an association that is to be secured by an assignment of the association's right to receive future income pursuant to subsection (2)(e) and (p) of this section requires ratification by the unit owners as provided in this subsection.
- (a) The board must provide notice of the intent to borrow to all unit owners. notice must include the purpose and maximum amount of the loan, the estimated amount and term of any assessments required to repay the loan, a reasonably detailed projection of how the money will be expended, and the interest rate and term of the loan.

- (b) In the notice, the board must set a date for a meeting of the unit owners, which must not be less than ((fourteen)) and no more than ((fifty)) days after mailing of the notice, to consider ratification of the borrowing.
- (c) Unless at that meeting, whether or not a quorum is present, unit owners holding a majority of the votes in the association or any larger percentage specified in the declaration reject the proposal to borrow funds, the association may proceed to borrow the funds in substantial accordance with the terms contained in the notice.
- (5) If a tenant of a unit owner violates the governing documents, in addition to exercising any of its powers against the unit owner, the association may:
- (a) Exercise directly against the tenant the powers described in subsection (2)(1) of this section;
- (b) After giving notice to the tenant and the unit owner and an opportunity to be heard, levy reasonable fines against the tenant and unit owner for the violation; and
- (c) Enforce any other rights against the tenant for the violation that the unit owner as the landlord could lawfully have exercised under the lease or that the association could lawfully have exercised directly against the unit owner, or both; but the association does not have the right to terminate a lease or evict a tenant unless permitted by the declaration. The rights referred to in this subsection (5)(c) may be exercised only if the tenant or unit owner fails to cure the violation within ((ten))10 days after the association notifies the tenant and unit owner of that violation.
- (6) Unless a lease otherwise provides,
  this section does not:
- (a) Affect rights that the unit owner has to enforce the lease or that the association has under other law; or
- (b) Permit the association to enforce a lease to which it is not a party in the absence of a violation of the governing documents.
- (7) The board may determine whether to take enforcement action by exercising the association's power to impose sanctions or commencing an action for a violation of the governing documents, including whether to compromise any claim for unpaid assessments or other claim made by or against it.
- (8) The board does not have a duty to take enforcement action if it determines that, under the facts and circumstances presented:
- (a) The association's legal position does not justify taking any or further enforcement action;
- (b) The covenant, restriction, or rule being enforced is, or is likely to be construed as, inconsistent with law;
- (c) Although a violation may exist or may have occurred, it is not so material as to be objectionable to a reasonable person or to justify expending the association's resources; or
- (d) It is not in the association's best interests to pursue an enforcement action.
- (9) The board's decision under subsections (7) and (8) of this section to not pursue enforcement under one set of

circumstances does not prevent the board from taking enforcement action under another set of circumstances, but the board may not be arbitrary or capricious in taking enforcement action.

Sec. 312. RCW 64.90.410 and 2019 c 238 s 101 are each amended to read as follows:

- (1)(a) Except as provided otherwise in the governing documents, subsection (4) of this section, or other provisions of this chapter, the board may act on behalf of the association.
- (b) In the performance of their duties, officers and board members must exercise the degree of care and loyalty to the association required of an officer or director of a corporation organized, are subject to the conflict of interest rules governing directors and officers, and are entitled to the immunities from liability available to officers and directors under chapter 24.06 RCW. The standards of care and loyalty, and conflict of interest rules and immunities described in this section apply regardless of the form in which the association is organized.
- (2)(a) Except as provided otherwise in RCW 64.90.300((+5+))(9), effective as of the transition meeting held in accordance with RCW 64.90.415(4), the board must be comprised of at least three members, at least a majority of whom must be unit owners. However, the number of board members need not exceed the number of units then in the common interest community.
- (b) Unless the declaration or organizational documents provide for the election of officers by the unit owners, the board must elect the officers.
- (c) Unless provided otherwise in the declaration or organizational documents, board members and officers must take office upon adjournment of the meeting at which they were elected or appointed or, if not elected or appointed at a meeting, at the time of such election or appointment, and must serve until their successor takes office.
- (d) In determining the qualifications of any officer or board member of the association, "unit owner" includes, unless the declaration or organizational documents provide otherwise, any board member, officer, member, partner, or trustee of any person, who is, either alone or in conjunction with another person or persons, a unit owner.
- (e) Any officer or board member of the association who would not be eligible to serve as such if he or she were not a board member, officer, partner in, or trustee of such a person is disqualified from continuing in office if he or she ceases to have any such affiliation with that person or that person would have been disqualified from continuing in such office as a natural person.
- (3) Except when voting as a unit owner, the declarant may not appoint or elect any person or to serve itself as a voting, ex officio or nonvoting board member following the transition meeting.
- (4) The board may not, without vote or agreement of the unit owners:

- (a) Amend the declaration, except as provided in RCW 64.90.285;
- (b) Amend the organizational documents of the association;
- (c) Terminate the common interest community:
- (d) Elect members of the board, but may fill vacancies in its membership resulting from removal for the unexpired portion of any term or, if earlier, until the next regularly scheduled election of board members; or
- (e) Determine the qualifications, powers, duties, or terms of office of board members.

(5) The board must adopt budgets as

provided in RCW 64.90.525.

- (6) Except for committees appointed by the declarant pursuant to special declarant rights, all committees of the association must be appointed by the board. Committees authorized to exercise any power reserved to the board must include at least two board members who have exclusive voting power for that committee. Committees that are not so composed may not exercise the authority of the board and are advisory only.
- (7) A declaration may provide for the appointment of specified positions on the board by persons other than the declarant or an affiliate of the declarant during or after the period of declarant control. also may provide a method for filling vacancies in those positions, other than by election by the unit owners. However, after the period of declarant control, appointed members:
- (a) May not comprise more than one-third the board; and
- (b) Have no greater authority than any other board member.

NEW SECTION. Sec. 313. A new section is added to chapter 64.90 RCW to read as follows:

- Notwithstanding any contrary provision in the declaration or organizational documents, prior to an election of board members, the association must provide notice to all unit owners of the following:
- (a) The number of board positions that may be filled;
- (b) The qualifications to be a board candidate, if any; and
- (c) The process, manner, and deadline for submitting nominations.
- (2) If the board determines that any nominee is not a qualified candidate, the board shall notify the nominee of the basis for the disqualification, and the procedure for appealing the disqualification.

Sec. 314. RCW 64.90.420 and 2018 c 277 s 305 are each amended to read as follows:

(1) No later than ((thirty))30 days following the date of the transition meeting held pursuant to RCW 64.90.415(4), the declarant must deliver or cause to be delivered to the board elected at the transition meeting all property of the unit owners and association as required by the declaration or this chapter including, but not limited to:

- (a) The original or a copy of the recorded declaration and each amendment to the declaration;
- (b) The organizational documents of the association;
- (c) The minute books, including minutes, and other books and records of the association;
- (d) Current rules and regulations that have been adopted;
- (e) Resignations of officers and members of the board who are required to resign because the declarant is required relinquish control of the association;
- (f) The financial records, including canceled checks, bank statements, and financial statements of the association, and source documents from the time of formation of the association through the date of transfer of control to the unit owners;

(g) Association funds or the control of

the funds of the association;

(h) Originals or copies of any recorded instruments of conveyance for any common elements included within the common interest community but not appurtenant to the units;

(i) All tangible personal property of the

association;

- (j) Except for alterations to a unit done by a unit owner other than the declarant, a of the most recent plans and specifications used in the construction or remodeling of the common interest community, except for buildings containing fewer than three units;
- (k) Originals or copies of insurance policies for the common interest community and association;
- (l) Originals or copies certificates of occupancy that may have been issued for the common interest community;
- (m) Originals or copies of any other permits obtained by or on behalf of the declarant and issued by governmental bodies applicable to the common interest community;
- (n) Originals or copies of all written warranties that are still in effect for the common elements, or any other areas or facilities that the association has the  $\ensuremath{\mbox{\sc the}}$ responsibility to maintain and repair, from the contractor, subcontractors, suppliers, and manufacturers and all owners' manuals or instructions furnished to the declarant with respect to installed equipment or building systems;
- (o) A roster of unit owners and eligible mortgagees and their addresses and telephone numbers, if known, as shown on the declarant's records and the date of closing of the first sale of each unit sold by the declarant;
- (p) Originals or copies of any leases of the common elements and other leases to which the association is a party;
- (q) Originals or photocopies of any employment contracts or service contracts in which the association is one of the contracting parties or service contracts in which the association or the unit owners have an obligation or a responsibility, directly or indirectly, to pay some or all of the fee or charge of the person performing the service;
- (r) Originals or copies of any qualified warranty issued to the association as provided for in RCW 64.35.505; ((and))

(s) Originals or copies of all other contracts to which the association is a party; and

(t) Originals or copies of the most ent reserve study prepared pursuant to RCW 64.90.545, if one exists.

Within ((<del>sixty</del>))<u>60</u> days of the transition meeting, the board must retain the services of a certified public accountant to audit the records of the association as the date of the transition meeting in accordance with generally accepted auditing standards unless the unit owners, other than the declarant, to which a majority of the votes are allocated elect to waive  $\bar{\text{the}}$  audit. The cost of the audit must be a common expense unless otherwise provided in the declaration. The accountant performing the audit must examine supporting documents and records, including the cash disbursements and related paid invoices, to determine if expenditures were for association purposes and the billings, cash receipts, and related records to determine if the declarant was charged for and paid the proper amount of assessments.

((<del>(3)</del> A declaration may provide for the appointment of specified positions on the board by persons other than the declarant or an affiliate of the declarant during or after the period of declarant control. It also may provide a method for filling vacancies in those positions, other than by election by the unit owners. However, after the period of declarant control, appointed members:

(a) May not comprise more than one-third of the board; and

(b) Have no greater authority than any other board member.))

Sec. 315. RCW 64.90.425 and 2018 c 277 s 306 are each amended to read as follows:

(1) ((Except as provided in subsection (3) of this section, a special declarant right created or reserved under this chapter may be transferred only by an instrument effecting the transfer and executed by the transferor, to be recorded in every county in which any portion of the common interest community is located. The transferee must provide the association with a copy of the recorded instrument, but the failure to furnish the copy does not invalidate the transfer.

(2) Upon transfer of any special declarant right, the liability of a transferor declarant is as follows:

(a) A transferor is not relieved of any obligation or liability arising before the transfer and remains liable for such warranty obligations arising before the transfer imposed upon the transferor under this chapter. Lack of privity does not deprive any unit owner of standing to maintain an action to enforce any obligation of the transferor.

(b) If a successor to <del>any special</del> declarant right is an affiliate of a declarant the transferor is jointly and severally liable with the successor for any obligations or liabilities of the successor relating to the common interest community.

(c) If a transferor retains any special declarant rights, but transfers other special declarant rights to a successor who is not an affiliate of the declarant, the transferor is liable for any obligations or liabilities imposed on a declarant under this chapter or by the declaration relating to the retained special declarant rights, whether arising before or after transfer.

(d) A transferor is not liable for any act or omission or any breach of a contractual or warranty obligation by successor declarant who is not an affiliate of the transferor.

(3) Upon foreclosure of a security interest, sale by a trustee under an agreement creating a security interest, tax sale, judicial sale, or sale under bankruptcy code or receivership proceedings of any unit owned by a declarant or real property in a common interest community that is subject to any special declarant rights, a person acquiring title to the real property being foreclosed or sold succeeds to all of the special declarant rights related to that real property held by that declarant and to any rights reserved in the declaration pursuant to RCW 64.90.275 and held by that declarant to maintain models, sales offices, and signs except to the extent the judgment or instrument effecting the transfer states otherwise.

(4) Upon foreclosure of a security interest, sale by a trustee under agreement creating a security interest, tax sale, judicial sale, or sale under bankruptcy code or receivership proceedings of all interests in a common interest community owned by a declarant, any special declarant rights that are not transferred as stated in subsection (3) of this section terminate.

(5) The liabilities and obligations of a person who succeeds to special declarant rights are as follows:

(a) A successor to any special declarant right who is an affiliate of a declarant is subject to all obligations and liabilities imposed on the transferor under this chapter or by the declaration.

(b) A successor to any special declarant right, other than a successor who is an affiliate of a declarant, is subject to the obligations and liabilities imposed under this chapter or the declaration:

(i) On a declarant that relate to the successor's exercise of special declarant rights; and

(ii) On the declarant's transferor, other than:

(A) Misrepresentations by any previous declarant;

(B) Any warranty obligations pursuant to RCW 64.90.670 (1) through (3) on improvements made or contracted for, or units sold by, a previous declarant or that were made before the common interest community was created;

(C) Breach of any fiduciary obligation by any previous declarant or the previous declarant's appointees to the board; or

(D) Any liability or obligation imposed on the transferor as a result of the transferor's acts or omissions after the

(c) A successor to only a right reserved in the declaration to maintain models, sales offices, and signs may not exercise any other special declarant right, and is not subject to any liability or obligation as a declarant, except the obligation to provide a public offering statement and any liability arising as a result of such reserved rights.

(6) This section does not subject any successor to a special declarant right to any claims against or other obligations of a transferor declarant, other than claims and obligations arising under this chapter or the declaration.)) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.

otherwise.

(a) "Involuntary transfer" means a transfer by foreclosure of a mortgage, deed in lieu of foreclosure, tax sale, judicial sale, or sale in a bankruptcy or receivership proceeding of real estate owned by a declarant.

by a declarant.

(b) "Nonaffiliate successor" means a person that succeeds to a special declarant right and is not an affiliate of the declarant that transferred the special declarant right to the person.

(2) A special declarant right is an interest in real estate. The interest is appurtenant to:

(a) All units owned by the declarant; and (b) Real estate that is subject to a

(b) Real estate that is subject to a development right.

(3) A declarant that no longer owns a unit or a development right ceases to have any special declarant rights.

(4) A declarant may voluntarily transfer part or all of a special declarant right only by an instrument that describes the special declarant right being transferred. The transfer becomes effective when recorded in every county in which any portion of the common interest community is located.

(5) Except as otherwise provided in subsection (8), (9), (11), or (12) of this section, a successor to a special declarant right is subject to all obligations and liabilities imposed on the transferor by this chapter or the declaration.

(6) If a declarant transfers a special declarant right to an affiliate of the declarant, the transferor and the successor are jointly and severally liable for all obligations and liabilities imposed on either person by this chapter or the declaration. Lack of privity does not deprive a unit owner of standing to maintain an action to enforce any obligation or liability of the transferor or successor.

(7) A declarant that transfers a special declarant right to a nonaffiliate successor:

(a) Remains liable for an obligation or liability imposed by this chapter or the declaration, including a warranty obligation, that arose before the transfer; and

(b) Is not liable for an obligation or liability imposed on the successor by this chapter or the declaration that arose after the transfer.

(8) A nonaffiliate successor that succeeds to fewer than all special declarant rights held by the transferor is not subject to an obligation or liability that relates to a special declarant right not transferred to the successor.

- (9) A nonaffiliate successor is not liable for an obligation or liability imposed by this chapter or the declaration that relates to:
- (a) A misrepresentation by a previous declarant;
- (b) A warranty obligation on an improvement made by a previous declarant or before the common interest community was created;
- (c) Breach of a fiduciary obligation by a previous declarant or the previous declarant's appointees to the board; or
- (d) An obligation or liability imposed on the transferor as a result of the transferor's act or omission after the transfer.
- (10) If an involuntary transfer includes a special declarant right, the transferee may elect to acquire or reject the special declarant right. A transferee that elects to acquire the special declarant right is a successor declarant. The election is effective only if the judgment or instrument conveying title describes the special declarant right. If the judgment or instrument does not describe the special declarant right, the transferee will be presumed to have elected to accept the special declarant right.
- (11) A successor to a special declarant right by an involuntary transfer may declare in a recorded instrument the successor's intent to hold the right solely for transfer to another person. After recording the instrument, the successor may not exercise a special declarant right, other than a right under RCW 64.90.415(1)(a) to control the board, and an attempt to exercise a special declarant right in violation of this subsection is void. A successor that complies with this subsection is not liable for an obligation or liability imposed by this chapter or the declaration other than liability for the successor's act or omission under RCW 64.90.415(1)(a).
- (12) This section does not subject a successor to a special declarant right to a claim against or obligation of a transferor, other than a claim or obligation imposed by this chapter or the declaration.

**Sec. 316.** RCW 64.90.445 and 2021 c 227 s 13 are each amended to read as follows:

- (1) The following requirements apply to unit owner meetings:
- (a) A meeting of the association must be held at least once each year. Failure to hold an annual meeting does not cause a forfeiture or give cause for dissolution of the association and does not affect otherwise valid association acts.
- (b) (i) An association must hold a special meeting of unit owners to address any matter affecting the common interest community or the association if its president, a majority of the board, or unit owners having at least (( $\frac{1}{2}$ ) 20 percent, or any lower percentage specified in the organizational documents, of the votes in the association request that the secretary call the meeting.
- (ii) If the association does not provide notice to unit owners of a special meeting within ((thirty))30 days after the requisite number or percentage of unit owners request

the secretary to do so, the requesting members may directly provide notice to all the unit owners of the meeting. ((Only matters described in the meeting notice required in (c) of this subsection may be considered at a special meeting.)) The unit owners may discuss at a special meeting a matter not described in the notice under (c) of this subsection but may not take action on the matter without the consent of all unit owners.

- (c) An association must provide notice to unit owners of the time, date, and place of each annual and special unit owners meeting not less than  $((fourteen)) \underline{14}$  days and not more than  $((fifty)) \underline{50}$  days before the meeting date. Notice may be by any means described in RCW 64.90.515. The notice of any meeting must state the time, date, and place of the meeting and the items on the agenda, including:

  (i) The text of any proposed amendment to
- (i) The text of any proposed amendment to the declaration or organizational documents;
- (ii) Any changes in the previously approved budget that result in a change in the assessment obligations; and
- (iii) Any proposal to remove a board member or officer.
- (d) ((The minimum time to provide notice required in (c) of this subsection may be reduced or waived for a meeting called to deal with an emergency.
- (e))) Unit owners must be given a reasonable opportunity at any meeting to comment regarding any matter affecting the common interest community or the association.
- (((f) Except as otherwise restricted by the declaration or organizational documents, meetings of unit owners may be conducted by telephonic, video, or other conferencing process, if the process is consistent with subsection (2)(i) of this section.))
- (e) A meeting of unit owners is not required to be held at a physical location if:
- (i) The meeting is conducted by a means of communication that enables owners in different locations to communicate in real time to the same extent as if they were physically present in the same location, provided that such means of communication must have an option for owners to communicate by telephone; and
- (ii) The declaration or organizational documents do not require that the owners meet at a physical location.
- (f) In the notice for a meeting held at a physical location, the board may notify all unit owners that they may participate remotely in the meeting by a means of communication described in (e) of this subsection.
- (2) The following requirements apply to meetings of the board and committees authorized to act for the board:
- (a) Meetings must be open to the unit owners except during executive sessions, but the board may expel or prohibit attendance by any person who, after warning by the chair of the meeting, disrupts the meeting. The board and those committees may hold an executive session only during a regular or special meeting of the board or a committee. A final vote or action may not be taken during an executive session.

- (b) An executive session may be held only to:
- (i) Consult with the association's attorney concerning legal matters;
- (ii) Discuss existing or potential litigation or mediation, arbitration, or administrative proceedings;
  - (iii) Discuss labor or personnel matters;
- (iv) Discuss contracts, leases, and other commercial transactions to purchase or provide goods or services currently being negotiated, including the review of bids or proposals, if premature general knowledge of those matters would place the association at a disadvantage; or
- (v) Prevent public knowledge of the matter to be discussed if the board or committee determines that public knowledge would violate the privacy of any person.
- (c) For purposes of this subsection, a gathering of members of the board or committees at which the board or committee members do not conduct association business is not a meeting of the board or committee. Board members and committee members may not use incidental or social gatherings to evade the open meeting requirements of this subsection.
- (d) During the period of declarant control, the board must meet at least four times a year. At least one of those meetings must be held at the common interest community or at a place convenient to the community. After the transition meeting, all board meetings must be at the common interest community or at a place convenient to the common interest community unless the unit owners amend the bylaws to vary the location of those meetings.
- (e) At each board meeting, the board must provide a reasonable opportunity for unit owners to comment regarding matters affecting the common interest community and the association.
- (f) Unless the meeting is included in a schedule given to the unit owners ((er the meeting is called to deal with an emergency)), the secretary or other officer specified in the organizational documents must provide notice of each board meeting to each board member and to the unit owners. The notice must be given at least ((fourteen))14 days before the meeting and must state the time, date, place, and agenda of the meeting.
- (g) If any materials are distributed to the board before the meeting, the board must make copies of those materials reasonably available to the unit owners, except that the board need not make available copies of unapproved minutes or materials that are to be considered in executive session.
- (h) Unless the organizational documents provide otherwise, fewer than all board members may participate in a regular or special meeting by or conduct a meeting through the use of any means of communication by which all board members participating can hear each other during the meeting. A board member participating in a meeting by these means is deemed to be present in person at the meeting.
- (i) Unless the organizational documents provide otherwise, the board may meet by participation of all board members by

telephonic, video, or other conferencing process if:

- (i) The meeting notice states the conferencing process to be used and provides information explaining how unit owners may participate in the conference directly or by meeting at a central location or conference connection; and
- (ii) The process provides all unit owners the opportunity to hear or perceive the discussion and to comment as provided in (e) of this subsection.
- (j) After the transition meeting, unit owners may amend the organizational documents to vary the procedures for meetings described in (i) of this subsection.
- (k) ((Instead of)) Prior to the transition meeting, without a meeting, the board may act by unanimous consent as documented in a record by all its members. Actions taken by unanimous consent must be kept as a record of the association with the meeting minutes. After the transition meeting, the board may act by unanimous consent only to undertake ministerial actions, actions subject to ratification by the unit owners, or to implement actions previously taken at a meeting of the board.
- (1) A board member who is present at a board meeting at which any action is taken is presumed to have assented to the action taken unless the board member's dissent or abstention to such action is lodged with the person acting as the secretary of the meeting before adjournment of the meeting or provided in a record to the secretary of the association immediately after adjournment of the meeting. The right to dissent or abstain does not apply to a board member who voted in favor of such action at the meeting.

(m) A board member may not vote by proxy or absentee ballot.

- (n) Even if an action by the board is not in compliance with this section, it is valid unless set aside by a court. ((A challenge to the validity of an action of the board for failure)) An action seeking relief for failure of the board to comply with this section may not be brought more than ((ninety))  $\underline{90}$  days after the minutes of the board of the meeting at which the action was taken are approved or the record of that action is distributed to unit owners, whichever is later.
- (3) Minutes of all unit owner meetings and board meetings, excluding executive sessions, must be maintained in a record. The decision on each matter voted upon at a board meeting or unit owner meeting must be recorded in the minutes.

Sec. 317. RCW 64.90.455 and 2018 c 277 s 312 are each amended to read as follows:

(1) ((Unit owners may vote at a meeting in person, by absentee ballot pursuant to subsection (3)(d) of this section, or by a proxy pursuant to subsection (5) of this section.) Unit owners may vote at a meeting under subsection (2) or (3) of this section or, when a vote is conducted without a meeting, by ballot in the manner provided in subsection (4) of this section.

- (2) ((When a vote is conducted without a meeting, unit owners may vote by ballot pursuant to subsection (6) of this section.
- $\frac{3}{3}$ )) At a meeting of unit owners the following requirements apply:
- (a) ((Unit owners or their proxies who are present in person))Unless the declaration or bylaws otherwise provide, and except as provided in subsection (9) of this section, unit owners or their proxy holders may vote by voice vote, show of hands, standing, written ballot, or any other method ((for determining the votes of unit owners, as designated by the person presiding))authorized at the meeting.
- (b) ((If only one of several unit owners of a unit is present, that unit owner is entitled to cast all the votes allocated to that unit. If more than one of the unit owners are present, the votes allocated to that unit may be cast only in accordance with the agreement of a majority in interest of the unit owners, unless the declaration expressly provides otherwise. There is a majority agreement if any one of the unit owners casts the votes allocated to the unit without protest being made promptly to the person presiding over the meeting by any of the other unit owners of the unit.)) If unit owners attend the meeting by a means of communication under RCW 64.90.445(1) (e) or (f), the association shall implement reasonable measures to verify the identity of each unit owner attending remotely.
- (c) ((Unless a greater number or fraction of the votes in the association is required under this chapter or the declaration or organizational documents, a majority of the votes cast determines the outcome of any action of the association.
- $\frac{(d)}{(d)}$ ) Whenever proposals or board members are to be voted upon at a meeting, a unit owner may vote by duly executed absentee ballot if:
- (i) The name of each candidate and the text of each proposal to be voted upon are set forth in a writing accompanying or contained in the notice of meeting; and
- (ii) A ballot is provided by the association for such purpose.
- ((4+))(d) When a unit owner votes by absentee ballot <u>under (c) of this subsection</u>, the association must be able to verify that the ballot is cast by the unit owner having the right to do so.
- (((5) Except as provided otherwise in))
  (3) Unless the declaration or organizational documents otherwise provide, unit owners may vote by proxy subject to the following requirements ((apply with respect to proxy voting)):
- (a) Votes allocated to a unit may be cast pursuant to a directed or undirected proxy duly executed by a unit owner in the same manner as provided in RCW 24.06.110.
- (b) ((If a unit is owned by more than one person, each unit owner of the unit may vote or register protest to the casting of votes by the other unit owners of the unit through a duly executed proxy.)) When a unit owner votes by proxy, the association shall implement reasonable measures to verify the identity of the unit owner and the proxy holder.
- holder.

  (c) A unit owner may revoke a proxy given pursuant to this section only by actual

notice of revocation to the secretary or the person presiding over a meeting of the association or by delivery of a subsequent proxy. The death or disability of a unit owner does not revoke a proxy given by the unit owner unless the person presiding over the meeting has actual notice of the death or disability.

(d) A proxy is void if it is not dated or purports to be revocable without notice.

(e) Unless stated otherwise in the proxy, a proxy terminates ((eleven))11 months after

its date of issuance.

- (((6+))) (4) Unless ((prohibited or limited by)) the declaration or organizational documents otherwise provide, an association may conduct a vote without a meeting. ((In that event, the)) The following requirements apply:
- (a) The association must notify the unit owners that the vote will be taken by ballot without a meeting.

(b) The notice <u>under (a) of this subsection</u> must state:

- (i) The time and date by which a ballot must be delivered to the association to be counted, which may not be fewer than ((fourteen)) 14 days after the date of the notice, and which deadline may be extended in accordance with (g) of this subsection;
- (ii) ((The percent of votes necessary to meet the quorum requirements;

(iii))) The percent of votes necessary to approve each matter other than election of board members; and

 $((\frac{\text{(iv)}}{\text{)}}))\frac{\text{(iii)}}{\text{(iii)}}$  The time, date, and manner by which unit owners wishing to deliver information to all unit owners regarding the subject of the vote may do so.

(c) The association must deliver ((a ballot to every unit owner)) with the notice under (a) of this subsection:

(i) Instructions for casting a ballot;

- (ii) A ballot in a tangible medium to every unit owner except a unit owner that has consented in a record to electronic voting; and
- (iii) If the association allows electronic voting, instructions for electronic voting.
- (d) The ballot must set forth each proposed action and provide an opportunity to vote for or against the action.
- (e) A <u>unit owner may revoke a</u> ballot cast pursuant to this section ((<u>may be revoked</u>)) before the date and time under (b) of this subsection by which the ballot must be delivered to the association only by actual notice to the association of revocation. The death or disability of a unit owner does not revoke a ballot unless the association has actual notice of the death or disability prior to the date set forth in (b)(i) of this subsection.

(f) Approval by ballot pursuant to this subsection is valid only if the number of votes cast by ballot equals or exceeds the quorum required to be present at a meeting authorizing the action.

(g) If the association does not receive a sufficient number of votes to constitute a quorum or to approve the proposal by the date and time established for return of ballots, the board may extend the deadline for a reasonable period not to exceed ((eleven))11 months upon further notice to

all members in accordance with (b) of this subsection. In that event, all votes previously cast on the proposal must be counted unless subsequently revoked as provided in this section.

(h) A ballot or revocation is not effective until received by the association.

- (i) The association must give notice to unit owners of any action taken pursuant to this subsection within a reasonable time after the action is taken.
- (j) When an action is taken pursuant to this subsection, a record of the action, including the ballots or a report of the persons appointed to tabulate such ballots, must be kept with the minutes of meetings of the association.
- (((7)))(k) The association shall implement reasonable measures to verify that each ballot in a tangible medium and electronic ballot is cast by the unit owner having a right to do so.

(1) A unit owner consents to electronic voting by delivering to the association a record indicating such consent or by casting an electronic ballot.

(m) An association that allows electronic ballots shall create a record of electronic votes capable of retention, retrieval, and review.

- (5) If the governing documents require that votes on specified matters affecting the common interest community be cast by lessees rather than unit owners of leased units:
- (a) This section applies to lessees as if they were unit owners;
- (b) Unit owners that have leased their units to other persons may not cast votes on those specified matters; and
- (c) Lessees are entitled to notice of meetings, access to records, and other rights respecting those matters as if they were unit owners.
- $((\frac{(8)}{0}))$  (6) Unit owners must also be given notice((r) in the manner provided in RCW  $64.90.515_{T}$ )) of all meetings at which lessees may be entitled to vote.
- $((\frac{(9)}{)})(\frac{7}{)}$  In any vote of the unit owners, votes allocated to a unit owned by the association must be cast in the same proportion as the votes cast on the matter by unit owners other than the association.
- (8) (a) Unless a different number or fraction of the votes in an association is required by this chapter or the declaration, a majority of the votes cast determines the outcome of a vote taken at a meeting or without a meeting.

(b) If a unit is owned by more than one person and:

- (i) Only one owner casts a vote, that vote must be counted as casting all votes allocated to the unit by the declaration; and
- (ii) More than one owner casts a vote for the unit, no vote from any owner of the unit may be counted unless the declaration provides a manner for allocating votes cast by multiple owners of a unit.
- (9) Notwithstanding any other law or provision of the governing documents, the following votes of unit owners shall be conducted by secret ballot: (a) Election of board members; (b) removal of board members or officers; (c) amendments to the

declaration or governing documents; or (d) unit owner approval of an amendment to the declaration for the reallocation of a common element as a limited common element for the exclusive use of an owner's unit pursuant to RCW 64.90.240.

Sec. 318. RCW 64.90.485 and 2023 c 214 s 7 are each amended to read as follows:

- (1) The association has a statutory lien on each unit for any unpaid assessment against the unit from the time such assessment is due.
- (2) A lien under this section has priority over all other liens and encumbrances on a unit except:
- (a) Liens and encumbrances recorded before the recordation of the declaration and, in a cooperative, liens and encumbrances that the association creates, assumes, or takes subject to;
- (b) Except as otherwise provided in subsection (3) of this section, a security interest on the unit recorded before the date on which the unpaid assessment became due or, in a cooperative, a security interest encumbering only the unit owner's interest and perfected before the date on which the unpaid assessment became due; and
- (c) Liens for real estate taxes and other state or local governmental assessments or charges against the unit or cooperative.
- (3)(a) A lien under this section also has priority over the security interests described in subsection (2)(b) of this section to the extent of an amount equal to the following:
- (i) The common expense assessments, excluding any amounts for capital improvements, based on the periodic budget adopted by the association pursuant to RCW 64.90.480(1), along with any specially allocated assessments that are properly assessable against the unit under such periodic budget, which would have become due in the absence of acceleration during the six months immediately preceding the institution of proceedings to foreclose either the association's lien or a security interest described in subsection (2)(b) of this section;
- (ii) The association's actual costs and reasonable attorneys' fees incurred in foreclosing its lien but incurred after the giving of the notice described in (a)(iii) of this subsection; provided, however, that the costs and reasonable attorneys' fees that will have priority under this subsection (3)(a)(ii) shall not exceed \$2,000 or an amount equal to the amounts described in (a)(i) of this subsection, whichever is less;
- (iii) The amounts described in (a)(ii) of this subsection shall be prior only to the security interest of the holder of a security interest on the unit recorded before the date on which the unpaid assessment became due and only if the association has given that holder not less than 60 days' prior written notice that the owner of the unit is in default in payment of an assessment. The notice shall contain:
  - (A) Name of the borrower;
- (B) Recording date of the trust deed or mortgage;

- (C) Recording information;
- (D) Name of condominium, unit owner, and unit designation stated in the declaration or applicable supplemental declaration;
  - (E) Amount of unpaid assessment; and
- (F) A statement that failure to, within 60 days of the written notice, submit the association payment of six months of assessments as described in (a)(i) of this subsection will result in the priority of the amounts described in (a)(ii) of this subsection; and
- (iv) Upon payment of the amounts described in (a)(i) and (ii) of this subsection by the holder of a security interest, the association's lien described in this subsection (3)(a) shall thereafter be fully subordinated to the lien of such holder's security interest on the unit.
  - (b) For the purposes of this subsection:
- (i) "Institution of proceedings" means either:
- (A) The date of recording of a notice of trustee's sale by a deed of trust beneficiary;
- (B) The date of commencement, pursuant to applicable court rules, of an action for judicial foreclosure either by the association or by the holder of a recorded security interest; or
- (C) The date of recording of a notice of intention to forfeit in a real estate contract forfeiture proceeding by the vendor under a real estate contract.
- (ii) "Capital improvements" does not include making, in the ordinary course of management, repairs to common elements or replacements of the common elements with substantially similar items, subject to: (A) Availability of materials and products, (B) prevailing law, or (C) sound engineering and construction standards then prevailing.
- (c) The adoption of a periodic budget that purports to allocate to a unit any fines, late charges, interest, attorneys' fees and costs incurred for services unrelated to the foreclosure of the association's lien, other collection charges, or specially allocated assessments assessed under RCW 64.90.480 (6) or (7) does not cause any such items to be included in the priority amount affecting such unit.
- (4) Subsections (2) and (3) of this section do not affect the priority of mechanics' or material suppliers' liens to the extent that law of this state other than chapter 277, Laws of 2018 gives priority to such liens, or the priority of liens for other assessments made by the association.
- (5) A lien under this section is not subject to chapter 6.13 RCW.
- (6) If the association forecloses its lien under this section nonjudicially pursuant to chapter 61.24 RCW, as provided under subsection (13) of this section, the association is not entitled to the lien priority provided for under subsection (3) of this section, and is subject to the limitations on deficiency judgments as provided in chapter 61.24 RCW.
- (7) Unless the declaration provides otherwise, if two or more associations have liens for assessments created at any time on the same property, those liens have equal priority as to each other, and any

foreclosure of one such lien shall not affect the lien of the other.

- (8) Recording of the declaration constitutes record notice and perfection of the statutory lien created under this section. Further notice or recordation of any claim of lien for assessment under this section is not required, but is not prohibited.
- (9) A lien for unpaid assessments and the personal liability for payment of those assessments are extinguished unless proceedings to enforce the lien or collect the debt are instituted within six years after the full amount of the assessments sought to be recovered becomes due.
- (10) This section does not prohibit actions against unit owners to recover sums for which subsection (1) of this section creates a lien or prohibit an association from taking a deed in lieu of foreclosure.
- (11) The association upon written request must furnish to a unit owner or a mortgagee a statement signed by an officer or authorized agent of the association setting forth the amount of unpaid assessments or the priority amount against that unit, or both. The statement must be furnished within 15 days after receipt of the request and is binding on the association, the board, and every unit owner unless, and to the extent, known by the recipient to be false. The liability of a recipient who reasonably relies upon the statement must not exceed the amount set forth in any statement furnished pursuant to this section or RCW 64.90.640(1)(b).
- (12) In a cooperative, upon nonpayment of an assessment on a unit, the unit owner may be evicted in the same manner as provided by law in the case of an unlawful holdover by a commercial tenant, and the lien may be foreclosed as provided under this section.
- (13) The association's lien may be foreclosed in accordance with (a) and (b) of this subsection.
- (a) In a common interest community other than a cooperative, the association's lien may be foreclosed judicially in accordance with chapter 61.12 RCW, subject to any rights of redemption under chapter 6.23 RCW.
- (b) The lien may be enforced nonjudicially in the manner set forth in chapter 61.24 RCW for nonjudicial foreclosure of deeds of trust if the declaration: Contains a grant of the common interest community in trust to a trustee qualified under RCW 61.24.010 to secure the obligations of the unit owners to the association for the payment of assessments, contains a power of sale, provides in its the units that are not used principally for agricultural purposes, and provides that the power of sale is operative in the case of a default in the obligation to pay assessments. The association or its authorized representative may purchase the unit at the foreclosure sale and acquire, hold, lease, mortgage, or convey the unit. Upon an express waiver in the complaint of any right to a deficiency judgment in a judicial foreclosure action, the period of redemption is eight months.
- (c) In a cooperative in which the unit owners' interests in the units are real estate, the association's lien must be

- foreclosed in like manner as a mortgage on real estate or by power of sale under (b) of this subsection.
- (d) In a cooperative in which the unit owners' interests in the units are personal property, the association's lien must be foreclosed in like manner as a security interest under chapter 62A.9A RCW.
- (e) No member of the association's board, or their immediate family members or affiliates, are eligible to bid for or purchase, directly or indirectly, any interest in a unit at a foreclosure of the association's lien. For the purposes of this subsection, "immediate family member" includes spouses, domestic partners, children, siblings, parents, parents-in-law, and stepfamily members; and "affiliate" of a board member includes any person controlled by the board member, including any entity in which the board member is a general partner, or director. Nothing in this subsection prohibits an association from bidding for or purchasing interest in a unit at a foreclosure of the association's lien.
- (14) If the unit owner's interest in a unit in a cooperative is real estate, the following requirements apply:
- (a) The association, upon nonpayment of assessments and compliance with this subsection, may sell that unit at a public sale or by private negotiation, and at any time and place. The association must give to the unit owner and any lessee of the unit owner reasonable notice in a record of the time, date, and place of any public sale or, if a private sale is intended, of the intention of entering into a contract to sell and of the time and date after which a private conveyance may be made. Such notice must also be sent to any other person that has a recorded interest in the unit that would be cut off by the sale, but only if the recorded interest was on record seven weeks before the date specified in the notice as the date of any public sale or seven weeks before the date specified in the notice as the date after which a private sale may be made. The notices required under this subsection may be sent to any address reasonable in the circumstances. A sale may not be held until five weeks after the sending of the notice. The association may buy at any public sale and, if the sale is conducted by a fiduciary or other person not related to the association, at a private sale.
- (b) Unless otherwise agreed to or as stated in this section, the unit owner is liable for any deficiency in a foreclosure sale
- - (i) The reasonable expenses of sale;
- (ii) The reasonable expenses of securing possession before sale; the reasonable expenses of holding, maintaining, and preparing the unit for sale, including payment of taxes and other governmental charges and premiums on insurance; and, to the extent provided for by agreement between the association and the unit owner, reasonable attorneys' fees, costs, and other legal expenses incurred by the association;

- (iii) Satisfaction of the association's lien;
- (iv) Satisfaction in the order of priority of any subordinate claim of record; and
- (v) Remittance of any excess to the unit owner.
- A good-faith purchaser for value acquires the unit free of the association's debt that gave rise to the lien under which foreclosure sale occurred and any dinate interest, even though the subordinate interest, association or other person conducting the sale failed to comply with this section. The person conducting the sale must execute a conveyance to the purchaser sufficient to convey the unit and stating that it is executed by the person after a foreclosure of the association's lien by power of sale and that the person was empowered to make the sale. Signature and title or authority of the person signing the conveyance as grantor and a recital of the facts of nonpayment of the assessment and of the giving of the notices required under this subsection are sufficient proof of the facts recited and of the authority to sign. Further proof of authority is not required even though the association is named as grantee in the conveyance.
- (e) At any time before the association has conveyed a unit in a cooperative or entered into a contract for its conveyance under the power of sale, the unit owners or the holder of any subordinate security interest may cure the unit owner's default and prevent sale or other conveyance by tendering the performance due under the security agreement, including any amounts due because of exercise of a right to accelerate, plus the reasonable expenses of proceeding to foreclosure incurred to the time of tender, including reasonable attorneys' fees and costs of the creditor.
- (15) In an action by an association to collect assessments or to foreclose a lien on a unit under this section, the court may appoint a receiver to collect all sums alleged to be due and owing to a unit owner before commencement or during pendency of the action. The receivership is governed under chapter 7.60 RCW. During pendency of the action, the court may order the receiver to pay sums held by the receiver to the association for any assessments against the unit. The exercise of rights under this subsection by the association does not affect the priority of preexisting liens on the unit.
- (16) Except as provided in subsection (3) of this section, the holder of a mortgage or other purchaser of a unit who obtains the right of possession of the unit through foreclosure is not liable for assessments or installments of assessments that became due prior to such right of possession. Such unpaid assessments are deemed to be common expenses collectible from all the unit owners, including such mortgagee or other purchaser of the unit. Foreclosure of a mortgage does not relieve the prior unit owner of personal liability for assessments accruing against the unit prior to the date of such sale as provided in this subsection.
- (17) In addition to constituting a lien on the unit, each assessment is the joint

and several obligation of the unit owner of the unit to which the same are assessed as of the time the assessment is due. A unit owner may not exempt himself or herself from liability for assessments. In a voluntary conveyance other than by foreclosure, the grantee of a unit is jointly and severally liable with the grantor for all unpaid assessments against the grantor up to the time of the grantor's conveyance, without prejudice to the grantee's right to recover from the grantor the amounts paid by the grantee. Suit to recover a personal judgment for any delinquent assessment is maintainable in any court of competent jurisdiction without foreclosing or waiving the lien securing such sums.

(18) The association may from time to time establish reasonable late charges and a rate of interest to be charged, not to exceed the maximum rate calculated under RCW 19.52.020, on all subsequent delinquent assessments or installments of assessments. If the association does not establish such a rate, delinquent assessments bear interest from the date of delinquency at the maximum rate calculated under RCW 19.52.020 on the date on which the assessments became delinquent.

(19) The association is entitled to recover any costs and reasonable attorneys' fees incurred in connection with the collection of delinquent assessments, whether or not such collection activities result in a suit being commenced or prosecuted to judgment. The prevailing party is also entitled to recover costs and reasonable attorneys' fees in such suits, including any appeals, if it prevails on appeal and in the enforcement of a judgment.

(20) To the extent not inconsistent with this section, the declaration may provide for such additional remedies for collection of assessments as may be permitted by law.

(21)(a) When the association mails to the unit owner by first-class mail the first notice of delinquency for past due assessments to the unit address and to any other address that the owner has provided to the association, the association shall include a first preforeclosure notice that states as follows:

## THIS IS A NOTICE OF DELINQUENCY FOR PAST DUE ASSESSMENTS

FROM THE UNIT OWNERS ASSOCIATION TO WHICH YOUR HOME BELONGS.

THIS NOTICE IS ONE STEP IN A PROCESS THAT COULD RESULT IN YOUR LOSING YOUR HOME.

CONTACT A HOUSING COUNSELOR OR AN ATTORNEY

LICENSED IN WASHINGTON NOW to assess your situation and refer you to mediation if you might benefit. DO NOT DELAY.

**BE CAREFUL** of people who claim they can help you. There are many individuals and businesses that prey upon borrowers in distress.

 $\ensuremath{\mathsf{REFER}}$  TO THE CONTACTS BELOW for sources of assistance.

#### SEEKING ASSISTANCE

Housing counselors and legal assistance may be available at little or no cost to you. If you would like assistance in determining your rights and opportunities to keep your house, you may contact the following:

The statewide foreclosure hotline for assistance and referral to housing counselors recommended by the Housing Finance Commission

The United States Department of Housing and Urban Development

The statewide civil legal aid hotline for assistance and referrals to other housing counselors and attorneys

(b) If, when a delinquent account is referred to an association's attorney, the first preforeclosure notice required under (a) of this subsection has not yet been mailed to the unit owner, the association or the association's attorney shall mail the first preforeclosure notice to the unit owner in order to satisfy the requirement in

(a) of this subsection.

notice.

- (c) Mailing the first preforeclosure notice pursuant to (a) of this subsection does not satisfy the requirement in subsection (22) (b) of this section to mail a second preforeclosure notice at or after the date that assessments have become past due for at least 90 days. The second preforeclosure notice may not be mailed sooner than 60 days after the first preforeclosure notice is mailed.
- (22) An association may not commence an action to foreclose a lien on a unit under this section unless:
- (a) The unit owner, at the time the action is commenced, owes at least a sum equal to the greater of:
- (i) Three months or more of assessments, not including fines, late charges, interest, attorneys' fees, or costs incurred by the association in connection with the collection of a delinquent owner's account; or
- (ii) \$2,000 of assessments, not including fines, late charges, interest, attorneys' fees, or costs incurred by the association in connection with the collection of a delinquent owner's account;
- (b) At or after the date that assessments have become past due for at least 90 days, but no sooner than 60 days after the first preforeclosure notice required in subsection (21)(a) of this section is mailed, the association has mailed, by first-class mail, to the owner, at the unit address and to any other address which the owner has provided to the association, a second notice of delinquency, which must include a second preforeclosure notice that contains the same information as the first preforeclosure notice provided to the owner pursuant to subsection (21)(a) of this section. The second preforeclosure notice may not be mailed sooner than 60 days after the first preforeclosure notice required in subsection (21)(a) of this section is mailed;
- (c) At least 180 days have elapsed from the date the minimum amount required in (a) of this subsection has accrued; and

- (d) The board approves commencement of a foreclosure action specifically against that unit.  $\,$
- (23) Every aspect of a collection, foreclosure, sale, or other conveyance under this section, including the method, advertising, time, date, place, and terms, must be commercially reasonable.

Sec. 319. RCW 64.90.485 and 2023 c 214 s 8 are each amended to read as follows:

- (1) The association has a statutory lien on each unit for any unpaid assessment against the unit from the time such assessment is due.
- (2) A lien under this section has priority over all other liens and encumbrances on a unit except:
- (a) Liens and encumbrances recorded before the recordation of the declaration and, in a cooperative, liens and encumbrances that the association creates, assumes, or takes subject to;
- assumes, or takes subject to;
  (b) Except as otherwise provided in subsection (3) of this section, a security interest on the unit recorded before the date on which the unpaid assessment became due or, in a cooperative, a security interest encumbering only the unit owner's interest and perfected before the date on which the unpaid assessment became due; and

(c) Liens for real estate taxes and other state or local governmental assessments or charges against the unit or cooperative.

- (3)(a) A lien under this section also has priority over the security interests described in subsection (2)(b) of this section to the extent of an amount equal to the following:
- (i) The common expense assessments, excluding any amounts for capital improvements, based on the periodic budget adopted by the association pursuant to RCW 64.90.480(1), along with any specially allocated assessments that are properly assessable against the unit under such periodic budget, which would have become due in the absence of acceleration during the six months immediately preceding the institution of proceedings to foreclose either the association's lien or a security interest described in subsection (2)(b) of this section;
- (ii) The association's actual costs and reasonable attorneys' fees incurred in foreclosing its lien but incurred after the giving of the notice described in (a)(iii) of this subsection; provided, however, that the costs and reasonable attorneys' fees that will have priority under this subsection (3)(a)(ii) shall not exceed \$2,000 or an amount equal to the amounts described in (a)(i) of this subsection, whichever is less;
- (iii) The amounts described in (a)(ii) of this subsection shall be prior only to the security interest of the holder of a security interest on the unit recorded before the date on which the unpaid assessment became due and only if the association has given that holder not less than 60 days' prior written notice that the owner of the unit is in default in payment of an assessment. The notice shall contain:
  - (A) Name of the borrower;

- (B) Recording date of the trust deed or mortgage;
  - (C) Recording information;
- (D) Name of condominium, unit owner, and unit designation stated in the declaration or applicable supplemental declaration;
  - (E) Amount of unpaid assessment; and
- (F) A statement that failure to, within 60 days of the written notice, submit the association payment of six months assessments as described in (a)(i) of this subsection will result in the priority of the amounts described in (a)(ii) of this subsection; and
- payment of the Upon amounts described in (a)(i) and (ii) of this subsection by the holder of a security interest, the association's lien described in this subsection (3)(a) shall thereafter be fully subordinated to the lien of such holder's security interest on the unit.
  (b) For the purposes of this subsection:
- "Institution of proceedings" means (i) either:
- (A) The date of recording of a notice of trustee's sale by a deed of trust beneficiary;
- (B) The date of commencement, pursuant to applicable court rules, of an action for foreclosure either by the association or by the holder of a recorded security interest; or
- (C) The date of recording of a notice of intention to forfeit in a real estate contract forfeiture proceeding by the vendor under a real estate contract.
- (ii) "Capital improvements" does not include making, in the ordinary course of management, repairs to common elements or replacements of the common elements with substantially similar items, subject to: (A) Availability of materials and products, (B) prevailing law, or (C) sound engineering and construction standards then prevailing.
- (c) The adoption of a periodic budget that purports to allocate to a unit any fines, late charges, interest, attorneys' fees and costs incurred for services unrelated to the foreclosure of the association's lien, other collection charges, or specially allocated assessments assessed under RCW 64.90.480 (6) or (7) does not cause any such items to be included in the priority amount affecting such unit.
- (4) Subsections (2) and (3) of this section do not affect the priority of mechanics' or material suppliers' liens to the extent that law of this state other than chapter 277, Laws of 2018 gives priority to such liens, or the priority of liens for other assessments made by the association.
- (5) A lien under this section is not subject to chapter 6.13 RCW.
- (6) If the association forecloses its lien under this section nonjudicially pursuant to chapter  $61.24~{\rm RCW}$ , as provided under subsection (13) of this section, the association is not entitled to the lien priority provided for under subsection (3) of this section, and is subject to the limitations on deficiency judgments as provided in chapter 61.24 RCW.
- (7) Unless the declaration provides otherwise, if two or more associations have liens for assessments created at any time on  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left$ the same property, those liens have equal

- priority as to each other, and foreclosure of one such lien shall priority as anv not affect the lien of the other.
- (8) Recording of the declaration constitutes record notice and perfection of the statutory lien created under this section. Further notice or recordation of any claim of lien for assessment under this section is not required, but is prohibited.
- (9) A lien for unpaid assessments and the personal liability for payment of those extinguished assessments are proceedings to enforce the lien or collect the debt are instituted within six years after the full amount of the assessments sought to be recovered becomes due.
- (10) This section does not actions against unit owners to recover sums for which subsection (1) of this section creates a lien or prohibit an association from taking a deed in lieu of foreclosure.
- (11) The association upon written request must furnish to a unit owner or a mortgagee a statement signed by an officer authorized agent of the association setting forth the amount of unpaid assessments or the priority amount against that unit, both. The statement must be furnished within 15 days after receipt of the request and is binding on the association, the board, and every unit owner unless, and to the extent, known by the recipient to be false. The liability of a recipient who reasonably relies upon the statement must not exceed the amount set forth in any statement furnished pursuant to this section or RCW 64.90.640(1)(b).
- (12) In a cooperative, upon nonpayment of an assessment on a unit, the unit owner may be evicted in the same manner as provided by law in the case of an unlawful holdover by a commercial tenant, and the lien may be foreclosed as provided under this section.
- (13) The association's lien may foreclosed in accordance with (a) and (b) of this subsection.
- (a) In a common interest community other than a cooperative, the association's lien may be foreclosed judicially in accordance with chapter 61.12 RCW, subject to any rights of redemption under chapter 6.23 RCW.
- The lien may be enforced (b) nonjudicially in the manner set forth in chapter 61.24 RCW for nonjudicial foreclosure of deeds of trust if the declaration: Contains a grant of the common interest community in trust to a trustee qualified under RCW 61.24.010 to secure the obligations of the unit owners to the association for the payment of assessments, contains a power of sale, provides in its terms that the units are not used principally for agricultural purposes, and provides that the power of sale is operative in the case of a default in the obligation to pay assessments. The association or its authorized representative may purchase the unit at the foreclosure sale and acquire, hold, lease, mortgage, or convey the unit. Upon an express waiver in the complaint of any right to a deficiency judgment in a judicial foreclosure action, the period of redemption is eight months.
- (c) In a cooperative in which the unit owners' interests in the units are real

estate, the association's lien must be foreclosed in like manner as a mortgage on real estate or by power of sale under (b) of this subsection.

- (d) In a cooperative in which the unit owners' interests in the units are personal property, the association's lien must be foreclosed in like manner as a security interest under chapter 62A.9A RCW.
- (e) No member of the association's board, or their immediate family members or affiliates, are eligible to bid for or purchase, directly or indirectly, any interest in a unit at a foreclosure of the association's lien. For the purposes of this subsection, "immediate family member" includes spouses, domestic partners, children, siblings, parents, parents-in-law, and stepfamily members; and "affiliate" of a board member includes any person controlled by the board member, including any entity in which the board member is a general partner, or director. Nothing in this subsection prohibits an association from bidding for or purchasing interest in a unit at a foreclosure of the association's lien.

(14) If the unit owner's interest in a unit in a cooperative is real estate, the following requirements apply:

- (a) The association, upon nonpayment of assessments and compliance with this subsection, may sell that unit at a public sale or by private negotiation, and at any time and place. The association must give to the unit owner and any lessee of the unit owner reasonable notice in a record of the time, date, and place of any public sale or, if a private sale is intended, of the intention of entering into a contract to sell and of the time and date after which a private conveyance may be made. Such notice must also be sent to any other person that has a recorded interest in the unit that would be cut off by the sale, but only if the recorded interest was on record seven weeks before the date specified in the notice as the date of any public sale or seven weeks before the date specified in the notice as the date after which a private sale may be made. The notices required under this subsection may be sent to any address reasonable in the circumstances. A sale may
- sale.

  (b) Unless otherwise agreed to or as stated in this section, the unit owner is liable for any deficiency in a foreclosure sale.

not be held until five weeks after the

sending of the notice. The association may buy at any public sale and, if the sale is

conducted by a fiduciary or other person not related to the association, at a private

- (c) The proceeds of a foreclosure sale must be applied in the following order:
  - (i) The reasonable expenses of sale;
- (ii) The reasonable expenses of securing possession before sale; the reasonable expenses of holding, maintaining, and preparing the unit for sale, including payment of taxes and other governmental charges and premiums on insurance; and, to the extent provided for by agreement between the association and the unit owner, reasonable attorneys' fees, costs, and other legal expenses incurred by the association;

- (iii) Satisfaction of the association's lien;
- (iv) Satisfaction in the order of priority of any subordinate claim of record; and
- (v) Remittance of any excess to the unit owner.
- A good-faith purchaser for value (d) acquires the unit free of the association's debt that gave rise to the lien under which foreclosure sale occurred and any subordinate interest, even though t.he association or other person conducting the sale failed to comply with this section. The person conducting the sale must execute a conveyance to the purchaser sufficient to convey the unit and stating that it is executed by the person after a foreclosure of the association's lien by power of sale and that the person was empowered to make the sale. Signature and title or authority of the person signing the conveyance as grantor and a recital of the facts of nonpayment of the assessment and of the giving of the notices required under this subsection are sufficient proof of the facts recited and of the authority to sign. Further proof of authority is not required even though the association is named as grantee in the conveyance.
- (e) At any time before the association has conveyed a unit in a cooperative or entered into a contract for its conveyance under the power of sale, the unit owners or the holder of any subordinate security interest may cure the unit owner's default and prevent sale or other conveyance by tendering the performance due under the security agreement, including any amounts due because of exercise of a right to accelerate, plus the reasonable expenses of proceeding to foreclosure incurred to the time of tender, including reasonable attorneys' fees and costs of the creditor.
- (15) In an action by an association to collect assessments or to foreclose a lien on a unit under this section, the court may appoint a receiver to collect all sums alleged to be due and owing to a unit owner before commencement or during pendency of the action. The receivership is governed under chapter 7.60 RCW. During pendency of the action, the court may order the receiver to pay sums held by the receiver to the association for any assessments against the unit. The exercise of rights under this subsection by the association does not affect the priority of preexisting liens on the unit.
- (16) Except as provided in subsection (3) of this section, the holder of a mortgage or other purchaser of a unit who obtains the right of possession of the unit through foreclosure is not liable for assessments or installments of assessments that became due prior to such right of possession. Such unpaid assessments are deemed to be common expenses collectible from all the unit owners, including such mortgagee or other purchaser of the unit. Foreclosure of a mortgage does not relieve the prior unit owner of personal liability for assessments accruing against the unit prior to the date of such sale as provided in this subsection.
- (17) In addition to constituting a lien on the unit, each assessment is the joint

and several obligation of the unit owner of the unit to which the same are assessed as of the time the assessment is due. A unit owner may not exempt himself or herself from  $% \left( \left( 1\right) \right) =\left( 1\right) \left( \left( 1\right) \right) \left( 1\right) \left($ liability for assessments. In a voluntary conveyance other than by foreclosure, the grantee of a unit is jointly and severally liable with the grantor for all unpaid assessments against the grantor up to the time of the grantor's conveyance, without prejudice to the grantee's right to recover from the grantor the amounts paid by the grantee. Suit to recover a personal judgment for any delinquent assessment is maintainable in any court of competent jurisdiction without foreclosing or waiving the lien securing such sums.

(18) The association may from time to time establish reasonable late charges and a rate of interest to be charged, not to exceed the maximum rate calculated under RCW 19.52.020, on all subsequent delinquent assessments or installments of assessments. If the association does not establish such a rate, delinquent assessments bear interest from the date of delinquency at the maximum rate calculated under RCW 19.52.020 on the date on which the assessments delinguent.

(19) The association is entitled to recover any costs and reasonable attorneys' fees incurred in connection with the collection of delinquent assessments, whether or not such collection activities result in a suit being commenced or prosecuted to judgment. The prevailing party is also entitled to recover costs and reasonable attorneys' fees in such suits, including any appeals, if it prevails on appeal and in the enforcement of a judgment.

(20) To the extent not inconsistent with this section, the declaration may provide for such additional remedies for collection of assessments as may be permitted by law.

(21) (a) When the association mails to the unit owner by first-class mail the first notice of delinquency for past due assessments to the unit address and to any other address that the owner has provided to the association, the association shall include a first preforeclosure notice that states as follows:

#### THIS IS A NOTICE OF DELINQUENCY FOR PAST DUE ASSESSMENTS

FROM THE UNIT OWNERS ASSOCIATION TO WHICH YOUR HOME BELONGS.

THIS NOTICE IS ONE STEP IN A PROCESS THAT COULD RESULT IN YOUR LOSING YOUR HOME.

CONTACT A HOUSING COUNSELOR OR AN ATTORNEY LICENSED IN WASHINGTON NOW to assess your situation and refer you to mediation if you might benefit. DO NOT DELAY.

BE CAREFUL of people who claim they can help There are many individuals and businesses that prey upon borrowers distress.

REFER TO THE CONTACTS BELOW for sources of assistance.

#### SEEKING ASSISTANCE

Housing counselors and legal assistance may be available at little or no cost to you. If you would like assistance in determining your rights and opportunities to keep your house, you may contact the following:

The statewide foreclosure hotline for assistance and referral to housing counselors recommended by the Housing Finance Commission

Telephone: . Website: . . .

The United States Department of Housing and Urban Development

Telephone: . . Website: . . . . .

The statewide civil legal aid hotline for assistance and referrals to other housing counselors and attorneys

Telephone: . . Website: . . . . . .

The association shall obtain the tollfree numbers and website information from the department of commerce for inclusion in the notice.

- (b) If, when a delinquent account is referred to an association's attorney, the first preforeclosure notice required under (a) of this subsection has not yet been mailed to the unit owner, the association or the association's attorney shall mail the first preforeclosure notice to the unit owner in order to satisfy the requirement in (a) of this subsection.
- (c) Mailing the first preforeclosure notice pursuant to (a) of this subsection does not satisfy the requirement in subsection (22)(b) of this section to mail a second preforeclosure notice at or after the date that assessments have become past due for at least 90 days. The second preforeclosure notice may not be mailed sooner than 60 days after the first preforeclosure notice is mailed.
- (22) An association may not commence an action to foreclose a lien on a unit under this section unless:
- (a) The unit owner, at the time the action is commenced, owes at least a sum equal to the greater of:
- (i) Three months or more of assessments, not including fines, late charges, interest, attorneys' fees, or costs incurred by the association in connection with the collection of a delinquent owner's account;
- (ii) \$2,000 of assessments, not including fines, late charges, interest, attorneys' fees, or costs incurred by the association in connection with the collection of a delinquent owner's account;
- (b) At or after the date that assessments have become past due for at least 90 days, but no sooner than 60 days after the first preforeclosure notice required in subsection (21)(a) of this section is mailed, the association has mailed, by first-class mail, to the owner, at the unit address and to any other address which the owner has provided to the association, a second notice of delinquency, which must include a second preforeclosure notice that contains the same information as the first preforeclosure notice provided to the owner pursuant to subsection (21)(a) of this section. The second preforeclosure notice may not be mailed sooner than 60 days after the first preforeclosure notice required in subsection (21) (a) of this section is mailed;

- (c) At least 90 days have elapsed from the date the minimum amount required in (a) of this subsection has accrued; and
- (d) The board approves commencement of a foreclosure action specifically against that unit.
- (23) Every aspect of a collection, foreclosure, sale, or other conveyance under this section, including the method, advertising, time, date, place, and terms, must be commercially reasonable.
- Sec. 320. RCW 64.90.495 and 2023 c 409 s 4 are each amended to read as follows:

(1) An association must retain the following:

- (a) The current budget, detailed records of receipts and expenditures affecting the operation and administration of the association, and other appropriate accounting records within the last seven years;
- (b) Minutes of all meetings of its unit owners and board other than executive sessions, a record of all actions taken by the unit owners or board without a meeting, and a record of all actions taken by a committee in place of the board on behalf of the association;
- (c) The names of current unit owners, addresses used by the association to communicate with them, and the number of votes allocated to each unit;
- (d) Its original or restated declaration, organizational documents, all amendments to the declaration and organizational documents, and all rules currently in effect;
- (e) All financial statements and tax returns of the association for the past seven years;
- (f) A list of the names and addresses of its current board members and officers;
- (g) Its most recent annual report delivered to the secretary of state, if any;
- (h) Financial and other records sufficiently detailed to enable the association to comply with RCW 64.90.640;
- (i) Copies of contracts to which it is or was a party within the last seven years;
- (j) Materials relied upon by the board or any committee to approve or deny any requests for design or architectural approval for a period of seven years after the decision is made;
- (k) Materials relied upon by the board or any committee concerning a decision to enforce the governing documents for a period of seven years after the decision is made;
- (1) Copies of insurance policies under which the association is a named insured;
- (m) Any current warranties provided to the association;
- (n) Copies of all notices provided to unit owners or the association in accordance with this chapter or the governing documents; ((and))
- (o) Ballots, proxies, absentee ballots, and other records related to voting by unit owners for one year after the election, action, or vote to which they relate;
- (p) Originals or copies of any plans and specifications delivered by the declarant pursuant to RCW 64.90.420(1);

- (q) Originals or copies of any instruments of conveyance for any common elements included within the common interest community but not appurtenant to the units delivered by the declarant pursuant to RCW 64.90.420(1); and
- (2) (a) Subject to subsections (3) through (5) of this section, and except as provided in (b) of this subsection, all records required to be retained by an association must be made available for examination and copying by all unit owners, holders of mortgages on the units, and their respective authorized agents as follows, unless agreed otherwise:
- (i) During reasonable business hours <u>and</u> at the <u>offices of the association or its</u> <u>managing agent</u>, or at a mutually convenient time and location; and
- (ii) ((At the offices of the association or its managing agent))Upon 10 days' notice unless the size of the request or need to redact information reasonably requires a longer time, but in no event later than 21 days without a court order allowing a longer time.
- (b) The list of unit owners required to be retained by an association under subsection (1)(c) of this section is not required to ((be)):
- (i) Be made available for examination and copying by holders of mortgages on the units; or
- (ii) Contain the electronic addresses of unit owners who have elected to keep such addresses confidential pursuant to RCW 64.90.515(3)(a).
- (3) Records retained by an association must have the following information redacted or otherwise removed prior to disclosure:
- (a) Personnel and medical records relating to specific individuals;
- (b) Contracts, leases, and other commercial transactions to purchase or provide goods or services currently being negotiated;
- (c) Existing or potential litigation or mediation, arbitration, or administrative proceedings;
- (d) Existing or potential matters involving federal, state, or local administrative or other formal proceedings before a governmental tribunal for enforcement of the governing documents;
- (e) Legal advice or communications that are otherwise protected by the attorney-client privilege or the attorney work product doctrine, including communications with the managing agent or other agent of the association;
- (f) Information the disclosure of which would violate a court order or law;
- (g) Records of an executive session of the board;
- (h) Individual unit files other than those of the requesting unit owner;
- (i) Unlisted telephone number ((ex))of any unit owner or resident, electronic address of any unit owner that elects to keep such electronic address confidential, or electronic address of any resident;

- (j) Security access information provided to the association for emergency purposes;  $((\Theta r))$
- (k) Agreements that for good cause prohibit disclosure to the members; or
- (1) Any information which would compromise the secrecy of a ballot cast under RCW 64.90.455(9).
- (4) In addition to the requirements in subsection (3) of this section, an association must, prior to disclosure of the list of unit owners required to be retained by an association under subsection (1)(c) of this section, redact or otherwise remove the address of any unit owner or resident who is known to the association to be a participant in the address confidentiality program described in chapter 40.24 RCW or any similar program established by law.
- (5)(a) Except as provided in (b) of this subsection, an association may charge a reasonable fee for producing and providing copies of any records under this section and for supervising the unit owner's inspection.
- (b) A unit owner is entitled to receive a free annual electronic or ((paper))written copy of the list retained under subsection (1)(c) of this section from the association.
- (6) A right to copy records under this section includes the right to receive copies by photocopying or other means, including through an electronic transmission if available upon request by the unit owner.

(7) An association is not obligated to compile or synthesize information.

(8) Information provided pursuant to this section may not be used for commercial purposes.

(9) An association's managing agent must deliver all of the association's original books and records to the association ((immediately)) upon termination of its management relationship with the association, or upon such other demand as is made by the board. Electronic records must be provided within five business days of termination or the board's demand and written records must be provided within 10 business days of termination or the board's demand. An association managing agent may keep copies of the association records at its own expense.

 $\underline{\text{NEW SECTION.}}$  Sec. 321. A new section is added to chapter 64.90 RCW to read as follows:

- (1) In this section, "emergency" means an event or condition or a state of emergency declared by a government for an area that includes the common interest community that constitutes an imminent:
- (a) Threat to the health or safety of the public or residents of the common interest community;
- (b) Threat to the habitability of units; or
- (c) Risk of substantial economic loss to the association.
- (2) In an emergency, this section governs the authority of a board to respond to the emergency. If another provision of this chapter is inconsistent with this section, this section prevails.
- (3) The board may call a unit owner's meeting to respond to an emergency by giving

- notice to the unit owners in a manner that is practicable and appropriate under the circumstances.
- (4) The board may call a board meeting to respond to an emergency by giving notice to the unit owners and board members in a manner that is practicable and appropriate under the circumstances. A quorum is not required for a meeting under this subsection. After giving notice under this subsection, the board may take action by vote without a meeting.
- (5) In an emergency, the board may, without regard to limitations in the governing documents, take action it considers necessary, as a result of the emergency, to protect the interests of the unit owners and other persons holding interests in the common interest community, acting in a manner reasonable under the circumstances.
- (6) If, under subsection (5) of this section, the board determines by a two-thirds vote that a special assessment is necessary:
- (a) The assessment becomes effective immediately or in accordance with the terms of the vote; and
- (b) The board may spend funds paid on the assessment only in accordance with the action taken by the board.
- (7) The board may use funds of the association, including reserves, to pay the reasonable costs of an action under subsection (5) of this section.
- (8) After taking an action under this section, the board shall promptly notify the unit owners of the action in a manner that is practicable and appropriate under the circumstances.

Sec. 322. RCW 64.90.510 and 2018 c 277 s 323 are each amended to read as follows:

(1) (a) An association may not prohibit display of the flag of the United States, or the flag of Washington state, on or within a unit or a limited common element, except that an association may adopt reasonable restrictions pertaining to the time, place, or manner of displaying the flag of the United States necessary to protect a substantial interest of the association.

(b) The association may not prohibit the installation of a flagpole for the display of the flag of the United States, or the flag of Washington state, on or within a unit or a limited common element, except that an association may adopt reasonable rules and regulations pertaining to the location and the size of the flagpole.

- (c) For purposes of this section, "flag of the United States" means the flag of the United States as described in 4 U.S.C. Sec. 1 et seq. that is made of fabric, cloth, or paper. "Flag of the United States" does not mean a flag, depiction, or emblem made of lights, paint, roofing, siding, paving materials, flora, or balloons, or of any similar building, landscaping, or decorative components.
- (2) ((The))An association may not prohibit display of signs, including outdoor signs, regarding candidates for public or association office, or ballot issues, on or within a unit or limited common element, but

place, size, number,))placement and manner of those displays.

(3) The association may not prohibit the installation of a solar energy panel on or within a unit so long as the solar panel:

(a) Meets applicable health and safety standards and requirements imposed by state

and local permitting authorities;

- (b) If used to heat water, is certified t.he solar rating certification corporation or another nationally recognized certification agency. Certification must be for the solar energy panel and installation; and
- (c) If used to produce electricity, meets all applicable safety and performance standards established by the national electric code, the institute of electrical electronics engineers, accredited testing laboratories, such as underwriters laboratories, and, where applicable, rules of the utilities and transportation commission regarding safety and reliability.
- (4) The association may not prohibit unit owner from storing containers for municipal or private collection, such as compost, garbage, and recycling receptacles, <u>in any private garage, side yard, or</u> backyard reserved for the exclusive use of a unit. However, the association may adopt and enforce rules requiring that such receptacles be screened from view and establishing acceptable dates and times that such receptacles may be presented for collection.

- (5) The governing documents may:
  (a) Prohibit the visibility of any part of a roof-mounted solar energy panel above the roof line;
- (b) Permit the attachment of a solar energy panel to the slope of a roof facing a street only if:
- (i) The solar energy panel conforms to the slope of the roof; and
- (ii) The top edge of the solar energy panel is parallel to the roof ridge; and

(c) Require:

- (i) A solar energy panel frame, a support bracket, or any visible piping or wiring to be painted to coordinate with the roofing material:
- (ii) A unit owner or resident to shield a ground-mounted solar energy panel if shielding the panel does not prohibit economic installation of the solar energy panel or degrade the operational performance quality of the solar energy panel by more than ((ten)) 10 percent; and

(iii) Unit owners or residents who install solar energy panels to indemnify or reimburse the association or its members for loss or damage caused by the installation, maintenance, or use of a solar energy panel.

 $((\frac{5}{1}))$  (6) The governing documents may include other reasonable rules regarding the placement and manner of a solar energy

 $((\frac{(6)}{(6)}))$  For purposes of this section, "solar energy panel" means a panel device or system or combination of panel devices or systems that relies on direct sunlight as an energy source, including a panel device or system or combination of panel devices or systems that collects sunlight for use in:

- (a) The heating or cooling of a structure or building;
  - (b) The heating or pumping of water;
- Industrial, (C) commercial, agricultural processes; or

(d) The generation of electricity.

 $((\frac{(+7)}{(+7)}))(\frac{8}{8})$  This section must not be construed to permit installation by a unit owner of a solar panel on or in common elements without approval of the board.

((+8))(9) Unit owners may peacefully assemble on the common elements to consider matters related to the common interest community, but the association may adopt rules governing the time, place, and manner of those assemblies.

 $((\frac{9}{10}))$  An association may adopt rules that affect the use or occupancy of or behavior in units that may be used for residential purposes, only to:

(a) Implement a provision of the declaration;

(b) Regulate any behavior in or occupancy of a unit that violates the declaration or adversely affects the use and enjoyment of other units or the common elements by other occupants; and

(c) Restrict the leasing of residential units to the extent those rules are reasonably designed to meet underwriting requirements of institutional lenders that regularly make loans secured by first mortgages on units in comparable common interest communities or that regularly purchase those mortgages.

**Sec. 323.** RCW 64.90.515 and 2018 c 277 s 324 are each amended to read as follows:

- (1) Notice to the association, board, or any owner or occupant of a unit under this chapter must be provided in the form of a record.
- (2) Notice provided in a tangible medium may be transmitted by mail, private carrier, or personal delivery; telegraph or teletype; or telephone, wire, or wireless equipment that transmits a facsimile of the notice.
- (a) Notice in a tangible medium to an association may be addressed to the  $\ensuremath{\mbox{\sc the}}$ at association's registered agent registered office, to the association at its principal office shown in its most recent annual report or provided by notice to the unit owners, or to the president secretary of the association at the address shown in the association's most recent annual report or provided by notice to the unit owners.
- (b) Notice in a tangible medium to a unit owner or occupant must be addressed to the unit address unless the unit owner or occupant has requested, in a record delivered to the association, that notices be sent to an alternate address or by other method allowed by this section and the governing documents.

in an (3) Notice may be provided electronic transmission as follows:

(a) Notice to unit owners or board members by electronic transmission is effective  $\bar{\text{o}}$ nly upon unit owners and board members who have consented, in the form of a to receive electronically transmitted notices under this chapter and have designated in the consent the address,

location, or system to which such notices may be electronically transmitted, provided that such notice otherwise complies with any other requirements of this chapter and applicable law. An owner's consent under this subsection (3)(a), and any other notice in the form of a record delivered to the association from time to time, may indicate whether the owner elects to keep the owner's electronic address confidential and exempt from disclosure by the association pursuant to RCW 64.90.495(2). Failure to deliver such notice permits disclosure by the association.

- (b) Notice to unit owners or board members under this subsection includes material that this chapter or the governing documents requires or permits to accompany the notice.
- (c) A unit owner or board member who has consented to receipt of electronically transmitted notices may revoke this consent by delivering a revocation to the association in the form of a record.
- (d) The consent of any unit owner or board member is revoked if: The association is unable to electronically transmit two consecutive notices given by the association in accordance with the consent, and this inability becomes known to the secretary of the association or any other person responsible for giving the notice. The inadvertent failure by the association to treat this inability as a revocation does not invalidate any meeting or other action.
- (e) Notice to unit owners or board members who have consented to receipt of electronically transmitted notices may be provided by posting the notice on an electronic network and delivering to the unit owner or board member a separate record of the posting, together with comprehensible instructions regarding how to obtain access to the posting on the electronic network.
- (f) Notice to an association in an electronic transmission is effective only with respect to an association that has designated in a record an address, location, or system to which the notices may be electronically transmitted.
- (4) Notice may be given by any other method reasonably calculated to provide notice to the recipient.
  - (5) Notice is effective as follows:
- (a) Notice provided in a tangible medium is effective as of the date of hand delivery, deposit with the carrier, or when sent by fax.
- (b) Notice provided in an electronic transmission is effective as of the date it:
- (i) Is electronically transmitted to an address, location, or system designated by the recipient for that purpose; or
- (ii) Has been posted on an electronic network and a separate record of the posting has been sent to the recipient containing instructions regarding how to obtain access to the posting on the electronic network.
- (6) The ineffectiveness of a good faith effort to deliver notice by an authorized means does not invalidate action taken at or without a meeting.
- (7) If this chapter prescribes different or additional notice requirements for particular circumstances, those requirements govern.

- Sec. 324. RCW 64.90.570 and 2023 c 203 s 4 are each amended to read as follows:
- (1) A unit owners association may not adopt or enforce a restriction, covenant, condition, bylaw, rule, ((regulation,)) provision of a governing document, or master deed provision that effectively prohibits( $(\tau)$ ) or unreasonably restricts( $(\tau)$  or limits, directly or indirectly,)) the use of a unit as a licensed family home child care operated by a family day care provider or as a licensed child day care center, except as provided in subsection (2) of this section.
- (2) (a) Nothing in this section prohibits a unit owners association from imposing reasonable ((regulations))rules on a family home child care or a child day care center including, but not limited to, architectural standards, as long as those ((regulations))rules are identical to those applied to all other units ((within the same association))restricted to similar uses within the same common interest community as the family home child care or the child day care center.
- (b) An association may require that only a unit with direct access may be used as a family home child care or child day care center. ((Direct access must be either from the outside of the building if the common interest community is in a building,)) A unit has direct access if it is accessible from public property or through publicly accessible common elements.
- (c) An association may adopt or enforce a restriction, covenant, condition, bylaw, rule, ((regulation,)) provision of a governing document, or master deed provision that requires a family home child care or a child day care center operating out of a unit within the association to:
- (i) Be licensed under chapter 43.216 RCW; (ii) Indemnify and hold harmless the association against all claims, whether brought by judicial or administrative action, relating to the operation of the family home child care or the child day care center, excluding claims arising ((in)) from the condition of a common element((e)) that the association is solely responsible for maintaining ((under the governing

documents)):

- (iii) Obtain a signed waiver of liability releasing the association from legal claims directly related to the operation of the family home child care or the child day care center from the parent, guardian, or caretaker of each child being cared for by the family home child care or the child day care center. However, an association may not require that a waiver of liability under this subsection be notarized; ((and))
- (iv) Obtain day care insurance as defined in RCW 48.88.020 or provide self-insurance pursuant to chapter 48.90 RCW, consistent with the requirements in RCW 43.216.700; and
- (v) Pay any costs or expenses, including insurance costs, arising from the operation of the facility.
- (3) A unit owners association that willfully violates this section is liable to the family day care provider or the child day care center for actual damages, and shall pay a civil penalty to the family day

care provider or the child day care center in an amount not to exceed \$1,000.

(4) For the purposes of this section, the terms "family day care provider" and "child day care center" have the same meanings as in RCW 43.216.010.

 $\underline{\text{NEW SECTION.}}$  Sec. 325. A new section is added to chapter 64.90 RCW to read as follows:

- (1) A unit owners association may not adopt or enforce a restriction, covenant, condition, bylaw, rule, provision of a governing document, or master deed provision that effectively prohibits or unreasonably restricts the use of a unit as an adult family home, except as provided in subsection (2) of this section.
- (2)(a) Nothing in this section prohibits a unit owners association from imposing reasonable rules on an adult family home including, but not limited to, architectural standards, as long as those rules are identical to those applied to all other units restricted to similar uses within the same common interest community as an adult family home.

(b) An association may require that only a unit with direct access may be used as an adult family home. A unit has direct access if it is accessible from public property or through publicly accessible common elements.

- (c) An association may adopt or enforce a restriction, covenant, condition, bylaw, rule, provision of a governing document, or master deed provision that requires an adult family home operating out of a unit within the association to:
  - (i) Be licensed under chapter 70.128 RCW;

(ii) Indemnify and hold harmless the association against all claims, whether brought by judicial or administrative action, relating to the operation of the adult family home, excluding claims arising from the condition of a common element that the association is solely responsible for maintaining;

(iii) Obtain a signed waiver of liability releasing the association from legal claims directly related to the operation of an adult family home from each resident, or resident's guardian, being cared for by the adult family home. However, an association may not require that a waiver of liability under this subsection be notarized;

(iv) Obtain liability insurance as required by rule of the department of social and health services; and

(v) Pay any costs or expenses, including insurance costs, arising from the operation of the facility.

- (3) A unit owners association that willfully violates this section is liable to the adult family home for actual damages, and shall pay a civil penalty to the adult family home in an amount not to exceed \$1,000.
- (4) For the purposes of this section, "adult family home" has the same meaning as in RCW 70.128.010.

Sec. 326. RCW 64.90.600 and 2018 c 277 s 401 are each amended to read as follows:

(1) RCW 64.90.605 through 64.90.695 apply to all units subject to this chapter, except

- as provided in subsections (2) (( $\frac{3}{3}$ )) through (4) of this section.
- (2) RCW 64.90.605 through 64.90.695 do not apply in the case of:
- (a) A conveyance by gift, devise, or descent;
  - (b) A conveyance pursuant to court order;
- (c) A conveyance by a government or governmental agency;
  - (d) A conveyance by foreclosure;
- (e) A conveyance of all of the units in a common interest community in a single transaction;
- (f) A conveyance to other than a purchaser;
- (g) An agreement to convey that may be canceled at any time and for any reason by the purchaser without penalty;
- (h) A conveyance of a unit restricted to nonresidential uses, except and to the extent otherwise agreed to in writing by the seller and purchaser of that unit.
- (3) RCW 64.90.665, 64.90.670, 64.90.675, 64.90.680, 64.90.690, and 64.90.695 apply only to condominiums created under this chapter, and do not apply to other common interest communities.
- (4) RCW 64.90.640 does not apply where the purchaser has expressly waived the receipt of a resale certificate and has not waived receipt of the seller disclosure statement under RCW 64.06.010.

Sec. 327. RCW 64.90.605 and 2023 c 337 s 7 are each amended to read as follows:

- (1) Except as ((provided)) otherwise provided in subsection (2) of this section, a declarant ((required to deliver a public offering statement pursuant to subsection (3) of this section must)), before offering any interest in a unit to the public, shall prepare a public offering statement conforming to the requirements of RCW 64.90.610, 64.90.615, and 64.90.620.
- (2) A declarant may transfer responsibility for preparation of all or a part of the public offering statement to a successor declarant or to a dealer who intends to offer units in the common interest community. In the event of any such transfer the transferor shall provide the transferee with any information necessary to enable the transferee to fulfill the requirements of subsection (1) of this section.
- (3) (a) Any declarant or dealer who offers ((to convey)) a unit ((for the person's own account)) to a purchaser ((must provide the purchaser of the unit with a copy of)) shall deliver a public offering statement ((and all material amendments to the public offering statement before conveyance of that unit)) in the manner prescribed in RCW 64.90.635.
- (b) Any agent, attorney, or other person assisting the declarant or dealer in preparing the public offering statement may rely upon information provided by the declarant or dealer without independent investigation. The agent, attorney, or other person is not liable for any material misrepresentation in or omissions of material facts from the public offering statement unless the person had actual knowledge of the misrepresentation or

omission at the time the public offering

statement was prepared.

(c) The declarant of

(c) The declarant or dealer who prepared all or part of the public offering statement is liable for any misrepresentation contained in the public offering statement or for any omission of material fact from the public offering statement if the declarant or dealer had actual knowledge of the misrepresentation or omission or, in the exercise of reasonable care, should have known of the misrepresentation or omission.

- (4) If a unit is part of a common interest community and is part of any other real estate regime in connection with the sale of which the delivery of a public offering statement is required under the laws of this state, a single public offering statement conforming to the requirements of RCW 64.90.610, 64.90.615, and 64.90.620 as those requirements relate to each regime in which the unit is located, and to any other requirements imposed under the laws of this state, may be prepared and delivered in lieu of providing two or more public offering statements.
- (5) A declarant <u>or dealer</u> is not required to ((<del>prepare and</del>)) deliver a public offering statement in connection with the sale of any unit ((<del>owned by the declarant</del>)), or to obtain for or provide to the purchaser a report or statement required under RCW 64.90.610(1)(oo), 64.90.620(1), or 64.90.655, upon the later of:

(a) The termination or expiration of all special declarant rights;

- (b) The expiration of all periods within which claims or actions for a breach of warranty arising from defects involving the common elements under RCW 64.90.680 must be filed or commenced, respectively, by the association against the declarant; or
- (c) The time when the declarant  $\underline{\text{or dealer}}$  ceases to meet the definition of a dealer under RCW 64.90.010.
- (6) After the last to occur of any of the events described in subsection (5) of this section, a declarant or dealer must deliver to the purchaser of a unit ((owned by the declarant)) a resale certificate under RCW 64.90.640(2) together with:
- (a) The identification of any real property not in the common interest community that unit owners have a right to use and a description of the terms of such use;
- (b) A brief description or a copy of any express construction warranties to be provided to the purchaser;
- (c) A statement of any litigation brought by an owners((1)) association, unit owner, or governmental entity in which the declarant or dealer or any affiliate of the declarant or dealer has been a defendant arising out of the construction, sale, or administration of any common interest community within the state of Washington within the previous five years, together with the results of the litigation, if known;
- (d) Whether timesharing is permitted or prohibited, and, if permitted, a statement that the purchaser of a timeshare unit is entitled to receive the disclosure document required under chapter 64.36 RCW; and

- (e) Any other information and cross-references that the declarant or dealer believes will be helpful in describing the common interest community to the purchaser, all of which may be included or not included at the option of the declarant or dealer.
- (7) A declarant or dealer is not liable to a purchaser for the failure or delay of the association to provide the resale certificate in a timely manner, but the purchase contract is voidable by the purchaser of a unit sold by the declarant or dealer until the resale certificate required under RCW 64.90.640(2) and the information required under subsection (6) of this section have been provided and for five days thereafter or until conveyance, whichever occurs first.

Sec. 328. RCW 64.90.610 and 2019 c 238 s 212 are each amended to read as follows:

- (a) The name and address of the declarant;
- (b) The name and address or location of the management company, if any;
- (c) The relationship of the management company to the declarant, if any;
- (d) The name and address of the common interest community;
- (e) A statement whether the common interest community is a condominium, cooperative, plat community, or miscellaneous community;
- (f) A list, current as of the date the public offering statement is prepared, of up to the five most recent common interest communities in which at least one unit was sold by the declarant or an affiliate of the declarant within the past five years, including the names of the common interest communities and their addresses;
- (g) The nature of the interest being
  offered for sale;
- (h) A general description of the common interest community, including to the extent known to the declarant, the types and number of buildings that the declarant anticipates including in the common interest community and the declarant's schedule of commencement and completion of such buildings and principal common amenities;
- (i) The status of construction of the units and common elements, including estimated dates of completion if not completed;
- (j) The number of existing units in the common interest community;
- (k) Brief descriptions of (i) the existing principal common amenities, (ii) those amenities that will be added to the common interest community, and (iii) those amenities that may be added to the common interest community;
- (1) A brief description of the limited common elements, other than those described in RCW 64.90.210 (1)(b) and (3), that may be allocated to the units being offered for sale;
- (m) The identification of any rights of persons other than unit owners to use any of the common elements, and a description of the terms of such use;

- (n) The identification of any real property not in the common interest community that unit owners have a right to use and a description of the terms of such use;
- (o) Any services the declarant provides or expenses that the declarant pays that are not reflected in the budget, but that the declarant expects may become at any subsequent time a common expense of the association, and the projected common expense attributable to each of those services or expenses;
- (p) An estimate of any assessment or payment required by the declaration to be paid by the purchaser of a unit at closing;
- (q) A brief description of any liens or monetary encumbrances on the title to the common elements that will not be discharged at closing;
- (r) A brief description or a copy of any express construction warranties to be provided to the purchaser;
- (s) A statement, as required under RCW 64.35.210, as to whether the units or common elements of the common interest community are covered by a qualified warranty;
- (t) If applicable to the common interest community, a statement whether the common interest community contains any multiunit residential building subject to chapter 64.55 RCW and, if so, whether:
- (i) The building enclosure has been designed and inspected to the extent required under RCW 64.55.010 through 64.55.090; and
- (ii) Any repairs required under RCW
  64.55.090 have been made;
- (u) A statement of any unsatisfied judgments or pending suits against the association and the status of any pending suits material to the common interest community of which the declarant has actual knowledge;
- (v) A statement of any litigation brought by an owners((-1)) association, unit owner, or governmental entity in which the declarant or any affiliate of the declarant has been a defendant arising out of the construction, sale, or administration of any common interest community within the previous five years, together with the results of the litigation, if known;
  - (w) A brief description of:
- (i) Any restrictions on use or occupancy of the units contained in the governing documents;
- (ii) Any restrictions on the renting or leasing of units by the declarant or other unit owners contained in the governing documents;
- (iii) Any rights of first refusal to lease or purchase any unit or any of the common elements contained in the governing documents; and
- (iv) Any restriction on the amount for which a unit may be sold or on the amount that may be received by a unit owner on sale;
- (x) A description of the insurance coverage provided for the benefit of unit owners;
- (y) Any current or expected fees or charges not included in the common expenses to be paid by unit owners for the use of the common elements and other facilities related

- to the common interest community, together with any fees or charges not included in the common expenses to be paid by unit owners to any master or other association;
- any master or other association;
  (z) The extent, if any, to which bonds or other assurances from third parties have been provided for completion of all improvements that the declarant is obligated to build pursuant to RCW 64.90.695;
- (aa) In a cooperative, a statement whether the unit owners are entitled, for federal, state, and local income tax purposes, to a pass-through of any deductions for payments made by the association for real estate taxes and interest paid to the holder of a security interest encumbering the cooperative;
- (bb) In a cooperative, a statement as to the effect on every unit owner's interest in the cooperative if the association fails to pay real estate taxes or payments due to the holder of a security interest encumbering the cooperative;
- (cc) In a leasehold common interest statement whether community, а expiration or termination of any lease may terminate the common interest community or reduce its size, the recording number of any such lease or a statement of where the complete lease may be inspected, the date on which such lease is scheduled to expire, a description of the real estate subject to such lease, a statement whether the unit owners have a right to redeem the reversion, a statement whether the unit owners have a right to remove any improvements at the expiration or termination of such lease, a statement of any rights of the unit owners to renew such lease, and a reference to the sections of the declaration where such information may be found;
- (dd) A summary of, and information on how to obtain a full copy of, any reserve study and a statement as to whether or not it was prepared in accordance with RCW 64.90.545 and 64.90.550 or the governing documents;
- (ee) A brief description of any arrangement described in RCW 64.90.110 binding the association;
- (ff) The estimated current common expense liability for the units being offered;
- (gg) Except for real property taxes, real property assessments and utility liens, any assessments, fees, or other charges known to the declarant and which, if not paid, may constitute a lien against any unit or common elements in favor of any governmental agency;
- (hh) A brief description of any parts of the common interest community, other than the owner's unit, which any owner must maintain;
- (ii) Whether timesharing is permitted or prohibited, and, if permitted, a statement that the purchaser of a timeshare unit is entitled to receive the disclosure document required under chapter 64.36 RCW;
- (jj) If the common interest community is subject to any special declarant rights, the information required under RCW 64.90.615;
- (kk) Any liens on real estate to be conveyed to the association required to be disclosed pursuant to RCW 64.90.650(3)(b);
- (11) A list of any physical hazards known to the declarant that particularly affect the common interest community or the

immediate vicinity in which the common interest community is located and which are not readily ascertainable by the purchaser;

(mm) Any building code violation of which
the declarant has actual knowledge and which
has not been corrected;

(nn) If the common interest community contains one or more conversion buildings, the information required under RCW 64.90.620 and 64.90.655(6) (a);

(oo) If the public offering statement is related to conveyance of a unit in a multiunit residential building as defined in RCW 64.55.010, for which the final certificate of occupancy was issued more than ((sixty))60 calendar months prior to the preparation of the public offering statement either: A copy of a report prepared by an independent, licensed architect or engineer or a statement by the declarant based on such report that describes, to the extent reasonably ascertainable, the present condition of all structural components and mechanical and electrical installations of the conversion buildings material to the use and enjoyment of the conversion buildings;

(pp) Any other information and cross-references that the declarant believes will be helpful in describing the common interest community to the recipients of the public offering statement, all of which may be included or not included at the option of the declarant; ((and))

(qq) A description of any age-related occupancy restrictions affecting the common interest community; and

(rr) In a condominium, plat community, or miscellaneous community containing a unit not having horizontal boundaries described in the declaration, a statement whether the unit may be sold without consent of all the unit owners after termination of the common interest community under RCW 64.90.290.

(2) The public offering statement must begin with notices substantially in the following forms and in conspicuous type:

(a) "RIGHT TO CANCEL. (1) You are entitled to receive a copy of this public offering statement and all material amendments to this public offering statement before conveyance of your unit. Under RCW 64.90.635, you have the right to cancel your contract for the purchase of your unit within seven days after first receiving this public offering statement. If this public offering statement is first provided to you more than seven days before you sign your contract for the purchase of your unit, you have no right to cancel your contract. If this public offering statement is first provided to you seven days or less before you sign your contract for the purchase of your unit, you have the right to cancel, before conveyance of the unit, the executed contract by delivering, no later than the seventh day after first receiving this public offering statement, a notice of cancellation pursuant to section (3) of this notice. If this public offering statement is first provided to you less than seven days before the closing date for the conveyance of your unit, you may, before conveyance of your unit to you, extend the closing date to a date not more than seven days after you offering first received this public

(2) You have no right to cancel your contract upon receipt of an amendment to this public offering statement; however, this does not eliminate any right to rescind your contract, due to the disclosure of the information in the amendment, that is otherwise available to you under generally applicable contract law.

(3) If you elect to cancel your contract pursuant to this notice, you may do so by hand-delivering notice of cancellation, or by mailing notice of cancellation by prepaid United States mail, to the seller at the address set forth in this public offering statement or at the address of the seller's registered agent for service of process. The date of such notice is the date of receipt, if hand-delivered, or the date of deposit in the United States mail, if mailed. Cancellation is without penalty, and all payments made to the seller by you before cancellation must be refunded promptly."

(b) "OTHER DOCUMENTS CREATING BINDING LEGAL OBLIGATIONS. This public offering statement is a summary of some of the significant aspects of purchasing a unit in this common interest community. The governing documents and the purchase agreement are complex, contain other important information, and create binding legal obligations. You should consider seeking the assistance of legal counsel."

(c) "OTHER REPRESENTATIONS. You may not rely on any statement, promise, model, depiction, or description unless it is (1) contained in the public offering statement delivered to you or (2) made in writing signed by the declarant or dealer or the declarant's or dealer's agent identified in the public offering statement. A statement of opinion, or a commendation of the real estate, its quality, or its value, does not create a warranty, and a statement, promise, model, depiction, or description does not create a warranty if it discloses that it is only proposed, is not representative, or is subject to change."

(d) "MODEL UNITS. Model units are intended to provide you with a general idea of what a finished unit might look like. Units being offered for sale may vary from the model unit in terms of floor plan, fixtures, finishes, and equipment. You are advised to obtain specific information about the unit you are considering purchasing."

the unit you are considering purchasing."

(e) "RESERVE STUDY. The association [does] [does not] have a current reserve study. Any reserve study should be reviewed carefully. It may not include all reserve components that will require major maintenance, repair, or replacement in future years, and may not include regular contributions to a reserve account for the cost of such maintenance, repair, or replacement. You may encounter certain risks, including being required to pay as a special assessment your share of expenses for the cost of major maintenance, repair, or replacement of a reserve component, as a result of the failure to: (1) Have a current reserve study or fully funded reserves, (2) include a component in a reserve study, or

- (3) provide any or sufficient contributions to a reserve account for a component."
- (f) "DEPOSITS AND PAYMENTS. Only earnest money and reservation deposits are required to be placed in an escrow or trust account. Any other payments you make to the seller of a unit are at risk and may be lost if the seller defaults."
- (g) "CONSTRUCTION DEFECT CLAIMS. Chapter 64.50 RCW contains important requirements you must follow before you may file a lawsuit for defective construction against the seller or builder of your home. Forty-five days before you file your lawsuit, you must deliver to the seller or builder a written notice of any construction conditions you allege are defective and provide your seller or builder the opportunity to make an offer to repair or pay for the defects. You are not obligated to accept any offer made by the builder on seller. There are strict deadlines and procedures under state law, and failure to follow them may affect your ability to file a lawsuit."
- (h) "ASSOCIATION INSURANCE. The extent to which association insurance provides coverage for the benefit of unit owners (including furnishings, fixtures, and equipment in a unit) is determined by the provisions of the declaration and the association's insurance policy, which may be modified from time to time. You and your personal insurance agent should read the declaration and the association's policy prior to closing to determine what insurance is required of the association and unit owners, unit owners' rights and duties, what is and is not covered by the association's policy, and what additional insurance you should obtain."
- (i) "QUALIFIED WARRANTY. Your unit [is] [is not] covered by a qualified warranty under chapter  $64.35\ RCW."$
- (j) "THIS UNIT IS LOCATED WITHIN A COMMON INTEREST COMMUNITY AND IS SUBJECT TO THE DECLARATION, BYLAWS, RULES, AND OTHER WRITTEN INSTRUMENTS GRANTING AUTHORITY TO THE ASSOCIATION AS ADOPTED (THE "GOVERNING DOCUMENTS").

THE PURCHASER OF THIS UNIT WILL BE REQUIRED TO BE A MEMBER OF THE ASSOCIATION AND WILL BE SUBJECT TO THE GOVERNING DOCUMENTS.

THE GOVERNING DOCUMENTS WILL IMPOSE FINANCIAL OBLIGATIONS UPON THE OWNER OF THE UNIT, INCLUDING AN OBLIGATION TO PAY ASSESSMENTS TO THE ASSOCIATION WHICH MAY INCLUDE REGULAR AND SPECIAL ASSESSMENTS, FINES, FEES, INTEREST, LATE CHARGES, AND COSTS OF COLLECTION, INCLUDING REASONABLE ATTORNEYS' FEES.

THE ASSOCIATION HAS A STATUTORY LIEN ON EACH INDIVIDUAL UNIT FOR ANY UNPAID ASSESSMENT FROM THE TIME IT IS DUE. FAILURE TO PAY ASSESSMENTS COULD RESULT IN THE FILING OF A LIEN ON THE UNIT AND LOSS OF THE UNIT THROUGH FORECLOSURE.

THE GOVERNING DOCUMENTS MAY PROHIBIT OWNERS FROM MAKING CHANGES TO THE UNIT WITHOUT REVIEW AND THE APPROVAL OF THE ASSOCIATION, AND MAY ALSO IMPOSE RESTRICTIONS ON THE USE OF UNIT, DISPLAY OF SIGNS, CERTAIN BEHAVIORS, AND OTHER ITEMS.

PURCHASERS OF THIS UNIT SHOULD CAREFULLY REVIEW THE FINANCIAL OBLIGATIONS OF MEMBERS

- OF THE ASSOCIATION, THE CURRENT STATE OF THE ASSOCIATION'S FINANCES, THE CURRENT RESERVE STUDY, IF ANY, THE GOVERNING DOCUMENTS, AND THE OTHER INFORMATION AVAILABLE IN THE RESALE CERTIFICATE. THE GOVERNING DOCUMENTS CONTAIN IMPORTANT INFORMATION AND CREATE BINDING LEGAL OBLIGATIONS. YOU SHOULD CONSIDER SEEKING THE ASSISTANCE OF LEGAL COUNSEL."
- (3) The public offering statement must include copies of each of the following documents: The declaration; the map; the organizational documents; the rules, if any; the current or proposed budget for the association; a dated balance sheet of the association; any inspection and repair report or reports prepared in accordance with the requirements of RCW 64.55.090; and any qualified warranty provided to a purchaser by a declarant together with a history of claims under the qualified warranty. If any of these documents are not in final form, the documents must be marked "draft" and, before closing the sale of a unit, the purchaser must be given notice of any material changes to the draft documents.
- (4) A declarant must promptly amend the public offering statement to reflect any material change in the information required under this section.

Sec. 329. RCW 64.90.635 and 2018 c 277 s 408 are each amended to read as follows:

- (1) A person required to deliver a public offering statement pursuant to 64.90.605(3) (a) shall provide a purchaser with a copy of the public offering statement and all amendments thereto before conveyance of unit, and not later than the date of any contract of sale. The purchaser may cancel a contract for the purchase of the unit within seven days after first receiving the public offering statement. If the public offering statement is first provided to a purchaser more than seven days before execution of a contract for the purchase of a unit, the purchaser does not have the right under this section to cancel the executed contract. If the public offering statement is first provided to a purchaser seven days or less before the purchaser signs a contract for the purchase of a unit, the purchaser, before conveyance of the unit to the purchaser, may cancel the contract by delivering, no later than the seventh day after first receiving the public offering statement, a notice of cancellation, delivered pursuant to subsection (3) of this section. If the public offering statement is first provided to a purchaser less than seven  $\bar{\text{days}}$  before the  $\bar{\text{closing}}$  date for the conveyance of that unit, the purchaser may, before conveyance of the unit to the purchaser, extend the closing date to a date not more than seven days after the purchaser public first received the offering statement.
- (2) A purchaser does not have the right under this section to cancel a contract upon receipt of an amendment to a public offering statement. This subsection ((must not be construed to))does not eliminate any right that is otherwise available to the purchaser under generally applicable contract law to rescind the contract due to ((the disclosure

 $\frac{\text{of}}{\text{of}}$ ) a material change in the information  $\frac{\text{disclosed}}{\text{of}}$  in the amendment.

(3) If a purchaser elects to cancel a contract under subsection (1) of this section, the purchaser may do so by handdelivering notice of cancellation, or by mailing notice of cancellation by prepaid United States mail, to the declarant at the address set forth in the public offering statement or at the address of the declarant's registered agent for service of process. The date of such notice is the date of receipt of delivery, if hand-delivered, or the date of deposit in the United States mail, if mailed. Cancellation is without penalty, and all payments made to the seller by the purchaser before cancellation must be refunded promptly. There is no liability for failure to deliver any amendment unless such failure would have entitled the purchaser under generally applicable legal principles to cancel the contract for the purchase of the unit had the undisclosed information been evident to the purchaser before the closing of the purchase.

(4) The language of the notice required under RCW 64.90.610(2)(a) must not be construed to modify the rights set forth in

this section.

Sec. 330. RCW 64.90.640 and 2022 c 27

s 6 are each amended to read as follows:
(1) Except in the case of a sale

- (1) Except in the case of a sale when delivery of a public offering statement is required, or unless exempt under RCW 64.90.600(2), or unless the purchaser has expressly waived receipt of the resale certificate under RCW 64.90.600(4) and has not waived receipt of the seller disclosure statement under RCW 64.06.010, a unit owner must furnish to a purchaser before execution of any contract for sale of a unit, or otherwise before conveyance, a resale certificate, signed by an officer or authorized agent of the association and based on the books and records of the association and the actual knowledge of the person signing the certificate, containing:
- (a) A statement disclosing any right of first refusal or other restraint on the free alienability of the unit contained in the declaration;
- (b) With respect to the selling unit owner's unit, a statement setting forth the amount of any assessment currently due, any delinquent assessments, and a statement of any special assessments that have been levied and have not been paid even though not yet due;

(c) A statement, which must be current to within 45 days, of any assessments against any unit in the condominium that are past

due over 30 days;

(d) A statement, which must be current to within 45 days, of any monetary obligation of the association that is past due over 30 days:

(e) A statement of any other fees payable to the association by unit owners;

(f) A statement of any expenditure or anticipated repair or replacement cost reasonably anticipated to be in excess of five percent of the board-approved annual budget of the association, regardless of

whether the unit owners are entitled to approve such cost;

- (g) A statement whether the association does or does not have a reserve study prepared in accordance with RCW 64.90.545 and 64.90.550;
- (h) The annual financial statement of the association, including the audit report if it has been prepared, for the year immediately preceding the current year;
- (i) The most recent balance sheet and revenue and expense statement, if any, of the association;
- (j) The current operating budget of the association;
- (k) A statement of any unsatisfied judgments against the association and the status of any legal actions in which the association is a party or a claimant as defined in RCW 64.50.010;
- (1) A statement describing any insurance coverage carried by the association and contact information for the association's insurance broker or agent;
- insurance broker or agent;

  (m) A statement as to whether the board has given or received notice in a record that any existing uses, occupancies, alterations, or improvements in or to the seller's unit or to the limited common elements allocated to the unit violate any provision of the governing documents;

(n) A statement of the number of units, if any, still owned by the declarant, whether the declarant has transferred control of the association to the unit owners, and the date of such transfer;

- (o) A statement as to whether the board has received notice in a record from a governmental agency of any violation of environmental, health, or building codes with respect to the seller's unit, the limited common elements allocated to that unit, or any other portion of the common interest community that has not been cured;
- (p) A statement of the remaining term of any leasehold estate affecting the common interest community and the provisions governing any extension or renewal of the leasehold estate;
- (q) A statement of any restrictions in the declaration affecting the amount that may be received by a unit owner upon sale;
- (r) In a cooperative, an accountant's statement, if any was prepared, as to the deductibility for federal income tax purposes by the unit owner of real estate taxes and interest paid by the association;

(s) A statement describing any pending sale or encumbrance of common elements;

- (t) A statement disclosing the effect on
  the unit to be conveyed of any
  restriction((s)) on the ((ewner's)) right to
  use or occupy the unit ((er to)), including
  a restriction on a lease or other rental of
  the unit ((to another person));
- (u) A copy of the declaration, the organizational documents, the rules or regulations of the association, the minutes of board meetings and association meetings, except for any information exempt from disclosure under RCW 64.90.495(3), for the last 12 months, a summary of the current reserve study for the association, and any other information reasonably requested by mortgagees of prospective purchasers of units. Information requested generally by

the federal national mortgage association, the federal home loan bank board, the government national mortgage association, the veterans administration, or the department of housing and urban development is deemed reasonable if the information is reasonably available to the association;

(v) A statement whether the units or common elements of the common interest community are covered by a qualified warranty under chapter 64.35 RCW and, if so, a history of claims known to the association as having been made under any such warranty;

(w) A description of any age-related occupancy restrictions affecting the common interest community;

(x) A statement describing any requirements related to electric vehicle charging stations located in the unit or the limited common elements allocated to the unit, including application status, insurance information, maintenance responsibilities, and any associated costs; ((and))

(y) If the association does not have a reserve study that has been prepared in accordance with RCW 64.90.545 and 64.90.550 or its governing documents, the following disclosure:

"This association does not have a current reserve study. The lack of a current reserve study poses certain risks to you, the purchaser. Insufficient reserves may, under some circumstances, require you to pay on demand as a special assessment your share of common expenses for the cost of major maintenance, repair, or replacement of a common element."; and

(z) The resale certificate must include a notice in substantially the following form and in conspicuous type:

and in conspicuous type:

"THIS UNIT IS LOCATED WITHIN A
COMMON INTEREST COMMUNITY AND IS SUBJECT TO THE DECLARATION, BYLAWS, RULES, AND OTHER WRITTEN INSTRUMENTS GRANTING AUTHORITY TO THE ASSOCIATION AS ADOPTED (THE "GOVERNING DOCUMENTS").

THE PURCHASER OF THIS UNIT WILL BE REQUIRED TO BE A MEMBER OF THE ASSOCIATION AND WILL BE SUBJECT TO THE GOVERNING DOCUMENTS. THE GOVERNING DOCUMENTS IMPOSE FINANCIAL OBLIGATIONS UPON THE OWNER OF THE UNIT, INCLUDING AN OBLIGATION TO PAY ASSESSMENTS TO THE ASSOCIATION WHICH MAY INCLUDE REGULAR AND SPECIAL ASSESSMENTS, FINES, FEES, INTEREST, LATE CHARGES, AND COSTS OF COLLECTION, INCLUDING REASONABLE ATTORNEYS' FEES.
THE ASSOCIATION HAS A STATUTORY LIEN ON EACH INDIVIDUAL UNIT FOR ANY UNPAID ASSESSMENT FROM THE TIME IT IS DUE. FAILURE TO PAY ASSESSMENTS COULD RESULT IN THE FILING OF A LIEN ON THE UNIT AND LOSS OF THE UNIT THROUGH FORECLOSURE. THE GOVERNING DOCUMENTS MAY PROHIBIT OWNERS FROM MAKING CHANGES TO THE UNIT WITHOUT REVIEW AND THE APPROVAL OF THE ASSOCIATION, AND MAY ALSO IMPOSE RESTRICTIONS ON THE USE OF UNIT,

DISPLAY OF SIGNS, CERTAIN
BEHAVIORS, AND OTHER ITEMS.
PURCHASERS OF THIS UNIT SHOULD
CAREFULLY REVIEW THE FINANCIAL
OBLIGATIONS OF MEMBERS OF THE
ASSOCIATION, THE CURRENT STATE OF
THE ASSOCIATION'S FINANCES, THE
CURRENT RESERVE STUDY, IF ANY, THE
GOVERNING DOCUMENTS, AND THE OTHER
INFORMATION AVAILABLE IN THE
RESALE CERTIFICATE. THE GOVERNING
DOCUMENTS CONTAIN IMPORTANT
INFORMATION AND CREATE BINDING
LEGAL OBLIGATIONS. YOU SHOULD
CONSIDER SEEKING THE ASSISTANCE OF
LEGAL COUNSEL."

(2) The association, within 10 days after a request by a unit owner, and subject to the payment of any fees imposed pursuant to RCW 64.90.405(2)(m), must furnish a resale certificate signed by an officer or authorized agent of the association and containing the information necessary to enable the unit owner to comply with this section. For the purposes of this chapter, a reasonable charge for the preparation of a resale certificate may not exceed \$275. The association may charge a unit owner a nominal fee not to exceed \$100 for updating a resale certificate within six months of the unit owner's request. A unit owner is not liable to the purchaser for any erroneous information provided by the association and included in the certificate.

(3)(a) A purchaser is not liable for any unpaid assessment or fee greater than the amount set forth in the certificate prepared by the association.

(b) A unit owner is not liable to a purchaser for the failure or delay of the association to provide the certificate in a timely manner, but the purchase contract is voidable by the purchaser until the certificate has been provided and for five days thereafter or until conveyance, whichever occurs first.

### PART IV CONFORMING AMENDMENTS

**Sec. 401.** RCW 7.60.025 and 2021 c 176 s 5201 and 2021 c 65 s 6 are each reenacted and amended to read as follows:

(1) A receiver may be appointed by the superior court of this state in the following instances, but except in any case in which a receiver's appointment is expressly required by statute, or any case in which a receiver's appointment is sought by a state agent whose authority to seek the appointment of a receiver is expressly conferred by statute, or any case in which a receiver's appointment with respect to real property is sought under (b)(ii) of this subsection, a receiver shall be appointed only if the court additionally determines that the appointment of a receiver is reasonably necessary and that other available remedies either are not available or are inadequate:

(a) On application of any party, when the party is determined to have a probable right to or interest in property that is a subject of the action and in the possession of an adverse party, or when the property or its

revenue-producing potential is in danger of being lost or materially injured or impaired. A receiver may be appointed under this subsection (1)(a) whether or not the application for appointment of a receiver is combined with, or is ancillary to, an action seeking a money judgment or other relief;

(b) Provisionally, after commencement of any judicial action or nonjudicial proceeding to foreclose upon any lien against or for forfeiture of any interest in real or personal property, on application of any person, when the interest in the property that is the subject of such an action or proceeding of the person seeking the receiver's appointment is determined to be probable and either:

(i) The property or its revenue-producing potential is in danger of being lost or

materially injured or impaired; or

- (ii) The appointment of a receiver with respect to the real or personal property that is the subject of the action or proceeding is provided for by agreement or is reasonably necessary to effectuate enforce an assignment of rents or other revenues from the property. For purposes of this subsection (1)(b), a judicial action is commenced as provided in superior court civil rule 3(a), a nonjudicial proceeding is commenced under chapter 61.24 RCW upon the service of notice of default described in RCW 61.24.030(8), and a proceeding for forfeiture is commenced under chapter 61.30 RCW upon the recording of the notice of forfeit described intent to RCW in 61.30.060;
- (c) After judgment, in order to give effect to the judgment;
- (d) To dispose of property according to provisions of a judgment dealing with its disposition;
- (e) To the extent that property is not exempt from execution, at the instance of a judgment creditor either before or after the issuance of any execution, to preserve or protect it, or prevent its transfer;
- (f) If and to the extent that property is subject to execution to satisfy a judgment, to preserve the property during the pendency of an appeal, or when an execution has been returned unsatisfied, or when an order requiring a judgment debtor to appear for proceedings supplemental to judgment has been issued and the judgment debtor fails to submit to examination as ordered;
- (g) Upon an attachment of real or personal property when the property attached is of a perishable nature or is otherwise in danger of waste, impairment, or destruction, or where the abandoned property's owner has absconded with, secreted, or abandoned the property, and it is necessary to collect, conserve, manage, control, or protect it, or to dispose of it promptly, or when the court determines that the nature of the property or the exigency of the case otherwise provides cause for the appointment of a receiver;
- (h) In an action by a transferor of real or personal property to avoid or rescind the transfer on the basis of fraud, or in an action to subject property or a fund to the payment of a debt;
- (i) In an action against any person who is not an individual if the object of the

action is the dissolution of that person, or if that person has been dissolved, or if that person is insolvent or is not generally paying the person's debts as those debts become due unless they are the subject of bona fide dispute, or if that person is in imminent danger of insolvency;

(j) In accordance with  $\overline{\text{RCW}}$  7.08.030 (4) and (6), in cases in which a general assignment for the benefit of creditors has

been made;

(k) In quo warranto proceedings under chapter 7.56 RCW;

(1) As provided under RCW 11.64.022;

- (m) In an action by the department of licensing under RCW 18.35.220(3) with respect to persons engaged in the business of dispensing of hearing aids, RCW 18.85.430 in the case of persons engaged in the business of a real estate broker, associate real estate broker, or real estate salesperson, or RCW 19.105.470 with respect to persons engaged in the business of camping resorts;
- (n) In an action under RCW 18.44.470 or 18.44.490 in the case of persons engaged in the business of escrow agents;
- (o) Upon a petition with respect to a nursing home in accordance with and subject to receivership provisions under chapter 18.51 RCW;
- (p) In connection with a proceeding for relief with respect to a voidable transfer as to a present or future creditor under RCW 19.40.041 or a present creditor under RCW 19.40.051;
- (q) Under RCW 19.100.210(1), in an action by the attorney general or director of financial institutions to restrain any actual or threatened violation of the franchise investment protection act;
- (r) In an action by the attorney general or by a prosecuting attorney under RCW 19.110.160 with respect to a seller of business opportunities;
- (s) In an action by the director of financial institutions under RCW 21.20.390 in cases involving actual or threatened violations of the securities act of Washington or under RCW 21.30.120 in cases involving actual or threatened violations of chapter 21.30 RCW with respect to certain businesses and transactions involving commodities;
- (t) In an action for or relating to dissolution of a business corporation under RCW 23B.14.065, 23B.14.300, 23B.14.310, or 23B.14.320, for dissolution of a nonprofit corporation under RCW 24.03A.936, for dissolution of a mutual corporation under RCW 24.06.305, or in any other action for the dissolution or winding up of any other entity provided for by Title 23, 23B, 24, or 25 RCW;
- (u) In any action in which the dissolution of any public or private entity is sought, in any action involving any dispute with respect to the ownership or governance of such an entity, or upon the application of a person having an interest in such an entity when the appointment is reasonably necessary to protect the property of the entity or its business or other interests;

(v) Under RCW 25.05.215, in aid of a charging order with respect to a partner's interest in a partnership;

(w) Under and subject to RCW 30A.44.100, 30A.44.270, and 30A.56.030, in the case of a state commercial bank, RCW 30B.44B.100, in the case of a state trust company, RCW 32.24.070, 32.24.073, 32.24.080, and 32.24.090, in the case of a state savings bank:

(x) Under and subject to RCW 31.12.637 and 31.12.671 through 31.12.724, in the case of credit unions;

(y) Upon the application of the director of financial institutions under RCW 31.35.090 in actions to enforce chapter 31.35 RCW applicable to agricultural lenders, under RCW 31.40.120 in actions to enforce chapter 31.40 RCW applicable to entities engaged in federally guaranteed small business loans, under RCW 31.45.160 in actions to enforce chapter 31.45 RCW applicable to persons licensed as check cashers or check sellers, or under RCW 19.230.230 in actions to enforce chapter 19.230 RCW applicable to persons licensed under the uniform money services act;

(z) Under RCW 35.82.090 or 35.82.180,

with respect to a housing project;

(aa) Under RCW 39.84.160 or 43.180.360, in proceedings to enforce rights under any revenue bonds issued for the purpose of financing industrial development facilities or bonds of the Washington state housing finance commission, or any financing document securing any such bonds;

(bb) Under and subject to RCW 43.70.195, in an action by the secretary of health or by a local health officer with respect to a

public water system;

(cc) As contemplated by RCW 61.24.030, with respect to real property that is the subject of nonjudicial foreclosure proceedings under chapter 61.24 RCW;

(dd) As contemplated by RCW 61.30.030(3), with respect to real property that is the subject of judicial or nonjudicial forfeiture proceedings under chapter 61.30 RCW;

(ee) ((Under RCW 64.32.200(2), in an action or proceeding commenced under chapter 61.12 or 61.24 RCW to foreclose upon a lien for common expenses against a dwelling unit subject to the horizontal property regimes act, chapter 64.32 RCW. For purposes of this subsection (1)(ee), a judicial action is commenced as provided in superior court civil rule 3(a) and a nonjudicial proceeding is commenced under chapter 61.24 RCW upon the service of notice of default described in RCW 61.24.030(8);

(ff) Under RCW 64.34.364(10), in an action or proceeding commenced under chapter 61.12 or 61.24 RCW by a unit owners' association to foreclose a lien for nonpayment of delinquent assessments against condominium units. For purposes of this subsection (1)(ff), a judicial action is commenced as provided in superior court civil rule (3)(a) and a nonjudicial proceeding is commenced under chapter 61.24 RCW upon the service of notice of default described in RCW 61.24.030(8);

(gg))) Under RCW 64.90.485(15), in an action by an association to collect

assessments or to foreclose a lien on unit;

(ff) Upon application of the attorney general under RCW 64.36.220(3), in aid of any writ or order restraining or enjoining violations of chapter 64.36 RCW applicable to timeshares;

((\frac{(hh)})) (gg) Under RCW 70A.210.070(3), in aid of the enforcement of payment or performance of municipal bonds issued with respect to facilities used to abate, control, or prevent pollution;

((<del>(ii)</del>))(hh) Upon the application of the department of social and health services under RCW 74.42.580, in cases involving

nursing homes;

((<del>(jj)</del>))(<u>ii)</u> Upon the application of the utilities and transportation commission under RCW 80.28.040, with respect to a water company or wastewater company that has failed to comply with an order of such commission within the time deadline specified therein;

((<del>(kk)</del>))(jj) Under RCW 87.56.065, in connection with the dissolution of an

irrigation district;

((\(\frac{(\(\text{ll}\)\)}{(\(\text{ll}\)\)}\)) (kk) Upon application of the attorney general or the department of licensing, in any proceeding that either of them are authorized by statute to bring to enforce Title 18 or 19 RCW; the securities act of Washington, chapter 21.20 RCW; the Washington commodities act, chapter 21.30 RCW; the land development act, chapter 58.19 RCW; or under chapter 64.36 RCW relating to the regulation of timeshares;

 $((\frac{\text{(mm)}}))\frac{(11)}{(11)}$  Upon application of the director of financial institutions in any proceeding that the director of financial institutions is authorized to bring to enforce chapters 31.35, 31.40, and 31.45

RCW; or

((<del>(nn)</del>)) (mm) In such other cases as may be provided for by law, or when, in the discretion of the court, it may be necessary to secure ample justice to the parties.

(2) The superior courts of this state shall appoint as receiver of property located in this state a person who has been appointed by a federal or state court located elsewhere as receiver with respect to the property specifically or with respect to the owner's property generally, upon the application of the person or of any party to that foreign proceeding, and following the appointment shall give effect to orders, judgments, and decrees of the foreign court affecting the property in this state held by the receiver, unless the court determines that to do so would be manifestly unjust or inequitable. The venue of such a proceeding may be any county in which the person resides or maintains any office, or any county in which any property over which the receiver is to be appointed is located at the time the proceeding is commenced.

(3) At least seven days' notice of any application for the appointment of a receiver must be given to the owner of property to be subject thereto and to all other parties in the action, and to other parties in interest as the court may require. If any execution by a judgment creditor under Title 6 RCW or any application by a judgment creditor for the appointment of a receiver, with respect to

property over which the receiver's appointment is sought, is pending in any other action at the time the application is made, then notice of the application for the receiver's appointment also must be given to the judgment creditor in the other action. The court may shorten or expand the period for notice of an application for the appointment of a receiver upon good cause shown.

- (4) The order appointing a receiver in all cases must reasonably describe the property over which the receiver is to take charge, by category, individual items, or both if the receiver is to take charge of less than all of the owner's property. If the order appointing a receiver does not expressly limit the receiver's authority to designated property or categories of property of the owner, the receiver is a general receiver with the authority to take charge over all of the owner's property, wherever located.
- (5) The court may condition the appointment of a receiver upon the giving of security by the person seeking the receiver's appointment, in such amount as the court may specify, for the payment of costs and damages incurred or suffered by any person should it later be determined that the appointment of the receiver was wrongfully obtained.

Sec. 402. RCW 7.60.110 and 2011 c 34 s 4 are each amended to read as follows:

- (1) Except as otherwise ordered by the court, the entry of an order appointing a general receiver or a custodial receiver with respect to all of a person's property shall operate as a stay, applicable to all persons, of:
- persons, of:

  (a) The commencement or continuation, including the issuance or employment of process, of a judicial, administrative, or other action or proceeding against the person over whose property the receiver is appointed that was or could have been commenced before the entry of the order of appointment, or to recover a claim against the person that arose before the entry of the order of appointment;
- (b) The enforcement, against the person over whose property the receiver is appointed or any estate property, of a judgment obtained before the order of appointment;
- (c) Any act to obtain possession of estate property from the receiver, or to interfere with, or exercise control over, estate property;
- (d) Any act to create, perfect, or enforce any lien or claim against estate property except by exercise of a right of setoff, to the extent that the lien secures a claim against the person that arose before the entry of the order of appointment; or
- (e) Any act to collect, assess, or recover a claim against the person that arose before the entry of the order of appointment.
- (2) The stay shall automatically expire as to the acts specified in subsection (1) (a), (b), and (e) of this section sixty days after the entry of the order of appointment unless before the expiration of the sixty-

day period the receiver, for good cause shown, obtains an order of the court extending the stay, after notice and a hearing. A person whose action or proceeding is stayed by motion to the court may seek relief from the stay for good cause shown. Any judgment obtained against the person over whose property the receiver is appointed or estate property following the entry of the order of appointment is not a lien against estate property unless the receivership is terminated prior to a conveyance of the property against which the judgment would otherwise constitute a lien.

(3) The entry of an order appointing a receiver does not operate as a stay of:

(a) The continuation of a judicial action or nonjudicial proceeding of the type described in RCW 7.60.025(1) (b)  $((\tau))$  or (ee)  $((\tau \text{ or } (ff)))$ , if the action or proceeding was initiated by the party seeking the receiver's appointment;

(b) The commencement or continuation of a criminal proceeding against the person over whose property the receiver is appointed;

(c) The commencement or continuation of an action or proceeding to establish paternity, or to establish or modify an order for alimony, maintenance, or support, or to collect alimony, maintenance, or support under any order of a court;

(d) Any act to perfect, or to maintain or continue the perfection of, an interest in estate property if the interest perfected would be effective against a creditor of the person over whose property the receiver is appointed holding at the time of the entry of the order of appointment either perfected nonpurchase money security interest under chapter 62A.9A RCW against the property involved, or a lien by attachment, levy, or the like, whether or not such a creditor exists. If perfection of an interest would require seizure of the property involved or the commencement of an action, the perfection shall instead be accomplished by filing, and by serving upon the receiver, or receiver's counsel, if any, notice of the interest within the time fixed by law for seizure or commencement;

(e) The commencement or continuation of an action or proceeding by a governmental unit to enforce its police or regulatory power;

(f) The enforcement of a judgment, other than a money judgment, obtained in an action or proceeding by a governmental unit to enforce its police or regulatory power, or with respect to any licensure of the person over whose property the receiver is appointed;

(g) The exercise of a right of setoff, including but not limited to (i) any right of a commodity broker, forward contract merchant, stockbroker, financial institution, or securities clearing agency to set off a claim for a margin payment or settlement payment arising out of commodity contract, forward contract, а commodity contract, securities contract against cash, securities, or other property held or due from the commodity broker, forward contract merchant, stockbroker, financial institution, or securities clearing agency to margin, guarantee, secure, or settle the commodity contract, forward contract, or securities contract, and (ii) any right of a swap participant to set off a claim for a payment due to the swap participant under or in connection with a swap agreement against any payment due from the swap participant under or in connection with the swap agreement or against cash, securities, or other property of the debtor held by or due from the swap participant to guarantee, secure, or settle the swap agreement; or

(h) The establishment by a governmental unit of any tax liability and any appeal

Sec. 403. RCW 18.85.151 and 2012 c 126 s 1 are each amended to read as follows:

This chapter shall not apply to:

- (1) Any person who purchases or disposes of property and/or a business opportunity for that individual's own account, or that of a group of which the person is a member, and their employees;
- (2) Any duly authorized attorney-in-fact acting under a power of attorney without compensation;

(3) An attorney-at-law in the performance

of the practice of law;

- (4) Any receiver, trustee in bankruptcy, executor, administrator, guardian, personal representative, or any person acting under the order of any court, selling under a deed of trust, or acting as trustee under a
- secretary, (5) Anv bookkeeper, accountant, or other office personnel who does not engage in any conduct or activity specified in any of the definitions under RCW 18.85.011;

(6) Employees of towns, cities, counties, or governmental entities involved in an acquisition of property for right-of-way, eminent domain, or threat of eminent domain;

- (7) Only with respect to the rental or lease of individual storage space, any person who owns or manages a self-service storage facility as defined under chapter 19.150 RCW;
- (8) Any person providing referrals to licensees who is not involved in the  $% \left\{ 1,2,\ldots ,n\right\}$ negotiation, execution of documents, or related real estate brokerage services, and compensation is not contingent upon receipt of compensation by the licensee or the real estate firm;

(9) Certified public accountants if they do not promote the purchase, listing, sale, exchange, optioning, leasing, or renting of

a specific real property interest;

(10) Any natural persons or entities including title or escrow companies, escrow agents, attorneys, or financial institutions acting as escrow agents if they do not promote the purchase, listing, sale, exchange, optioning, leasing, or renting of a specific real property interest;

(11) Investment counselors if they do not promote the purchase, listing, sale, exchange, optioning, leasing, or renting of

a specific real property interest;

(12) Common interest community managers in an advisory capacity and for who, or in compensation expectation of provide compensation, management or financial services, negotiate agreements to provide management or financial services, or

represent themselves as providing management or financial services to an association governed by chapter ((64.32, 64.34, or 64.38))64.90 RCW, if they do not promote the purchase, listing, sale, exchange, optioning, leasing, or renting of a specific real property interest. This subsection (12) applies regardless of whether a common interest community manager acts as an independent contractor to, employee general manager or executive director of, or agent of an association governed by chapter ((64.32, 64.34, or 64.38))64.90 RCW; and

(13) Any person employed or retained by, for, or on behalf of the owner or on behalf of a designated or managing broker if the person is limited in property management to

any of the following activities:

(a) Delivering a lease application, a lease, or any amendment thereof to any person;

- (b) Receiving a lease application, lease, or amendment thereof, a security deposit, rental payment, or any related payment for delivery to and made payable to the real estate firm or owner;
- (c) Showing a rental unit to any person, or executing leases or rental agreements, and the employee or retainee is acting under the direct instruction of the owner or designated or managing broker;

(d) Providing information about a rental unit, a lease, an application for lease, or a security deposit and rental amounts to any

prospective tenant; or

(e) Assisting in the performance of property management functions by carrying out administrative, clerical, financial, or maintenance tasks.

RCW 36.70A.699 and 2020 c Sec. 404. 217 s 5 are each amended to read as follows:

Nothing in chapter 217, Laws of 2020 modifies or limits any rights or interests legally recorded in the governing documents of associations subject to chapter ((64.32, 64.34, 64.38, or)) 64.90 RCW.

Sec. 405. RCW 43.185B.020 and 2023 c 275 s 25 are each amended to read as follows:

- (1) The department shall establish the affordable housing advisory board to consist of 25 members.
- (a) The following 22 members shall be appointed by the governor:
- (i) Two representatives of t.he residential construction industry; (ii) Two representatives of the home
- mortgage lending profession; (iii) One representative of
- estate sales profession; (iv) One representative of the apartment
- management and operation industry;
- (v) One representative of the for-profit housing development industry;
- (vi) One representative of for-profit rental housing owners; (vii) One representative of the nonprofit
- housing development industry; (viii) One representative of homeless
- (ix) One representative of lower-income persons;

shelter operators;

(x) One representative of special needs populations;

(xi) One representative of public housing authorities as created under chapter 35.82 RCW;

- representatives Washington association of counties, one representative shall be from a county that is located east of the crest of the Cascade mountains;
- (xiii) Two representatives of association of Washington cities, one representative shall be from a city that is located east of the crest of the Cascade mountains;
- (xiv) One representative to serve as chair of the affordable housing advisory board;
- (xv) One representative of organizations that operate site-based permanent supportive housing and deliver on-site supportive housing services;

(xvi) One representative at large;

- (xvii) One representative from a unit owners(( $^{\perp}$ )) association as defined in RCW ((64.34.020 or)) 64.90.010; and
- (xviii) One representative from interlocal housing collaboration established under chapter 39.34 RCW.
- (b) The following three members shall serve as ex officio, nonvoting members:
- (i) The director or the director's designee;
- (ii) The executive director of the Washington state housing finance commission or the executive director's designee; and

(iii) The secretary of social and health

services or the secretary's designee.

- (2)(a) The members of the affordable housing advisory board appointed by the governor shall be appointed for four-year terms, except that the chair shall be appointed to serve a two-year term. The terms of five of the initial appointees shall be for two years from the date of appointment and the terms of six of the initial appointees shall be for three years from the date of appointment. The governor shall designate the appointees who will serve the two-year and three-year terms. The members of the advisory board shall serve without compensation, but shall be reimbursed for travel expenses as provided in RCW 43.03.050 and 43.03.060.
- (b) The governor, when making appointments to the affordable housing advisory board, shall make appointments that reflect the cultural diversity of the state of Washington.
- (3) The affordable housing advisory board shall serve as the department's principal advisory body on housing and housing-related issues, and replaces the department's existing boards and task forces on housing and housing-related issues.
- (4) The affordable housing advisory board shall meet regularly and may appoint technical advisory committees, which may include members of the affordable housing advisory board, as needed to address specific issues and concerns.
- (5) The department, in conjunction with the Washington state housing finance commission and the department of social and services, shall supply such information and assistance as are deemed

necessary for the advisory board to carry out its duties under this section.

(6) The department shall provide administrative and clerical assistance to the affordable housing advisory board.

Sec. 406. RCW 46.61.419 and 2013 c 269 s 1 are each amended to read as follows:

- State, local, or county law enforcement personnel may enforce speeding violations under RCW 46.61.400 on private roads within a community organized under chapter ((64.34)<del>64.32, or 64.38</del>))<u>64.90</u> RCW if:
- (1) A majority of the ((homeowner's association's, association of apartment owners', or condominium))unit owners association's board of directors votes to authorize the issuance of speeding infractions on its private roads, and declares a speed limit not lower than twenty miles per hour;
- (2) A written agreement regarding the speeding enforcement is signed by the ((homeowner's association, association of apartment owners, or condominium))unit owners association president and the chief law enforcement official of the city or county within whose jurisdiction the private road is located;
- (3) The ((homeowner's association, association of apartment owners, or condominium))unit owners association has provided written notice to all of the ((homeowners, apartment owners, or)) unit owners describing the new authority to issue speeding infractions; and
- (4) Signs have been posted declaring the speed limit at all vehicle entrances to the common interest community.

Sec. 407. RCW 58.17.040 and 2019 c 352 s 2 are each amended to read as follows:

The provisions of this chapter shall not apply to:

(1) Cemeteries and other burial plots

while used for that purpose;

- (2) Divisions of land into lots or tracts each of which is one-one hundred twentyeighth of a section of land or larger, or five acres or larger if the land is not capable of description as a fraction of a section of land, unless the governing authority of the city, town, or county in which the land is situated shall have adopted a subdivision ordinance requiring plat approval of such divisions: PROVIDED, That for purposes of computing the size of any lot under this item which borders on a street or road, the lot size shall be expanded to include that area which would be bounded by the center line of the road or street and the side lot lines of the lot running perpendicular to such center line;
- Divisions made by testamentary (3) provisions, or the laws of descent;
- (4) Divisions of land into lots or tracts classified for industrial or commercial use when the city, town, or county has approved a binding site plan for the use of the land in accordance with local regulations;
- (5) A division for the purpose of lease when no residential structure other than mobile homes, tiny houses or tiny houses with wheels as defined in RCW 35.21.686, or travel trailers are permitted to be placed

upon the land when the city, town, or county has approved a binding site plan for the use of the land in accordance with local regulations;

(6) A division made for the purpose of alteration by adjusting boundary lines, between platted or unplatted lots or both, which does not create any additional lot, tract, parcel, site, or division nor create any lot, tract, parcel, site, or division which contains insufficient area and dimension to meet minimum requirements for width and area for a building site;

(7) Divisions of land into lots or tracts if: (a) Such division is the result of subjecting a portion of a parcel or tract of land to ((either)) chapter ((64.32 or64.34))64.90 RCW subsequent to the recording of a binding site plan for all such land; (b) the improvements constructed or to be constructed thereon are required by the provisions of the binding site plan to be included in one or more condominiums, cooperatives, or owned by an association or other legal entity in which the owners of units therein or their owners(( $\stackrel{\bot}{-}$ )) associations have a membership or other legal or beneficial interest; (c) a city, town, or county has approved the binding site plan for all such land; (d) such approved binding site plan is recorded in the county or counties in which such land is located; and (e) the binding site plan contains thereon the following statement: "All development and use of the land described herein shall be in accordance with this binding site plan, as it may be amended with the approval of the city, town, or county having jurisdiction over development of such land, and in accordance with such other governmental permits, approvals, regulations, requirements, and restrictions that may be imposed upon such land and the development and use thereof. Upon completion, the improvements on the land shall be included in one or more condominiums, cooperatives, or owned by an association or other legal entity in which the owners of units therein or their owners  $((\bot))$  associations have a membership or other legal or beneficial interest. This binding site plan shall be binding upon all now or hereafter having any interest in the land described herein." The binding site plan may, but need not, depict or describe the boundaries of the lots or tracts resulting from subjecting a portion of the land to ((either)) chapter ((64.32 or 64.34)) 64.90 RCW. A site plan shall be deemed to have been approved if the site plan was approved by a city, town, or county: (i) In connection with the final approval of a subdivision plat or planned unit development with respect to all of such land; or (ii) in connection with the issuance of building permits or final certificates of occupancy with respect to all of such land; or (iii) if not approved pursuant to (i) and (ii) of this subsection (7)(e), then pursuant to such other procedures as such city, town, or county may have established for the approval of a binding site plan;

(8) A division for the purpose of leasing land for facilities providing personal wireless services while used for that

purpose. "Personal wireless services" means any federally licensed personal wireless service. "Facilities" means unstaffed facilities that are used for the transmission or reception, or both, of wireless communication services including, but not necessarily limited to, antenna arrays, transmission cables, equipment shelters, and support structures; and

(9) A division of land into lots or tracts of less than three acres that is recorded in accordance with chapter 58.09 RCW and is used or to be used for the purpose of establishing a site for construction and operation of consumer-owned or investor-owned electric utility facilities. For purposes of this subsection, "electric utility facilities" means unstaffed facilities, except for the presence of security personnel, that are used for or in connection with or to facilitate the transmission, distribution, sale, or furnishing of electricity including, but not limited to, electric power substations. This subsection does not exempt a division of land from the zoning and permitting laws and regulations of cities, towns, counties, and municipal corporations. Furthermore, this subsection only applies to electric utility facilities that will be placed into service to meet the electrical needs of a utility's existing and new customers. New customers are defined as electric service locations not already in existence as of the date that electric utility facilities subject to the provisions of this subsection are planned constructed.

Sec. 408. RCW 59.18.200 and 2021 c 212 s 3 are each amended to read as follows:

(1) (a) When premises are rented for an indefinite time, with monthly or other periodic rent reserved, such tenancy shall be construed to be a tenancy from month to month, or from period to period on which rent is payable, and shall end by written notice of 20 days or more, preceding the end of any of the months or periods of tenancy, given by the tenant to the landlord.

(b) Any tenant who is a member of the armed forces, including the national guard and armed forces reserves, or that tenant's spouse or dependent, may end a rental agreement with less than 20 days' written notice if the tenant receives permanent change of station or deployment orders that do not allow a 20-day written notice

do not allow a 20-day written notice.

(2) (a) Whenever a landlord plans to change to a policy of excluding children, the landlord shall give a written notice to a tenant at least 90 days before the tenancy ends to effectuate such change in policy. Such 90-day notice shall be in lieu of the notice required by subsection (1) of this section. However, if after giving the 90-day notice the change in policy is delayed, the notice requirements of subsection (1) of this section shall apply unless waived by the tenant.

(b) Whenever a landlord plans to change any apartment or apartments to a condominium form of ownership, the landlord shall provide a written notice to a tenant at least 120 days before the tenancy ends, in

compliance with RCW ((64.34.440(1)))64.90.655, to effectuate such change. The 120-day notice is in lieu of the notice required in subsection (1) of this section. However, if after providing the 120-day notice the change to a condominium form of ownership is delayed, the notice requirements in subsection (1) of this section apply unless waived by the tenant.

- (c)(i) Whenever a landlord plans to demolish or substantially rehabilitate premises or plans a change of use of premises, the landlord shall provide a written notice to a tenant at least 120 days before the tenancy ends. This subsection (2) (c)(i) does not apply to jurisdictions that have created a relocation assistance program under RCW 59.18.440 and otherwise provide 120 days' notice.
- (ii) For purposes of this subsection (2)
  (c):
- (A) "Assisted housing development" means a multifamily rental housing development that either receives government assistance and is defined as federally assisted housing in RCW 59.28.020, or that receives other federal, state, or local government assistance and is subject to use restrictions.
- (B) "Change of use" means: (I) Conversion of any premises from a residential use to a nonresidential use that results in the displacement of an existing tenant; (II) conversion from one type of residential use to another type of residential use that results in the displacement of an existing tenant, such as conversion to a retirement home, emergency shelter, or transient hotel; or (III) conversion following removal of use restrictions from an assisted housing development that results in the displacement of an existing tenant: PROVIDED, That displacement of an existing tenant in order that the owner or a member of the owner's immediate family may occupy the premises does not constitute a change of use.

(C) "Demolish" means the destruction of premises or the relocation of premises to another site that results in the displacement of an existing tenant.

(D) "Substantially rehabilitate" means extensive structural repair or extensive remodeling of premises that requires a permit such as a building, electrical, plumbing, or mechanical permit, and that results in the displacement of an existing tenant.

Sec. 409. RCW 59.18.650 and 2021 c 212 s 2 are each amended to read as follows:

- (1) (a) A landlord may not evict a tenant, refuse to continue a tenancy, or end a periodic tenancy except for the causes enumerated in subsection (2) of this section and as otherwise provided in this subsection.
- (b) If a landlord and tenant enter into a rental agreement that provides for the tenancy to continue for an indefinite period on a month-to-month or periodic basis after the agreement expires, the landlord may not end the tenancy except for the causes enumerated in subsection (2) of this section; however, a landlord may end such a

tenancy at the end of the initial period of the rental agreement without cause only if:

- (i) At the inception of the tenancy, the landlord and tenant entered into a rental agreement between six and 12 months; and
- (ii) The landlord has provided the tenant before the end of the initial lease period at least 60 days' advance written notice ending the tenancy, served in a manner consistent with RCW 59.12.040.
- (c) If a landlord and tenant enter into a rental agreement for a specified period in which the tenancy by the terms of the rental agreement does not continue for an indefinite period on a month-to-month or periodic basis after the end of the specified period, the landlord may end such a tenancy without cause upon expiration of the specified period only if:

(i) At the inception of the tenancy, the landlord and tenant entered into a rental agreement of 12 months or more for a specified period, or the landlord and tenant have continuously and without interruption entered into successive rental agreements of six months or more for a specified period since the inception of the tenancy;

(ii) The landlord has provided the tenant before the end of the specified period at least 60 days' advance written notice that the tenancy will be deemed expired at the end of such specified period, served in a manner consistent with RCW 59.12.040; and

(iii) The tenancy has not been for an indefinite period on a month-to-month or periodic basis at any point since the inception of the tenancy. However, for any tenancy of an indefinite period in existence as of May 10, 2021, if the landlord and tenant enter into a rental agreement between May 10, 2021, and three months following the expiration of the governor's proclamation 20-19.6 or any extensions thereof, the landlord may exercise rights under this subsection (1) (c) as if the rental agreement was entered into at the inception of the tenancy provided that the rental agreement is otherwise in accordance with this subsection (1) (c).

(d) For all other tenancies of a specified period not covered under (b) or (c) of this subsection, and for tenancies of an indefinite period on a month-to-month or periodic basis, a landlord may not end the tenancy except for the causes enumerated in subsection (2) of this section. Upon the end date of the tenancy of a specified period, the tenancy becomes a month-to-month tenancy.

(e) Nothing prohibits a landlord and tenant from entering into subsequent lease agreements that are in compliance with the requirements in subsection (2) of this section.

(f) A tenant may end a tenancy for a specified time by providing notice in writing not less than  $20\ \text{days}$  prior to the ending date of the specified time.

(2) The following reasons listed in this subsection constitute cause pursuant to subsection (1) of this section:

(a) The tenant continues in possession in person or by subtenant after a default in the payment of rent, and after written notice requiring, in the alternative, the payment of the rent or the surrender of the

detained premises has remained uncomplied with for the period set forth in RCW 59.12.030(3) for tenants subject to this chapter. The written notice may be served at any time after the rent becomes due;

- (b) The tenant continues in possession after substantial breach of a material program requirement of subsidized housing, material term subscribed to by the tenant within the lease or rental agreement, or a tenant obligation imposed by law, other than one for monetary damages, and after the landlord has served written notice specifying the acts or omissions constituting the breach and requiring, in the alternative, that the breach be remedied or the rental agreement will end, and the breach has not been adequately remedied by the date specified in the notice, which date must be at least 10 days after service of the notice;
- (c) The tenant continues in possession after having received at least three days' advance written notice to quit after he or she commits or permits waste or nuisance upon the premises, unlawful activity that affects the use and enjoyment of the premises, or other substantial or repeated and unreasonable interference with the use and enjoyment of the premises by the landlord or neighbors of the tenant;
- (d) The tenant continues in possession after the landlord of a dwelling unit in good faith seeks possession so that the owner or his or her immediate family may occupy the unit as that person's principal residence and no substantially equivalent unit is vacant and available to house the owner or his or her immediate family in the same building, and the owner has provided at least 90 days' advance written notice of the date the tenant's possession is to end. There is a rebuttable presumption that the owner did not act in good faith if the owner or immediate family fails to occupy the unit as a principal residence for at least 60 consecutive days during the 90 days immediately after the tenant vacated the unit pursuant to a notice to vacate using this subsection (2) (d) as the cause for the lease ending;
- (e) The tenant continues in possession after the owner elects to sell a single-family residence and the landlord has provided at least 90 days' advance written notice of the date the tenant's possession is to end. For the purposes of this subsection (2) (e), an owner "elects to sell" when the owner makes reasonable attempts to sell the dwelling within 30 days after the tenant has vacated, including, at a minimum, listing it for sale at a reasonable price with a realty agency or advertising it for sale at a reasonable price with a realty agency or advertising it on the real estate multiple listing service. There shall be a rebuttable presumption that the owner did not intend to sell the unit if:
- (i) Within 30 days after the tenant has vacated, the owner does not list the single-family dwelling unit for sale at a reasonable price with a realty agency or advertise it for sale at a reasonable price by listing it on the real estate multiple listing service; or

- (ii) Within 90 days after the date the tenant vacated or the date the property was listed for sale, whichever is later, the owner withdraws the rental unit from the market, the landlord rents the unit to someone other than the former tenant, or the landlord otherwise indicates that the owner does not intend to sell the unit;
- (f) The tenant continues in possession of the premises after the landlord serves the tenant with advance written notice pursuant to RCW 59.18.200(2)(c);
- (g) The tenant continues in possession after the owner elects to withdraw the premises to pursue a conversion pursuant to RCW ((64.34.440 or)) 64.90.655;
- (h) The tenant continues in possession, after the landlord has provided at least 30 days' advance written notice to vacate that:
  (i) The premises has been certified or condemned as uninhabitable by a local agency charged with the authority to issue such an order; and (ii) continued habitation of the premises would subject the landlord to civil or criminal penalties. However, if the terms of the local agency's order do not allow the landlord to provide at least 30 days' advance written notice, the landlord must provide as much advance written notice as is possible and still comply with the order;
- (i) The tenant continues in possession after an owner or lessor, with whom the tenant shares the dwelling unit or access to a common kitchen or bathroom area, has served at least 20 days' advance written notice to vacate prior to the end of the rental term or, if a periodic tenancy, the end of the rental period;
- (j) The tenant continues in possession of a dwelling unit in transitional housing after having received at least 30 days' advance written notice to vacate in advance of the expiration of the transitional housing program, the tenant has aged out of the transitional housing program, or the tenant has completed an educational or training or service program and is no longer eligible to participate in the transitional housing program. Nothing in this subsection (2) (j) prohibits the ending of a tenancy in transitional housing for any of the other causes specified in this subsection;
- (k) The tenant continues in possession of a dwelling unit after the expiration of a rental agreement without signing a proposed new rental agreement proffered by the landlord; provided, that the landlord proffered the proposed new rental agreement at least 30 days prior to the expiration of the current rental agreement and that any new terms and conditions of the proposed new rental agreement are reasonable. This subsection (2)(k) does not apply to tenants whose tenancies are or have become periodic;
- (1) The tenant continues in possession after having received at least 30 days' advance written notice to vacate due to intentional, knowing, and material misrepresentations or omissions made on the tenant's application at the inception of the tenancy that, had these misrepresentations or omissions not been made, would have resulted in the landlord requesting additional information or taking an adverse action:

- (m) The tenant continues in possession after having received at least 60 days' advance written notice to vacate for other good cause prior to the end of the period or rental agreement and such cause constitutes a legitimate economic or business reason not covered or related to a basis for ending the lease as enumerated under this subsection (2). When the landlord relies on this basis for ending the tenancy, the court may stay any writ of restitution for up to 60 additional days for good cause shown, including difficulty procuring alternative housing. The court must condition such a stay upon the tenant's continued payment of rent during the stay period. Upon granting such a stay, the court must award court and fees as allowed under chapter;
- (n)(i) The tenant continues in possession after having received at least 60 days' written notice to vacate prior to the end of the period or rental agreement and the tenant has committed four or more of the following violations, other than ones monetary damages, within the preceding 12month period, the tenant has remedied or cured the violation, and the landlord has provided the tenant a written warning notice at the time of each violation: A substantial breach of a material program requirement of subsidized housing, a substantial breach of a material term subscribed to by the tenant within the lease or rental agreement, or a substantial breach of a tenant obligation imposed by law;
  - (ii) Each written warning notice must:
  - (A) Specify the violation;
- (B) Provide the tenant an opportunity to cure the violation;
- (C) State that the landlord may choose to end the tenancy at the end of the rental term if there are four violations within a 12-month period preceding the end of the term; and
- (D) State that correcting the fourth or subsequent violation is not a defense to the ending of the lease under this subsection;
  - (iii) The 60-day notice to vacate must:
- (A) State that the rental agreement will end upon the specified ending date for the rental term or upon a designated date not less than 60 days after the delivery of the notice, whichever is later;
- (B) Specify the reason for ending the lease and supporting facts; and
- (C) Be served to the tenant concurrent with or after the fourth or subsequent written warning notice;
- (iv) The notice under this subsection
  must include all notices supporting the
  basis of ending the lease;
- (v) Any notices asserted under this subsection must pertain to four or more separate incidents or occurrences; and
- (vi) This subsection (2)(n) does not absolve a landlord from demonstrating by admissible evidence that the four or more violations constituted breaches under (b) of this subsection at the time of the violation had the tenant not remedied or cured the violation;
- (o) The tenant continues in possession after having received at least 60 days' advance written notice to vacate prior to the end of the rental period or rental

- agreement if the tenant is required to register as a sex offender during the tenancy, or failed to disclose a requirement to register as a sex offender when required in the rental application or otherwise known to the property owner at the beginning of the tenancy;
- (p) The tenant continues in possession after having received at least 20 days' advance written notice to vacate prior to the end of the rental period or rental agreement if the tenant has made unwanted sexual advances or other acts of sexual harassment directed at the property owner, property manager, property employee, or another tenant based on the person's race, gender, or other protected status in violation of any covenant or term in the lease.
- (3) When a tenant has permanently vacated due to voluntary or involuntary events, other than by the ending of the tenancy by the landlord, a landlord must serve a notice to any remaining occupants who had coresided with the tenant at least six months prior to and up to the time the tenant permanently vacated, requiring the occupants to either apply to become a party to the rental agreement or vacate within 30 days of service of such notice. In processing any application from a remaining occupant under this subsection, the landlord may require the occupant to meet the same screening, background, and financial criteria as would any other prospective tenant to continue the tenancy. If the occupant fails to apply within 30 days of receipt of the notice in this subsection, or the application denied for failure to meet the criteria, the landlord may commence an unlawful detainer action under this chapter. If an occupant becomes a party to the tenancy pursuant to this subsection, a landlord may not end the tenancy except as provided under subsection (2) of this section. This subsection does not apply to tenants residing in subsidized housing.
- (4) A landlord who removes a tenant or causes a tenant to be removed from a dwelling in any way in violation of this section is liable to the tenant for wrongful eviction, and the tenant prevailing in such an action is entitled to the greater of their economic and noneconomic damages or three times the monthly rent of the dwelling at issue, and reasonable attorneys' fees and court costs.
- (5) Nothing in subsection (2)(d), (e), or (f) of this section permits a landlord to end a tenancy for a specified period before the completion of the term unless the landlord and the tenant mutually consent, in writing, to ending the tenancy early and the tenant is afforded at least 60 days to vacate.
- (6) All written notices required under subsection (2) of this section must:
- (a) Be served in a manner consistent with RCW 59.12.040; and
- (b) Identify the facts and circumstances known and available to the landlord at the time of the issuance of the notice that support the cause or causes with enough specificity so as to enable the tenant to respond and prepare a defense to any incidents alleged. The landlord may present

additional facts and circumstances regarding the allegations within the notice if such evidence was unknown or unavailable at the time of the issuance of the notice.

Sec. 410. RCW 61.24.030 and 2023 c 206 s 2 are each amended to read as follows:

It shall be requisite to a trustee's sale:

(1) That the deed of trust contains a power of sale;

(2) That the deed of trust contains a statement that the real property conveyed is not used principally for agricultural purposes; provided, if the statement is false on the date the deed of trust was granted or amended to include that statement, and false on the date of the trustee's sale, then the deed of trust must be foreclosed judicially. Real property is used for agricultural purposes if it is used in an operation that produces crops, livestock, or aquatic goods;

(3) That a default has occurred in the obligation secured or a covenant of the grantor, which by the terms of the deed of trust makes operative the power to sell;

- (4) That no action commenced by the beneficiary of the deed of trust is now pending to seek satisfaction of an obligation secured by the deed of trust in any court by reason of the grantor's default on the obligation secured: PROVIDED, That (a) the seeking of the appointment of a receiver, or the filing of a civil case to obtain court approval to access, secure, maintain, and preserve property from waste or nuisance, shall not constitute an action for purposes of this chapter; and (b) if a receiver is appointed, the grantor shall be entitled to any rents or profits derived from property subject to a homestead as defined in RCW 6.13.010. If the deed of trust was granted to secure a commercial loan, this subsection shall not apply to actions brought to enforce any other lien or security interest granted to secure the obligation secured by the deed of trust being foreclosed;
- (5) That the deed of trust has been recorded in each county in which the land or some part thereof is situated;
- (6) That prior to the date of the notice of trustee's sale and continuing thereafter through the date of the trustee's sale, the trustee must maintain a street address in this state where personal service of process may be made, and the trustee must maintain a physical presence and have telephone service at such address;
- (7)(a) That, for residential real property of up to four units, before the notice of trustee's sale is recorded, transmitted, or served, the trustee shall have proof that the beneficiary is the holder of any promissory note or other obligation secured by the deed of trust. A declaration by the beneficiary made under the penalty of perjury stating that the beneficiary is the holder of any promissory note or other obligation secured by the deed of trust shall be sufficient proof as required under this subsection.
- (b) Unless the trustee has violated his or her duty under RCW 61.24.010(4), the

trustee is entitled to rely on the beneficiary's declaration as evidence of proof required under this subsection.

(c) This subsection (7) does not apply to association beneficiaries subject to chapter

((64.32, 64.34, or 64.38))64.90 RCW;

(8) That at least 30 days before notice of sale shall be recorded, transmitted or served, written notice of default and, for residential real property of up to four units, the beneficiary declaration specified in subsection (7)(a) of this section shall be transmitted by the beneficiary or trustee to the borrower and grantor at their last known addresses by both first-class and either registered or certified mail, return receipt requested, and the beneficiary or trustee shall cause to be posted in a conspicuous place on the premises, a copy of the notice, or personally served on the borrower and grantor. This notice shall contain the following information:

(a) A description of the property which

is then subject to the deed of trust;

- (b) A statement identifying each county in which the deed of trust is recorded and the document number given to the deed of trust upon recording by each county auditor or recording officer;
- (c) A statement that the beneficiary has declared the borrower or grantor to be in default, and a concise statement of the default alleged;
- (d) An itemized account of the amount or amounts in arrears if the default alleged is failure to make payments;
- (e) An itemized account of all other specific charges, costs, or fees that the borrower, grantor, or any guarantor is or may be obliged to pay to reinstate the deed of trust before the recording of the notice of sale;
- (f) A statement showing the total of (d) and (e) of this subsection, designated clearly and conspicuously as the amount necessary to reinstate the note and deed of trust before the recording of the notice of sale;
- (g) A statement that failure to cure the alleged default within 30 days of the date of mailing of the notice, or if personally served, within 30 days of the date of personal service thereof, may lead to recordation, transmittal, and publication of a notice of sale, and that the property described in (a) of this subsection may be sold at public auction at a date no less than 120 days in the future, or no less than 150 days in the future if the borrower received a letter under RCW 61.24.031;
- (h) A statement that the effect of the recordation, transmittal, and publication of a notice of sale will be to (i) increase the costs and fees and (ii) publicize the default and advertise the grantor's property for sale;
- (i) A statement that the effect of the sale of the grantor's property by the trustee will be to deprive the grantor of all their interest in the property described in (a) of this subsection;
- (j) A statement that the borrower, grantor, and any guarantor has recourse to the courts pursuant to RCW 61.24.130 to contest the alleged default on any proper ground;

(k) In the event the property secured by the deed of trust is residential real property of up to four units, a statement, prominently set out at the beginning of the notice, which shall state as follows:

# "THIS NOTICE IS ONE STEP IN A PROCESS THAT COULD RESULT IN YOUR LOSING YOUR HOME.

You may be eligible for mediation in front of a neutral third party to help save your home.

CONTACT A HOUSING COUNSELOR OR AN ATTORNEY LICENSED IN WASHINGTON NOW to assess your situation and refer you to mediation if you might benefit. Mediation MUST be requested between the time you receive the Notice of Default and no later than 90 calendar days BEFORE the date of sale listed in the Notice of Trustee Sale. If an amended Notice of Trustee Sale is recorded providing a 45-day notice of the sale, mediation must be requested no later than 25 calendar days BEFORE the date of sale listed in the amended Notice of Trustee Sale.

DO NOT DELAY. If you do nothing, a notice of sale may be issued as soon as 30 days from the date of this notice of default. The notice of sale will provide a minimum of 120 days' notice of the date of the actual foreclosure sale.

**BE CAREFUL** of people who claim they can help you. There are many individuals and businesses that prey upon borrowers in distress.

REFER TO THE CONTACTS BELOW for sources of assistance.

#### SEEKING ASSISTANCE

Housing counselors and legal assistance may be available at little or no cost to you. If you would like assistance in determining your rights and opportunities to keep your house, you may contact the following:

The statewide foreclosure hotline for assistance and referral to housing counselors recommended by the Housing

Finance Commission

The United States Department of Housing and Urban Development

The statewide civil legal aid hotline for assistance and referrals to other housing counselors and attorneys

The beneficiary or trustee shall obtain the toll-free numbers and website information from the department for inclusion in the notice;

(1) In the event the property secured by the deed of trust is residential real property of up to four units, the name and address of the holder of any promissory note or other obligation secured by the deed of trust and the name, address, and telephone number of a party acting as a servicer of the obligations secured by the deed of trust;

- (m) For notices issued after June 30, 2018, on the top of the first page of the notice:
- (i) The current beneficiary of the deed of trust;
- (ii) The current mortgage servicer for the deed of trust; and
- (iii) The current trustee for the deed of trust;
- (9) That, for residential real property of up to four units, before the notice of the trustee's sale is recorded, transmitted, or served, the beneficiary has complied with RCW 61.24.031 and, if applicable, RCW 61.24.163;
- (10) That, in the case where the borrower or grantor is known to the mortgage servicer or trustee to be deceased, the notice required under subsection (8) of this section must be sent to any spouse, child, or parent of the borrower or grantor known to the trustee or mortgage servicer, and to any owner of record of the property, at any address provided to the trustee or mortgage servicer, and to the property addressed to the heirs and devisees of the borrower.
- (a) If the name or address of any spouse, child, or parent of such deceased borrower or grantor cannot be ascertained with use of reasonable diligence, the trustee must execute and record with the notice of sale a declaration attesting to the same.
- (b) Reasonable diligence for the purposes of this subsection (10) means the trustee shall search in the county where the property is located, the public records and information for any obituary, will, death certificate, or case in probate within the county for the borrower and grantor;
- (11) Upon written notice identifying the property address and the name of the borrower to the servicer or trustee by someone claiming to be a successor in interest to the borrower's or grantor's property rights, but who is not a party to the loan or promissory note or other obligation secured by the deed of trust, a trustee shall not record a notice of sale pursuant to RCW 61.24.040 until the trustee or mortgage servicer completes the following:
- (a) Acknowledges the notice in writing and requests reasonable documentation of the death of the borrower or grantor from the claimant including, but not limited to, a death certificate or other written evidence of the death of the borrower or grantor. Other written evidence of the death of the borrower or grantor may include an obituary, a published death notice, or documentation of an open probate action for the estate of the borrower or grantor. The claimant must be allowed 30 days from the date of this request to present this documentation. If the trustee or mortgage servicer has already obtained sufficient proof of the borrower's death, it may proceed by acknowledging the claimant's notice in writing and issuing a request under (b) of this subsection.
- (b) If the mortgage servicer or trustee obtains or receives written documentation of the death of the borrower or grantor from the claimant, or otherwise independently confirms the death of the borrower or grantor, then the servicer or trustee must request in writing documentation from the

claimant demonstrating the ownership interest of the claimant in the real property. A claimant has 60 days from the date of the request to present this documentation. Documentation demonstrating the ownership interest of the claimant in the real property includes, but is not limited to, one of the following:

(i) Excerpts of a trust document noting the claimant as a beneficiary of a trust

with title to the real property;

(ii) A will of the borrower or grantor listing the claimant as an heir or devisee with respect to the real property;

(iii) A probate order or finding of heirship issued by any court documenting the claimant as an heir or devisee or awarding the real property to the claimant;

(iv)  $\bar{A}$  recorded lack of probate affidavit signed by any heir listing the claimant as an heir of the borrower or grantor pursuant

to the laws of intestacy;

- (v) A deed, such as a personal representative's deed, trustee's deed issued on behalf of a trust, statutory warranty deed, transfer on death deed, or other deed, giving any ownership interest to the claimant resulting from the death of the borrower or grantor or executed by the borrower or grantor for estate planning purposes; and
- (vi) Other proof documenting the claimant as an heir of the borrower or grantor pursuant to state rules of intestacy set forth in chapter 11.04 RCW.
- (c) If the mortgage servicer or trustee receives written documentation demonstrating the ownership interest of the claimant prior to the expiration of the 60 days provided in (b) of this subsection, then the servicer or trustee must, within 20 days of receipt of proof of ownership interest, provide the claimant with, at a minimum, the loan balance, interest rate and interest reset dates and amounts, balloon payments if any, prepayment penalties if any, the basis for the default, the monthly payment amount, reinstatement amounts or conditions, payoff amounts, and information on how and where payments should be made. The mortgage servicers shall also provide the claimant application materials and information, or a description of the process, necessary to request a loan assumption and modification.

(d) Upon receipt by the trustee or the mortgage servicer of the documentation establishing claimant's ownership interest in the real property, that claimant shall be deemed a "successor in interest" for the

purposes of this section.

- (e) There may be more than one successor in interest to the borrower's property rights. The trustee and mortgage servicer shall apply the provisions of this section to each successor in interest. In the case of multiple successors in interest, where one or more do not wish to assume the loan as coborrowers or coapplicants, a mortgage servicer may require any nonapplicant successor in interest to consent in writing to the application for loan assumption.
- (f) The existence of a successor in interest under this section does not impose an affirmative duty on a mortgage servicer or alter any obligation the mortgage servicer has to provide a loan modification

- to the successor in interest. If a successor in interest assumes the loan, he or she may be required to otherwise qualify for available foreclosure prevention alternatives offered by the mortgage servicer.
- (g) (c), (e), and (f) of this subsection (11) do not apply to association beneficiaries subject to chapter (( $\frac{64.32}{64.34}$ , or  $\frac{64.38}{90}$ ) RCW; and
- (12) Nothing in this section shall prejudice the right of the mortgage servicer or beneficiary from discontinuing any foreclosure action initiated under the deed of trust act in favor of other allowed methods for pursuit of foreclosure of the security interest or deed of trust security interest.

 $\tt Sec.\ 411.$  RCW 61.24.031 and 2021 c 151 s 4 are each amended to read as follows:

- (1)(a) A trustee, beneficiary, or authorized agent may not issue a notice of default under RCW 61.24.030(8) until: (i) Thirty days after satisfying the due diligence requirements as described in subsection (5) of this section and the borrower has not responded; or (ii) if the borrower responds to the initial contact, ninety days after the initial contact with the borrower was initiated.
- (b) A beneficiary or authorized agent shall make initial contact with the borrower by letter to provide the borrower with information required under (c) of this subsection and by telephone as required under subsection (5) of this section. The letter required under this subsection must be mailed in accordance with subsection (5) (a) of this section and must include the information described in (c) of this subsection and subsection (5)(e)(i) through (iv) of this section.
- (c) The letter required under this subsection, developed by the department pursuant to RCW 61.24.033, at a minimum shall include:
- (i) A paragraph printed in no less than twelve-point font and bolded that reads:

"You must respond within thirty days of the date of this letter. IF YOU DO NOT RESPOND within thirty days, a notice of default may be issued and you may lose your home in foreclosure.

IF YOU DO RESPOND within thirty days of the date of this letter, you will have an additional sixty days to meet with your lender before a notice of default may be issued.

You should contact a housing counselor or attorney as soon as possible. Failure to contact a housing counselor or attorney may result in your losing certain opportunities, such as meeting with your lender or participating in mediation in front of a neutral third party. A housing counselor or attorney can help you work with your lender to avoid foreclosure.

If you filed bankruptcy or have been discharged in bankruptcy, this communication is not intended as an attempt to collect a debt from you personally, but is notice of enforcement of the deed of trust lien against the property. If you wish to avoid

foreclosure and keep your property, this notice sets forth your rights and options.";

(ii) The toll-free telephone number from the United States department of housing and urban development to find a department-approved housing counseling agency, the toll-free numbers for the statewide foreclosure hotline recommended by the housing finance commission, and the statewide civil legal aid hotline for assistance and referrals to other housing counselors and attorneys;

(iii) A paragraph stating that a housing counselor may be available at little or no cost to the borrower and that whether or not the borrower contacts a housing counselor or attorney, the borrower has the right to request a meeting with the beneficiary; and

(iv) A paragraph explaining how the borrower may respond to the letter and stating that after responding the borrower will have an opportunity to meet with his or her beneficiary in an attempt to resolve and try to work out an alternative to the foreclosure and that, after ninety days from the date of the letter, a notice of default may be issued, which starts the foreclosure process.

(d) If the beneficiary has exercised due diligence as required under subsection (5) of this section and the borrower does not respond by contacting the beneficiary within thirty days of the initial contact, the notice of default may be issued. "Initial contact" with the borrower is considered made three days after the date the letter required in (b) of this subsection is sent.

(e) If a meeting is requested by the borrower or the borrower's housing counselor or attorney, the beneficiary or authorized agent shall schedule the meeting to occur before the notice of default is issued. An assessment of the borrower's financial ability to modify or restructure the loan obligation and a discussion of options must occur during the meeting scheduled for that purpose.

(f) The meeting scheduled to assess the borrower's financial ability to modify or restructure the loan obligation and discuss options to avoid foreclosure may be held telephonically, unless the borrower or borrower's representative requests in writing that a meeting be held in person. The written request for an in-person meeting must be made within thirty days of the initial contact with the borrower. If the meeting is requested to be held in person, the meeting must be held in the county where the property is located unless the parties agree otherwise. A person who is authorized to agree to a resolution, inc modifying or restructuring the including modifying loan obligation or other alternative resolution to foreclosure on behalf of the beneficiary, must be present either in person or on the telephone or videoconference during meeting.

(2) A notice of default issued under RCW 61.24.030(8) must include a declaration, as provided in subsection (9) of this section, from the beneficiary or authorized agent that it has contacted the borrower as provided in subsection (1) of this section, it has tried with due diligence to contact the borrower under subsection (5) of this

section, or the borrower has surrendered the property to the trustee, beneficiary, or authorized agent. Unless the trustee has violated his or her duty under RCW 61.24.010(4), the trustee is entitled to rely on the declaration as evidence that the requirements of this section have been the beneficiary's or its authorized agent's failure to comply with the requirements of this section.

(3) If, after the initial contact under subsection (1) of this section, a borrower has designated a housing counseling agency, housing counselor, or attorney to discuss with the beneficiary or authorized agent, on the borrower's behalf, options for the borrower to avoid foreclosure, the borrower shall inform the beneficiary or authorized agent and provide the contact information to the beneficiary or authorized agent. The beneficiary or authorized agent shall contact the designated representative for the borrower to meet.

(4) The beneficiary or authorized agent and the borrower or the borrower's representative shall attempt to reach a resolution for the borrower within the ninety days from the time the initial contact is sent and the notice of default is issued. A resolution may include, but is not limited to, a loan modification, an agreement to conduct a short sale, or a deed in lieu of foreclosure transaction, or some other workout plan. Any modification or workout plan offered at the meeting with the borrower's designated representative by the beneficiary or authorized agent is subject to approval by the borrower.

(5) A notice of default may be issued under RCW 61.24.030(8) if a beneficiary or authorized agent has initiated contact with the borrower as required under subsection (1)(b) of this section and the failure to meet with the borrower occurred despite the due diligence of the beneficiary or authorized agent. Due diligence requires the

following:

(a) A beneficiary or authorized agent shall first attempt to contact a borrower by sending, by both first-class and either registered or certified mail, return receipt requested, a letter to the address in the beneficiary's records for sending account statements to the borrower and to the address of the property encumbered by the deed of trust. The letter must be the letter described in subsection (1)(c) of this section.

(b)(i) After the letter has been sent, the beneficiary or authorized agent shall attempt to contact the borrower by telephone at least three times at different hours and on different days. Telephone calls must be made to the primary and secondary telephone numbers on file with the beneficiary or authorized agent.

(ii) A beneficiary or authorized agent may attempt to contact a borrower using an automated system to dial borrowers if the telephone call, when answered, is connected to a live representative of the beneficiary or authorized agent.

(iii) A beneficiary or authorized agent satisfies the telephone contact requirements of this subsection (5)(b) if the beneficiary

or authorized agent determines, after attempting contact under this subsection (5) (b), that the borrower's primary telephone number and secondary telephone number or numbers on file, if any, have been disconnected or are not good contact numbers for the borrower.

(iv) The telephonic contact under this subsection (5)(b) does not constitute the meeting under subsection (1)(f) of this section.

- (c) If the borrower does not respond within fourteen days after the telephone call requirements of (b) of this subsection have been satisfied, the beneficiary or authorized agent shall send a certified letter, with return receipt requested, to the borrower at the address in the beneficiary's records for sending account statements to the borrower and to the address of the property encumbered by the deed of trust. The letter must include the information described in (e) (i) through (iv) of this subsection. The letter must also include a paragraph stating: "Your failure to contact a housing counselor or attorney may result in your losing certain opportunities, such as meeting with your lender or participating in mediation in front of a neutral third party."
- (d) The beneficiary or authorized agent shall provide a means for the borrower to contact the beneficiary or authorized agent in a timely manner, including a toll-free telephone number or charge-free equivalent that will provide access to a live representative during business hours for the purpose of initiating and scheduling the meeting under subsection (1)(f) of this section.
- (e) The beneficiary or authorized agent shall post a link on the home page of the beneficiary's or authorized agent's internet website, if any, to the following information:
- (i) Options that may be available to borrowers who are unable to afford their mortgage payments and who wish to avoid foreclosure, and instructions to borrowers advising them on steps to take to explore those options;
- (ii) A list of financial documents borrowers should collect and be prepared to present to the beneficiary or authorized agent when discussing options for avoiding foreclosure;
- (iii) A toll-free telephone number or charge-free equivalent for borrowers who wish to discuss options for avoiding foreclosure with their beneficiary or authorized agent; and
- (iv) The toll-free telephone number or charge-free equivalent made available by the department to find a department-approved housing counseling agency.
- (6) Subsections (1) and (5) of this section do not apply if the borrower has surrendered the property as evidenced by either a letter confirming the surrender or delivery of the keys to the property to the trustee, beneficiary, or authorized agent.
- (7) (a) This section applies only to deeds of trust that are recorded against residential real property of up to four units. This section does not apply to deeds of trust: (i) Securing a commercial loan;

- (ii) securing obligations of a grantor who is not the borrower or a guarantor; or (iii) securing a purchaser's obligations under a seller-financed sale.
- (b) This section does not apply to association beneficiaries subject to chapter ((64.32, 64.34, or 64.38)) 64.90 RCW.
  - (8) As used in this section:
- (a) "Department" means the United States department of housing and urban development.
- (b) "Seller-financed sale" means a residential real property transaction where the seller finances all or part of the purchase price, and that financed amount is secured by a deed of trust against the subject residential real property.
- (9) The form of declaration to be provided by the beneficiary or authorized agent as required under subsection (2) of this section must be in substantially the following form:

## "FORECLOSURE LOSS MITIGATION FORM Please select applicable option(s) below.

The undersigned beneficiary or authorized agent for the beneficiary hereby represents and declares under the penalty of perjury that [check the applicable box and fill in any blanks so that the beneficiary, authorized agent, or trustee can insert, on the beneficiary's behalf, the applicable declaration in the notice of default required under chapter 61.24 RCW]:

(1) [ ] The beneficiary or beneficiary's authorized agent has contacted the borrower under, and has complied with, RCW 61.24.031 (contact provision to "assess the borrower's financial ability to pay the debt secured by the deed of trust and explore options for the borrower to avoid foreclosure") and the borrower responded but did not request a meeting.

- (2) [ ] The beneficiary or beneficiary's authorized agent has contacted the borrower as required under RCW 61.24.031 and the borrower or the borrower's designated representative requested a meeting. A meeting was held on (insert date, time, and location/telephonic here) in compliance with RCW 61.24.031.
- (3) [ ] The beneficiary or beneficiary's authorized agent has contacted the borrower as required in RCW 61.24.031 and the borrower or the borrower's designated representative requested a meeting. A meeting was scheduled for (insert date, time, and location/telephonic here) and neither the borrower nor the borrower's designated representative appeared.
- (4) [ ] The beneficiary or beneficiary's authorized agent has exercised due diligence to contact the borrower as required in RCW 61.24.031(5) and the borrower did not respond.
- (5) [ ] The borrower has surrendered the secured property as evidenced by either a letter confirming the surrender or by delivery of the keys to the secured property to the beneficiary, the beneficiary's authorized agent or to the trustee.

Additional Optional Explanatory Comments:

Sec. 412. RCW 61.24.040 and 2023 c 206 s 3 are each amended to read as follows:

A deed of trust foreclosed under this chapter shall be foreclosed as follows:

- (1) At least 90 days before the sale, or if a letter under RCW 61.24.031 is required, at least 120 days before the sale, the trustee shall:
- (a) Record a notice in the form described in subsection (2) of this section in the office of the auditor in each county in which the deed of trust is recorded;
- (b) To the extent the trustee elects to foreclose its lien or interest, or the beneficiary elects to preserve its right to seek a deficiency judgment against a borrower or grantor under RCW 61.24.100(3) (a), and if their addresses are stated in a instrument evidencing their recorded lien, or claim of lien, interest, amendment thereto, or are otherwise known to the trustee, cause a copy of the notice of sale described in subsection (2) of this section to be transmitted by both firstclass and either certified or registered mail, return receipt requested, to the following persons or their representatives, if any, at such address:
  - (i)(A) The borrower and grantor;
- (B) In the case where the borrower or grantor is deceased, to any successors in interest. If no successor in interest has been established, then to any spouse, child, or parent of the borrower or grantor, at the addresses discovered by the trustee pursuant to RCW 61.24.030(10);
- (ii) The beneficiary of any deed of trust or mortgagee of any mortgage, or any person who has a lien or claim of lien against the property, that was recorded subsequent to the recordation of the deed of trust being foreclosed and before the recordation of the notice of sale;
- (iii) The vendee in any real estate contract, the lessee in any lease, or the holder of any conveyances of any interest or estate in any portion or all of the property described in such notice, if that contract, lease, or conveyance of such interest or estate, or a memorandum or other notice thereof, was recorded after the recordation of the deed of trust being foreclosed and before the recordation of the notice of sale:
- (iv) The last holder of record of any other lien against or interest in the property that is subject to a subordination to the deed of trust being foreclosed that was recorded before the recordation of the notice of sale;
- (v) The last holder of record of the lien of any judgment subordinate to the deed of trust being foreclosed; and
- (vi) The occupants of property consisting solely of a single-family residence, or a condominium, cooperative, or other dwelling unit in a multiplex or other building containing fewer than five residential units, whether or not the occupant's rental agreement is recorded, which notice may be a single notice addressed to "occupants" for each unit known to the trustee or beneficiary;
- (c) Cause a copy of the notice of sale described in subsection (2) of this section to be transmitted by both first-class and either certified or registered mail, return receipt requested, to the plaintiff or the

- plaintiff's attorney of record, in any court action to foreclose a lien or other encumbrance on all or any part of the property, provided a court action is pending and a lis pendens in connection therewith is recorded in the office of the auditor of any county in which all or part of the property is located on the date the notice is recorded:
- (d) Cause a copy of the notice of sale described in subsection (2) of this section to be transmitted by both first-class and either certified or registered mail, return receipt requested, to any person who has recorded a request for notice in accordance with RCW 61.24.045, at the address specified in such person's most recently recorded request for notice;
- (e) Cause a copy of the notice of sale described in subsection (2) of this section to be posted in a conspicuous place on the property, or in lieu of posting, cause a copy of said notice to be served upon any occupant of the property.
- (2)(a) If foreclosing on a commercial loan under RCW 61.24.005(4), the title of the document must be "Notice of Trustee's Sale of Commercial Loan(s)";
- (b) In addition to all other indexing requirements, the notice required in subsection (1) of this section must clearly indicate on the first page the following information, which the auditor will index:
- (i) The document number or numbers given to the deed of trust upon recording;
  - (ii) The parcel number(s);
  - (iii) The grantor;
- (iv) The current beneficiary of the deed
  of trust;
- (v) The current trustee of the deed of trust; and
- (vi) The current loan mortgage servicer
  of the deed of trust;
  - (c) Nothing in this section:
- (i) Requires a trustee or beneficiary to cause to be recorded any new notice of trustee's sale upon transfer of the beneficial interest in a deed of trust or the servicing rights for the associated mortgage loan;
- (ii) Relieves a mortgage loan servicer of any obligation to provide the borrower with notice of a transfer of servicing rights or other legal obligations related to the transfer; or
- (iii) Prevents the trustee from disclosing the beneficiary's identity to the borrower and to county and municipal officials seeking to abate nuisance and abandoned property in foreclosure pursuant to chapter 35.21 RCW;
- (d) The notice must be in substantially the following form:

#### NOTICE OF TRUSTEE'S SALE

Grantor: ..... Current beneficiary of t.he deed οf trust: ...... Current trustee of the deed Current mortgage servicer of the deed of trust: ...... Reference number of t.he deed oftrust: ..... Parcel number(s): .....

[If any personal property is to be included in the trustee's sale, include a description that reasonably identifies such personal property]

#### II.

No action commenced by the Beneficiary of the Deed of Trust is now pending to seek satisfaction of the obligation in any Court by reason of the Borrower's or Grantor's default on the obligation secured by the Deed of Trust.

[If there is another action pending to foreclose other security for all or part of the same debt, qualify the statement and identify the action.]

#### III.

The default(s) for which this foreclosure is made is/are as follows:

[If default is for other than payment of money, set forth the particulars]

Failure to pay when due the following amounts which are now in arrears:

#### IV.

The sum owing on the obligation secured by the Deed of Trust is: Principal \$ . . . . , together with interest as provided in the note or other instrument secured from the . . . . day of . . . . , . . . , and such other costs and fees as are due under the note or other instrument secured, and as are provided by statute.

#### V.

The above-described real property will be sold to satisfy the expense of sale and the obligation secured by the Deed of Trust as provided by statute. The sale will be made without warranty, express or implied, regarding title, possession, or encumbrances on the . . . day of . . . . . . . . . The default(s) referred to in paragraph III must be cured by the . . . . day

#### VI.

A written notice of default was transmitted by the Beneficiary or Trustee to the Borrower and Grantor at the following addresses:

by both first-class and certified mail on the . . . day of . . . . . , . . . , proof of which is in the possession of the Trustee; and the Borrower and Grantor were personally served on the . . . day of . . . . . , . . , with said written notice of default or the written notice of default was posted in a conspicuous place on the real property described in paragraph I above, and the Trustee has possession of proof of such service or posting.

#### VII.

The Trustee whose name and address are set forth below will provide in writing to anyone requesting it, a statement of all costs and fees due at any time prior to the sale

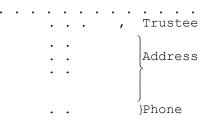
#### VIII.

The effect of the sale will be to deprive the Grantor and all those who hold by, through or under the Grantor of all their interest in the above-described property.

#### IX.

Anyone having any objection to the sale on any grounds whatsoever will be afforded an opportunity to be heard as to those objections if they bring a lawsuit to restrain the sale pursuant to RCW 61.24.130. Failure to bring such a lawsuit may result in a waiver of any proper grounds for invalidating the Trustee's sale.

[Add Part X to this notice if applicable under RCW  $61.24.040\,(11)$ ]



[Acknowledgment]

(3) If the borrower received a letter under RCW 61.24.031, the notice specified in subsection (2)(d) of this section shall also include the following additional language:

#### "THIS NOTICE IS THE FINAL STEP BEFORE THE FORECLOSURE SALE OF YOUR HOME.

You have only until 90 calendar days BEFORE the date of sale listed in this Notice of Trustee Sale to be referred to mediation. If this is an amended Notice of Trustee Sale providing a 45-day notice of the sale, mediation must be requested no later than 25 calendar days BEFORE the date of sale listed in this amended Notice of Trustee Sale.

DO NOT DELAY. CONTACT A HOUSING COUNSELOR OR AN ATTORNEY LICENSED IN WASHINGTON NOW to assess your situation and refer you to mediation if you are eligible and it may help you save your home. See below for safe sources of help.

#### SEEKING ASSISTANCE

Housing counselors and legal assistance may be available at little or no cost to you. If you would like assistance in determining your rights and opportunities to keep your house, you may contact the following: The statewide foreclosure hotline assistance and referral counselors recommended by to housing the recommended by Housing Finance Commission The United States Department of Housing and Urban Development Telephone: . . Website: . Website: . . . . . . . . . . . . . . The statewide civil legal aid hotline for assistance and referrals to other housing counselors and attorneys 

information from the department inclusion in the notice;

(4) In addition to providing the borrower and grantor the notice of sale described in subsection (2) of this section, the trustee shall include with the copy of the notice which is mailed to the grantor, a statement to the grantor in substantially following form:

#### NOTICE OF FORECLOSURE Pursuant to the Revised Code of Washington, Chapter 61.24 RCW

The attached Notice of Trustee's Sale is a consequence of default(s) in the obligation to . . . . ., the Beneficiary of your Deed of Trust and holder of the obligation secured thereby. Unless the default(s) is/are cured, your property will be sold at auction on the . . . . day

of . . . . . . , . . . . . To cure the default(s), you must bring the payments current, cure any other defaults, and pay accrued late charges and other costs, advances, and attorneys' fees as set forth below by the . . . . day of . . . . . , . . . [11 days before the sale date]. To date, these arrears and costs are as follows:

	Curren tly due to reinstate on	Estimated amount that will be due to reinstate on
Delinquent pa	avments	
from	1	
the amount of \$ /	\$	\$
<pre>mo.: Late charges in the total</pre>		
amount of:	\$	\$
		Estimat ed Amounts
Attorneys'	\$	\$
fees: Trustee's	\$	\$
<pre>fee: Trustee's exp (Itemizatio n)</pre>	enses:	
Title	\$	\$
report Recording	• •	\$
fees	٠	٧
Service/		
Posting of Notices	\$	\$
Postage/	• •	
Copying	\$	\$
expense Publication	· ·	\$
Telephone		\$
charges	\$	Y · · · ·
_		<b>A</b>
Inspection fees	\$	\$
	\$	\$
	 \$	\$
TOTALS	\$	\$

To pay off the entire obligation secured by your Deed of Trust as of the . . . . day of . . . . . . . you must pay a total of \$ . . . . . in principal, \$ . . . . . in interest, plus other costs and advances estimated to date in the amount of \$..... From and after the date of this notice you must submit a written request to the Trustee to obtain the total amount to pay off the entire obligation secured by your Deed of Trust as of the payoff date.

As to the defaults which do not involve payment of money to the Beneficiary of your Deed of Trust, you must cure each such default. Listed below are the defaults which do not involve payment of money to the Beneficiary of your Deed of Trust. Opposite each such listed default is a brief description of the action necessary to cure the default and a description of the documentation necessary to show that the default has been cured.

Def Description of Action Required ault to Cure and Documentation Necessary to Show Cure

You may reinstate your Deed of Trust and the obligation secured thereby at any time . day up to and including the of . . . . . . . . [11 days before the sale date], by paying the amount set forth or estimated above and by curing any other defaults described above. Of course, as time passes other payments may become due, and any further payments coming due and any additional late charges must be added to your reinstating payment. Any new defaults not involving payment of money that occur after the date of this notice must also be cured in order to effect reinstatement. In addition, because some of the charges can only be estimated at this time, and because the amount necessary to reinstate or to pay off the entire indebtedness may include presently unknown expenditures required to preserve the property or to comply with state or local law, it will be necessary for you to contact the Trustee before the time you tender reinstatement or the payoff amount so that you may be advised of the exact amount you will be required to pay. Tender of payment or performance must be YOU MAY NOT REINSTATE YOUR DEED OF TRUST BY PAYING THE BACK PAYMENTS AND COSTS AND FEES AND CURING THE OTHER DEFAULTS AS OUTLINED ABOVE. The Trustee will respond to any written request for current payoff or reinstatement amounts within 10 days of receipt of your written request. In such a case, you will only be able to stop the sale by paying, before the sale, the total principal balance (\$ . . . . . . ) plus accrued interest, costs and advances, if any, made pursuant to the terms of the documents and by curing the other defaults as outlined above.

You may contest this default by initiating court action in the Superior Court of the county in which the sale is to be held. In such action, you may raise any

legitimate defenses you have to this default. A copy of your Deed of Trust and documents evidencing the obligation secured thereby are enclosed. You may wish to consult a lawyer. Legal action on your part may prevent or restrain the sale, but only if you persuade the court of the merits of your defense. You may contact the Department of Financial Institutions or the statewide civil legal aid hotline for possible assistance or referrals.

The court may grant a restraining order or injunction to restrain a trustee's sale pursuant to RCW 61.24.130 upon five days notice to the trustee of the time when, place where, and the judge before whom the application for the restraining order or injunction is to be made. This notice shall include copies of all pleadings and related documents to be given to the judge. Notice and other process may be served on the trustee at:

NAME:														•
ADDRESS:	:			•		•	•		•	•	•		•	
					•	•	•		•		•	•	•	
TELEPHON	ΙE	ΝŪ	JM	ΒĒ	IR:	:								

If you do not reinstate the secured obligation and your Deed of Trust in the manner set forth above, or if you do not succeed in restraining the sale by court action, your property will be sold. The effect of such sale will be to deprive you and all those who hold by, through or under you of all interest in the property;

(5) In addition, the trustee shall cause a copy of the notice of sale described in subsection (2)(d) of this section (excluding the acknowledgment) to be published in a legal newspaper in each county in which the property or any part thereof is situated, once on or between the 35th and 28th day before the date of sale, and once on or between the 14th and seventh day before the date of sale;

(6) In the case where no successor in interest has been established, and neither the beneficiary nor the trustee are able to ascertain the name and address of any spouse, child, or parent of the borrower or grantor in the manner described in RCW 61.24.030(10), then the trustee may, in addition to mailing notice to the property addressed to the unknown heirs and devisees of the grantor, serve the notice of sale by publication in a newspaper of general circulation in the county or city where the property is located once per week for three consecutive weeks. Upon this service by publication, to be completed not less than 30 days prior to the date the sale is conducted, all unknown heirs shall be deemed served with the notice of sale;

(7) (a) If a servicer or trustee receives notification by someone claiming to be a successor in interest to the borrower or grantor, as under RCW 61.24.030(11), after the recording of the notice of sale, the trustee or servicer must request written documentation within five days demonstrating the ownership interest, provided that, the trustee may, but is not required to, postpone a trustee's sale upon receipt of

such notification by someone claiming to be a successor in interest.

- Upon receipt of documentation (b) establishing a claimant as a successor in interest, the servicer must provide the information in RCW 61.24.030(11)(c). Only if the servicer or trustee receives documentation confirming someone successor in interest more than 45 days before the scheduled sale must the servicer then provide the information in 61.24.030(11)(c) to the claimant not less than 20 days prior to the sale.
- (c) (b) of this subsection (7) does not apply to association beneficiaries subject to chapter ((<del>64.32, 64.34, or 64.38</del>))<u>64.90</u> RCW;
- (8) On the date and at the designated in the notice of sale, t.he trustee or its authorized agent shall sell the property at public auction to the highest bidder. The trustee may sell the property in gross or in parcels as trustee shall deem most advantageous;
- (9) The place of sale shall be at any designated public place within the county where the property is located and if the property is in more than one county, the sale may be in any of the counties where the property is located. The sale shall be on Friday, or if Friday is a legal holiday on the following Monday, and during the hours set by statute for the conduct of sales of real estate at execution;
- (10) The trustee has no obligation to, but may, for any cause the trustee deems advantageous, continue the sale for a period or periods not exceeding a total of 120 days by (a) a public proclamation at the time and place fixed for sale in the notice of sale and if the continuance is beyond the date of sale, by giving notice of the new time and place of the sale by both first class and either certified or registered mail, return receipt requested, to the persons specified in subsection (1)(b)(i) and (ii) of this section to be deposited in the mail (i) not less than four days before the new date fixed for the sale if the sale is continued for up to seven days; or (ii) not more than three days after the date of the continuance by oral proclamation if the sale is continued for more than seven days, or, alternatively, (b) by giving notice of the time and place of the postponed sale in the manner and to the persons specified in subsection (1) (b), (c), (d), and (e) of this section and publishing a copy of such notice once in the newspaper(s) described in subsection (5) of this section, more than seven days before the date fixed for sale in the notice of sale. No other notice of the postponed sale need be given;
- (11) The purchaser shall forthwith pay the price bid. On payment and subject to RCW 61.24.050, the trustee shall execute to the purchaser its deed. The deed shall recite the facts showing that the sale was conducted in compliance with all of requirements of this chapter and of the deed of trust, which recital shall be prima facie evidence of such compliance and conclusive evidence thereof in favor of bona fide purchasers and encumbrancers for value, except that these recitals shall not affect the lien or interest of any person entitled

to notice under subsection (1) of this section, if the trustee fails to give the  $% \left( 1\right) =\left( 1\right) \left( 1\right) =\left( 1\right) \left( 1\right) \left( 1\right) =\left( 1\right) \left( 1\right$ required notice to such person. In such case, the lien or interest of such omitted person shall not be affected by the sale and such omitted person shall be treated as if such person was the holder of the same lien or interest and was omitted as a party defendant in a judicial foreclosure proceeding;

(12) The sale as authorized under this chapter shall not take place less than 190 days from the date of default in any of the

obligations secured; (13) If the trustee elects to foreclose the interest of any occupant or tenant of property comprised solely of a single-family residence, or a condominium, cooperative, or other dwelling unit in a multiplex or other building containing fewer than five residential units, the following notice shall be included as Part X of the Notice of Trustee's Sale:

#### X. NOTICE TO OCCUPANTS OR TENANTS

The purchaser at the trustee's sale is entitled to possession of the property on the 20th day following the sale, as against the grantor under the deed of trust (the owner) and anyone having an interest junior to the deed of trust, including occupants who are not tenants. After the 20th day following the sale the purchaser has the right to evict occupants who are not tenants by summary proceedings under chapter 59.12 RCW. For tenant-occupied property, the purchaser shall provide a tenant with written notice in accordance with RCW 61.24.060;

(14) Only one copy of all required by this chapter need be given to a person who is both the borrower and the grantor. All notices required by this chapter that are given to a general partnership are deemed given to each of its general partners, unless otherwise agreed by the parties.

Sec. 413. RCW 61.24.165 and 2023 c 206 s 6 are each amended to read as follows:

- (1) RCW 61.24.163 applies only to deeds trust that are recorded against residential real property of up to four units.
- (2) RCW 61.24.163 does not apply to deeds of trust:

(a) Securing a commercial loan;

(b) Securing obligations of a grantor who is not the borrower or a quarantor;

(c) Securing a purchaser's obligations under a seller-financed sale; or

- (d) Where the grantor is a partnership, corporation, or limited liability company, or where the property is vested in a partnership, corporation, or limited liability company at the time the notice of default is issued.
- RCW 61.24.163 does not apply to (3) association beneficiaries subject to chapter ((64.32, 64.34, or 64.38))64.90 RCW.
- (4) For purposes of referral and mediation under RCW 61.24.163, a person may be referred to mediation if the borrower is deceased and the person is a successor in interest of the deceased borrower.

referring counselor or attorney must determine a person's eligibility under this section and indicate the grounds for eligibility on the referral to mediation submitted to the department. For the purposes of mediation under RCW 61.24.163, the person must be treated as a "borrower." This subsection does not impose an affirmative duty on the beneficiary to accept an assumption of the loan.

(5) For purposes of referral and mediation under RCW 61.24.163, a person may be referred to mediation if the person has been awarded title to the property in a proceeding for dissolution or legal separation. The referring counselor or attorney must determine the person's eligibility under this section and indicate the grounds for eligibility on the referral to mediation submitted to the department. For the purposes of mediation under RCW 61.24.163, the person must be treated as a "borrower." This subsection does not impose an affirmative duty on the beneficiary to accept an assumption of the loan.

Sec. 414. RCW 61.24.190 and 2023 c 206 s 8 are each amended to read as follows:

- (1) Except as provided in subsections (6) and (7) of this section, beginning January 1, 2022, and every quarter thereafter, every beneficiary issuing notices of default, or causing notices of default to be issued on its behalf, on residential real property under this chapter must:
- (a) Report to the department, on a form approved by the department, the total number of residential real properties for which the beneficiary has issued a notice of default during the previous quarter, together with the street address, city, and zip code;
- (b) Remit the amount required under subsection (2) of this section; and
- (c) Report and update beneficiary contact information for the person and work group responsible for the beneficiary's compliance with the requirements of the foreclosure fairness act created in this chapter.
- (2) For each residential real property for which a notice of default has been issued, the beneficiary issuing the notice of default, or causing the notice of default to be issued on the beneficiary's behalf, shall remit \$250 to the department to be deposited, as provided under RCW 61.24.172, into the foreclosure fairness account. The \$250 payment is required per property and not per notice of default. The beneficiary shall remit the total amount required in a lump sum each quarter.
- (3) Reporting and payments under subsections (1) and (2) of this section are due within 45 days of the end of each quarter.
- (4) For purposes of this section, "residential real property" includes residential real property with up to four dwelling units, whether or not the property or any part thereof is owner occupied.
- (5) The department, including its officials and employees, may not be held civilly liable for damages arising from any release of information or the failure to release information related to the reporting

required under this section, so long as the release was without gross negligence.

- (6) (a) Beginning on January 1, 2023, this section does not apply to any beneficiary or loan servicer that is a federally insured depository institution, as defined in 12 U.S.C. Sec. 461(b)(1)(A), and that certifies under penalty of perjury that it has issued, or has directed a trustee or authorized agent to issue, fewer than 250 notices of default in the preceding year.
- default in the preceding year.

  (b) During the 2023 calendar year, this section does not apply to any beneficiary or loan servicer that is a federally insured depository institution, as defined in 12 U.S.C. Sec. 461(b)(1)(A), and that certifies under penalty of perjury that fewer than 50 notices of trustee's sale were recorded on its behalf in 2019.
- (c) This subsection (6) applies retroactively to January 1, 2023, and prospectively beginning with May 1, 2023.
- (7) This section does not apply to association beneficiaries subject to chapter ((64.32, 64.34, or 64.38)) 64.90 RCW.

 $\bf Sec.~415.~$  RCW 64.06.005 and 2019 c 238 s 214 are each reenacted and amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Commercial real estate" has the same meaning as in RCW 60.42.005.
- (2) "Improved residential property," "unimproved residential property," and "commercial real estate" do not include a condominium unit created under chapter 64.90 RCW on or after July 1, 2018, if the buyer of the unit entered into a contract to purchase the unit prior to July 1, 2018, and received a public offering statement pursuant to former chapter 64.34 RCW prior to July 1, 2018.
- to July 1, 2018.

  (3) "Improved residential real property" means:
- (a) Real property consisting of, or improved by, one to four residential dwelling units;
- (b) ((A residential condominium as defined in RCW 64.34.020(10), unless the sale is subject to the public offering statement requirement in the Washington condominium act, chapter 64.34 RCW;
- (e))) A residential timeshare, as defined in RCW 64.36.010(11), unless subject to written disclosure under the Washington timeshare act, chapter 64.36 RCW:
- timeshare act, chapter 64.36 RCW; ((<del>(d)</del>))(<u>c)</u> A mobile or manufactured home, as defined in RCW 43.22.335 or 46.04.302, that is personal property; or
- (((++))) (d) A residential common interest community as defined in RCW 64.90.010((+10+)) unless the sale is subject to the public offering statement requirement in the Washington uniform common interest ownership act, chapter 64.90 RCW.
- (4) "Residential real property" means both improved and unimproved residential real property.
- (5) "Seller disclosure statement" means the form to be completed by the seller of residential real property as prescribed by this chapter.

- (6) "Unimproved residential real property" means property zoned for residential use that is not improved by one or more residential dwelling units, a residential condominium, a residential timeshare, or a mobile or manufactured home. It does not include commercial real estate or property defined as "timberland" under RCW 84.34.020.
- Sec. 416. RCW 64.35.105 and 2023 c 337 s 1 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Affiliate" has the meaning in RCW 64.90.010.
- (2) "Association" has the meaning in RCW 64.90.010.
- (3) "Building envelope" means the assemblies, components, and materials of a building that are intended to separate and protect the interior space of the building from the adverse effects of exterior climatic conditions.
- climatic conditions. (4) "Common element" has the meaning in RCW 64.90.010.
- (5) "Condominium" has the meaning in RCW 64.90.010.
- (6) "Construction professional" has the meaning in RCW 64.50.010.  $\,$
- (7) "Conversion condominium" has the meaning in RCW 64.90.010.
- (8) "Declarant" has the meaning in RCW 64.90.010.
- (9) "Declarant control" has the meaning in RCW 64.90.010.
- (10) "Defect" means any aspect of a condominium unit or common element which constitutes a breach of the implied warranties set forth in RCW ((64.34.445 or)) 64.90.670.
- (11) "Limited common element" has the meaning in RCW 64.90.010.
- (12) "Material" means substantive, not simply formal; significant to a reasonable person; not trivial or insignificant. When used with respect to a particular construction defect, "material" does not require that the construction defect render the unit or common element unfit for its intended purpose or uninhabitable.
- (13) "Mediation" means a collaborative process in which two or more parties meet and attempt, with the assistance of a mediator, to resolve issues in dispute between them.
- (14) "Mediation session" means a meeting between two or more parties to a dispute during which they are engaged in mediation.
- (15) "Mediator" means a neutral and impartial facilitator with no decision-making power who assists parties in negotiating a mutually acceptable settlement of issues in dispute between them.
- (16) "Person" has the meaning in RCW 64.90.010.
- (17) "Public offering statement" has the meaning in chapter  $64.90\ \text{RCW}.$
- (18) "Qualified insurer" means an entity that holds a certificate of authority under RCW 48.05.030, or an eligible insurer under chapter 48.15 RCW.
- (19) "Qualified warranty" means an insurance policy issued by a qualified

- insurer that complies with the requirements of this chapter. A qualified warranty includes coverage for repair of physical damage caused by the defects covered by the qualified warranty, except to the extent of any exclusions and limitations under this chapter.
- '(20) "Resale certificate" means the statement to be delivered by the association under chapter 64.90 RCW.
- (21) "Transition date" means the date on which the declarant is required to deliver to the association the property of the association under RCW 64.90.420.
- (22) "Unit" has the meaning in RCW
- (23) "Unit owner" has the meaning in RCW 64.90.010.
- Sec. 417. RCW 64.35.405 and 2004 c 201 s 501 are each amended to read as follows:
- A qualified insurer may include any of the following provisions in a qualified warranty:
- (1) If the qualified insurer makes a payment or assumes liability for any payment or repair under a qualified warranty, the owner and association must fully support and assist the qualified insurer in pursuing any rights that the qualified insurer may have against the declarant, and any construction professional that has contractual or common law obligations to the declarant, whether such rights arose by contract, subrogation, or otherwise.
- (2) Warranties or representations made by a declarant which are in addition to the warranties set forth in this chapter are not binding on the qualified insurer unless and to the extent specifically provided in the text of the warranty; and disclaimers of specific defects made by agreement between the declarant and the unit purchaser under RCW ((64.34.450))64.90.675 act as an exclusion of the specified defect from the warranty coverage.
- (3) An owner and the association must permit the qualified insurer or declarant, or both, to enter the unit at reasonable times, after reasonable notice to the owner and the association:
- (a) To monitor the unit or its components;
  - (b) To inspect for required maintenance;
- (c) To investigate complaints or claims;
- (d) To undertake repairs under the qualified warranty.
- If any reports are produced as a result of any of the activities referred to in (a) through (d) of this subsection, the reports must be provided to the owner and the association.
- (4) An owner and the association must provide to the qualified insurer all information and documentation that the owner and the association have available, as reasonably required by the qualified insurer to investigate a claim or maintenance requirement, or to undertake repairs under the qualified warranty.
- (5) To the extent any damage to a unit is caused or made worse by the unreasonable refusal of the association, or an owner or occupant to permit the qualified insurer or

declarant access to the unit for the reasons in subsection (3) of this section, or to information required by provide the subsection (4) of this section, that damage is excluded from the qualified warranty.

(6) In any claim under a qualified warranty issued to the association, the association shall have the sole right to prosecute and settle any claim with respect to the common elements.

Sec. 418. RCW 64.35.505 and 2004 c 201 s 1001 are each amended to read as follows:

(1) If coverage under a qualified is conditional on an owner warrant.v undertaking proper maintenance, or if coverage is excluded for damage caused by negligence by the owner or association with respect to maintenance or repair by the owner or association, the conditions or exclusions apply only to maintenance requirements or procedures: (a) Provided to the original owner in the case of the unit warranty, and to the association for the common element warranty with an estimation of the required cost thereof for the common element warranty provided in the budget prepared by the declarant; or (b) that would be obvious to a reasonable and prudent layperson. Recommended maintenance requirements and procedures are sufficient for purposes of this subsection if consistent with knowledge generally available in the construction industry at the time the qualified warranty is issued.

(2) If an original owner or the association has not been provided with the manufacturer's documentation or warranty information, or both, or with recommended maintenance and repair procedures for any component of a unit, the relevant exclusion does not apply. The common element warranty is included in the written warranty to be provided to the association under RCW ((<del>64.34.312</del>))<u>64.90.420</u>.

Sec. 419. RCW 64.35.610 and 2004 c 201 s 1601 are each amended to read as follows:

A qualified warranty may include mandatory binding arbitration of all disputes arising out of or in connection with a qualified warranty. The provision may provide that all claims for a single condominium be heard by the same arbitrator, but shall not permit the joinder or consolidation of any other person or entity. The arbitration shall comply with the following minimum procedural standards:

(1) Any demand for arbitration shall be delivered by certified mail return receipt requested, and by ordinary first-class mail. The party initiating the arbitration shall address the notice to the address last known to the initiating party in the exercise of reasonable diligence, and also, for any entity which is required to have a registered agent in the state of Washington, to the address of the registered agent. Demand for arbitration is deemed effective three days after the date deposited in the mail(( ; )).

(2) All disputes shall be heard by one qualified arbitrator, unless the parties agree to use three arbitrators. If three arbitrators are used, one shall be appointed

by each of the disputing parties and the first two arbitrators shall appoint the third, who will chair the panel. The parties shall select the identity and number of the arbitrator or arbitrators after the demand for arbitration is made. If, within thirty days after the effective of the demand for arbitration, the parties fail to agree on an arbitrator or the agreed number of arbitrators fail to be appointed, then an arbitrator or arbitrators shall be appointed under RCW 7.04.050 by the presiding judge of the superior court of the county in which the condominium is located( $(\div)$ ).

(3) In any arbitration, at least one arbitrator must be a lawyer or retired judge. Any additional arbitrator must be either a lawyer or retired judge or a person who has experience with construction and engineering standards and practices, written construction warranties, or construction dispute resolution. No person may serve as an arbitrator in any arbitration in which that person has any past or present

financial or personal interest((+)).

(4) The arbitration hearing must conducted in a manner that permits full, fair, and expeditious presentation of the case by both parties. The arbitrator is bound by the law of Washington state. Parties may be, but are not required to be, represented by attorneys. The arbitrator may permit discovery to ensure a fair hearing, but may limit the scope or manner of discovery for good cause to avoid excessive delay and costs to the parties. The parties and the arbitrator shall use all reasonable efforts to complete the arbitration within six months of the effective date of the demand for arbitration or, when applicable, the service of the list of defects in accordance with RCW 64.50.030((+)).

(5) Except as otherwise set forth in this section, arbitration shall be conducted under chapter 7.04 RCW, unless the parties elect to use the construction industry arbitration rules of the American arbitration association, which are permitted to the extent not inconsistent with this section. The expenses of witnesses including expert witnesses shall be paid by the party producing the witnesses. All other expenses of arbitration shall be borne equally by the parties, unless all parties agree otherwise or unless the arbitrator awards expenses or any part thereof to any specified party or parties. The parties shall pay the fees of the arbitrator as and when specified by the arbitrator((+)).

(6) Demand for arbitration given pursuant to subsection (1) of this section commences a ((<del>judicial</del>)) proceeding for purposes of RCW ((<del>64.34.452;</del>)) <u>64.90.680.</u>

(7) The arbitration decision shall be in writing and must set forth findings of fact and conclusions of law that support the decision.

Sec. 420. RCW 64.50.010 and 2023 c 337 s 3 are each amended to read as follows:

Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.

(1) "Action" means any civil lawsuit or action in contract or tort for damages or indemnity brought against a construction professional to assert a claim, whether by complaint, counterclaim, or cross-claim, for damage or the loss of use of real or personal property caused by a defect in the construction of a residence or in the substantial remodel of a residence. "Action" does not include any civil action in tort alleging personal injury or wrongful death to a person or persons resulting from a construction defect.

- (2) "Association" means an association, master association, or subassociation as defined and provided for in ((RCW 64.34.020(4), 64.34.276, 64.34.278, 64.38.010(12), and 64.90.010(4))) chapter 64.90 RCW.
- (3) "Claimant" means a homeowner or association who asserts a claim against a construction professional concerning a defect in the construction of a residence or in the substantial remodel of a residence.
- (4) "Construction defect professional" means an architect, builder, builder vendor, contractor, subcontractor, engineer, inspector, or such other person with verifiable training and experience related to the defects or conditions identified in any report included with a notice of claim as set forth in RCW 64.50.020(1)(a).
- (5) "Construction professional" means an architect, builder, builder vendor, contractor, subcontractor, engineer, or inspector, including, but not limited to, a dealer as defined in RCW ((64.34.020))64.90.010 and a declarant as defined in RCW ((64.34.020))64.90.010, performing or furnishing the design, supervision, inspection, construction, or observation of the construction of any improvement to real property, whether operating as a sole proprietor, partnership, corporation, or other business entity.
- (6) "Homeowner" means: (a) Any person, company, firm, partnership, corporation, or association who contracts with a construction professional for the construction, sale, or construction and sale of a residence; and (b) an "association" as defined in this section. "Homeowner" includes, but is not limited to, a subsequent purchaser of a residence from any homeowner.
- (7) "Residence" means a single-family house, duplex, triplex, quadraplex, or a unit in a multiunit residential structure in which title to each individual unit is transferred to the owner under a condominium or cooperative system, and shall include common elements as defined in RCW ((64.34.020 and common areas as defined in RCW 64.38.010(4+))64.90.010.
- RCW 64.38.010(4)))64.90.010.

  (8) "Serve" or "service" means personal service or delivery by certified mail to the last known address of the addressee.
- (9) "Substantial remodel" means a remodel of a residence, for which the total cost exceeds one-half of the assessed value of the residence for property tax purposes at the time the contract for the remodel work was made.
- Sec. 421. RCW 64.50.040 and 2023 c 337 s 5 are each amended to read as follows:

- (1)(a) In the event the board ((ef directors)), pursuant to RCW ((64.34.304(1)(d) or 64.38.020(4))) 64.90.405(2)(d), institutes an action asserting defects in the construction of two or more ((residences,))units or common elements((ror common areas)), this section shall apply. For purposes of this section, "action" has the same meaning as set forth in RCW 64.50.010.
- (b) The board ((of directors)) shall substantially comply with the provisions of this section.
- (2)(a) Prior to the service of the summons and complaint on any defendant with respect to an action governed by this section, the board ((of directors)) shall mail or deliver written notice of the commencement or anticipated commencement of such action to each homeowner at the last known address described in the association's records.
- (b) The notice required by (a) of this subsection shall state a general description of the following:
- (i) The nature of the action and the relief sought;
- (ii) To the extent applicable, the existence of the report required in RCW 64.50.020(1)(a), which shall be made available to each homeowner upon request;
- (iii) A summary of the construction professional's response pursuant to RCW 64.50.020(3), if any; and
- (iv) The expenses and fees that the board ((ef directors)) anticipates will be incurred in prosecuting the action.
- (3) Nothing in this section may be construed to:
- (a) Require the disclosure in the notice
  or the disclosure to a ((unit
  owner))homeowner of attorney-client
  communications or other privileged
  communications;
- (b) Permit the notice to serve as a basis for any person to assert the waiver of any applicable privilege or right of confidentiality resulting from, or to claim immunity in connection with, the disclosure of information in the notice; or
- (c) Limit or impair the authority of the board ((of directors)) to contract for legal services, or limit or impair the ability to enforce such a contract for legal services.
- Sec. 422. RCW 64.50.050 and 2002 c 323 s 6 are each amended to read as follows:
- (1) The construction professional shall provide notice to each homeowner upon entering into a contract for sale, construction, or substantial remodel of a residence, of the construction professional's right to offer to cure construction defects before a homeowner may commence litigation against the construction professional. Such notice shall be conspicuous and may be included as part of the underlying contract signed by the homeowner. In the sale of a condominium unit, the requirement for delivery of such notice shall be deemed satisfied if contained in a public offering statement delivered in accordance with chapter ((64.34))64.90 RCW.

required by this The notice subsection shall be in substantially the following form:

CHAPTER 64.50 RCW CONTAINS IMPORTANT REQUIREMENTS YOU MUST FOLLOW BEFORE YOU MAY FILE A LAWSUIT FOR DEFECTIVE CONSTRUCTION AGAINST THE SELLER OR BUILDER OF YOUR HOME. FORTY-FIVE DAYS BEFORE YOU FILE YOUR LAWSUIT, YOU MUST DELIVER TO THE SELLER OR BUILDER A WRITTEN NOTICE OF ANY CONSTRUCTION CONDITIONS YOU ALLEGE ARE DEFECTIVE AND PROVIDE YOUR SELLER OR BUILDER THE OPPORTUNITY TO MAKE AN OFFER TO REPAIR OR PAY FOR THE DEFECTS. YOU ARE NOT OBLIGATED TO ACCEPT ANY OFFER MADE BY THE BUILDER OR SELLER. THERE ARE STRICT DEADLINES AND PROCEDURES UNDER STATE LAW, AND FAILURE TO FOLLOW THEM MAY AFFECT YOUR ABILITY TO FILE A LAWSUIT.

(3) This chapter shall not preclude or bar any action if notice is not given to the homeowner as required by this section.

Sec. 423. RCW 64.55.005 and 2019 c 238 s 216 are each amended to read as follows:

(1) (a) RCW 64.55.010 through 64.55.090 apply to any multiunit residential building for which the permit for construction or rehabilitative construction of such building was issued on or after August 1, 2005.

(b) RCW 64.55.010 and 64.55.090 apply to ((conversion condominiums as defined in RCW 64.34.020 or)) conversion buildings as defined in RCW  $64.90.010((\tau provided that RCW 64.55.090 shall not apply to a condominium conversion for which a public$ offering statement had been delivered pursuant to chapter 64.34 RCW prior to August 1, 2005)).

(2) RCW 64.55.010 and 64.55.100 through 64.55.160 and ((64.34.415))64.90.620 apply to any action that alleges breach of an implied or express warranty under chapter ((64.34))64.90 RCW or that seeks relief that could be awarded for such breach, regardless of the legal theory pleaded, except that RCW 64.55.100 through 64.55.160 ((64.34.415))64.90.620 shall not apply to:

(a) Actions filed or served prior to August 1, 2005;

(b) Actions for which a notice of claim was served pursuant to chapter 64.50 RCW prior to August 1, 2005;

(c) Actions asserting any claim regarding a building that is not a multiunit residential building;

(d) Actions asserting any claim regarding a multiunit residential building that was permitted on or after August 1, 2005, unless the letter required by RCW 64.55.060 has been submitted to the appropriate building department or the requirements of RCW 64.55.090 have been satisfied.

(3) Other than the requirements imposed by RCW 64.55.010 through 64.55.090, nothing in this chapter amends or modifies the provisions of  $^{1}RCW ((64.34.050))64.90.025$ .

Sec. 424. RCW 64.55.010 and 2023 c 263 s 1 are each amended to read as follows:

Unless the context clearly requires erwise, the definitions in RCW otherwise,

((64.34.020))64.90.010 and in this section apply throughout this chapter.

(1) "Attached dwelling unit" means any dwelling unit that is attached to another dwelling unit by a wall, floor, or ceiling that separates heated living spaces. A

garage is not a heated living space.

(2) "Building enclosure" means that part of any building, above or below grade, that physically separates the outside or exterior environment from interior environments and which weatherproofs, waterproofs, otherwise protects the building or components from water or moisture intrusion. Interior environments consist of both heated and unheated enclosed spaces. The building enclosure includes, but is not limited to, that portion of roofs, walls, balcony support columns, decks, windows, doors, vents, and other penetrations through exterior walls, which waterproof, weatherproof, or otherwise protect the building or its components from water or exterior walls, moisture intrusion.

(3) "Building enclosure design documents" means plans, details, and specifications for the building enclosure that have been stamped by a licensed engineer or architect. The building enclosure design documents shall include details and specifications that are appropriate for the building in the professional judgment of the architect or engineer who prepared the same to waterproof, weatherproof, and otherwise protect the building or its components from water or moisture intrusion, including details of flashing, intersections at roof, eaves or parapets, means of drainage, waterresistive membrane, and details around openings.

(4) "Developer" means:(a) With respect to a condominium or a conversion condominium, the declarant; and

(b) With respect to all other buildings, individual, group of individuals, nership, corporation, association, partnership, corporation, municipal corporation, state agency, or other entity or person that obtains a building permit for the construction or rehabilitative reconstruction of a multiunit residential building. If a permit is obtained by service providers such as architects, contractors, and consultants who obtain permits for others as part of services rendered for a fee, the person for whom the permit is obtained shall be the developer, not the service provider.

(5) "Dwelling unit" has the meaning given to that phrase or similar phrases in the ordinances of the jurisdiction issuing the permit for construction of the building enclosure but if such ordinances do not provide a definition, then "dwelling unit" means a residence containing living, cooking, sleeping, and sanitary facilities.

"Multiunit residential building" (6)

means: (a) A building containing more than two attached dwelling units, including building containing nonresidential units if the building also contains more than two attached dwelling units, but excluding the

following classes of buildings: (i) Hotels and motels;

(ii) Dormitories;

(iii) Care facilities;

(iv) Floating homes;

(v) A building that contains attached dwelling units that are each located on a single platted lot, except as provided in (b) of this subsection;

(vi) A building in which all of the dwelling units are held under one ownership and is subject to a recorded irrevocable sale prohibition covenant; and

(vii) A building with 12 or fewer units

that is no more than two stories.

- (b) If the developer submits to the building department applying for the building permit described in RCW 64.55.020 a statement that the developer elects to treat the improvement for which a permit is sought as a multiunit residential building for all purposes under this chapter, then "multiunit residential building" also means the following buildings for which such election has been made:
- (i) A building containing only attached dwelling units;
- (ii) A building that does not contain attached dwelling units; and

(iii) Any building that contains attached dwelling units each of which is located on a single platted lot.

(7) "Party unit owner" means a unit owner who is a named party to an action subject to this chapter and does not include any unit owners whose involvement with the action

stems solely from their membership in the association.

(8) "Qualified building inspector" means a person satisfying the requirements of RCW 64.55.040.

(9) "Rehabilitative construction" means construction work on the building enclosure of a multiunit residential building if the cost of such construction work is  $\bar{\text{more}}$  than five percent of the assessed value of the building.

(10) "Sale prohibition covenant" means a recorded covenant that prohibits the sale or other disposition of individual dwelling units as or as part of a condominium for five years or more from the date of first occupancy except as otherwise provided in RCW 64.55.090, a certified copy of which the developer shall submit to the appropriate building department; provided such covenant shall not apply to sales or dispositions listed in RCW ((64.34.400))(64.90.600)(2). The covenant must be recorded in the county in which the building is located and must be in substantially the following form:

This covenant has been recorded in the real property records of . . . County, Washington, in satisfaction of the requirements of RCW 64.55.010 through 64.55.090. The undersigned is the owner of the property described on Exhibit A (the "Property"). Until termination of this covenant, no dwelling unit in or on the Property may be sold as a condominium unit except for sales <u>or dispositions</u> in listed RCW ((64.34.400))64.90.600(2).

covenant terminates on earlier of either: (a) Compliance with the requirements of RCW 64.55.090, as certified by the owner of the Property in a recorded supplement hereto; or

(b) the fifth anniversary of the date of first occupancy of a dwelling unit as certified by the Owner in a recorded supplement hereto.

All title insurance companies and persons acquiring an interest in the Property may rely on the forgoing certifications without further inquiry in issuing any policy of title insurance or in acquiring an interest in the Property.

(11) "Stamped" means bearing the stamp and signature of the responsible licensed architect or engineer on the title page, and on every sheet of the documents, drawings, or specifications, including modifications the documents, drawings, t.o specifications that become part of change orders or addenda to alter those documents, drawings, or specifications.

Sec. 425. RCW 64.55.070 and 2005 c 456 s 8 are each amended to read as follows:

- (1) Nothing in this chapter and RCW ((64.34.073, 64.34.100(2), 64.34.410 (1) (nn)and (2), and 64.34.415(1)(b)) 64.90.610 (1) (t), (1)(oo), and (3) and 64.90.620(1)(c) is intended to, or does:
- (a) Create a private right of action against any inspector, architect, engineer based upon compliance noncompliance with its provisions; or

(b) Create any independent basis for liability against an inspector, architect, or engineer.

(2) The qualified inspector, architect, or engineer and the developer that retained the inspector, architect, or engineer may contractually agree to the amount of their liability to the developer.

Sec. 426. RCW 64.55.090 and 2005 c 456 s 10 are each amended to read as follows:

- (1) Except for sales or other listed dispositions in ((64.34.400))64.90.600(2), no declarant may convey a condominium unit that may be occupied for residential use in a multiunit residential building without first complying with the requirements of RCW 64.55.005 through 64.55.080 unless the building enclosure of the building in which such unit is included is inspected by a qualified building enclosure inspector, and:

  (a) The inspection includes
- intrusive or other testing, such as the removal of siding or other building enclosure materials, that the inspector believes, in his or her professional judgment, is necessary to ascertain the manner in which the building enclosure was constructed;
- (b) The inspection evaluates, to the extent reasonably ascertainable and in the professional judgment of the inspector, the present condition of the building enclosure including whether such condition has adversely affected or will adversely affect the performance of the building enclosure to waterproof, weatherproof, or otherwise protect the building or its components from water or moisture intrusion. "Adversely affect" has the same meaning as provided in RCW ((64.34.445))64.90.670(7);

- The inspection report includes recommendations for repairs to the building enclosure that, in the professional judgment of the qualified building inspector, are necessary to: (i) Repair a design or construction defect in the building enclosure that results in the failure of the building enclosure to perform its intended and allows unintended water function penetration not caused by flooding; and (ii) repair damage caused by such a defect that has an adverse effect as provided in RCW ((64.34.445))64.90.670(7);
- (d) With respect to a building that would be a multiunit residential building but for the recording of a sale prohibition covenant and unless more than five years have elapsed since the date such covenant was recorded, all repairs to the building enclosure recommended pursuant to (c) subsection have been made; and
- (e) The declarant provides as part of the public offering statement, consistent with RCW ((64.34.410 (1) (nn) and (2) and 64.34.415(1) (b))) 64.90.610 (1) (t), (1) (oo), and (3) and 64.90.620(1)(c), an inspection and repair report signed by the qualified building enclosure inspector identifies:
- (i) The extent of the performed pursuant to this section;
- (ii) The information obtained as a result of that inspection; and
- (iii) The manner in which any repairs required by this section were performed, the scope of those repairs, and the names of the persons performing those repairs.
- (2) Failure to deliver the inspection and repair report in violation of this section constitutes a failure to deliver a public offering statement for purposes of chapter ((64.34))64.90 RCW.
- Sec. 427. RCW 64.55.120 and 2005 c 456 s 13 are each amended to read as follows:
- (1) The parties to an action subject to and RCW chapter ((<del>64.34.073,</del> this 64.34.100(2), 64.34.410 (1)(nn) and (2), and 64.34.415(1)(b))64.90.610 (1)(t), (1)(oo), and (3) and 64.90.620(1)(c) shall engage in mediation. Unless the parties agree otherwise, the mediation required by this section shall commence within seven months of the later of the filing or service of the complaint. If the parties cannot agree upon a mediator, the court shall appoint mediator.
- (2) Prior to the mediation required by this section, the parties and their experts shall meet and confer in good faith to attempt to resolve or narrow the scope of disputed issues, including issues related to the parties' repair plans.
- (3) Prior to the mandatory mediation, the parties or their attorneys shall file and serve a declaration that:
- (a) A decision maker with authority to settle will be available for the duration of the mandatory mediation; and
- (b) The decision maker has been provided and has reviewed the mediation wit.h materials provided by the party to which the decision maker is affiliated as well as the materials submitted by the opposing parties.

- (4) Completion of the mediation required by this section occurs upon written notice of termination by any party. The provisions of RCW 64.55.160 shall not apply to any later mediation conducted following such notice.
- Sec. 428. RCW 64.55.130 and 2005 c 456 s 14 are each amended to read as follows:
- (1) If, after meeting and conferring as required by RCW 64.55.120(2), issues remain, a party may file a motion with the court, or arbitrator if an arbitrator has been appointed, requesting the appointment of a neutral expert to address any or all of the disputed issues. Unless otherwise agreed to by the parties or upon a showing of exceptional circumstances, including a material adverse change in a party's litigation risks due to a change in allegations, claims, or defenses by adverse party following the appointment of the neutral expert, any such motion shall be filed no later than sixty days after the first day of the meeting required by RCW 64.55.120(2). Upon such a request, the court or arbitrator shall decide whether or not to appoint a neutral expert or experts. A party may only request more than one neutral expert if the particular expertise of the additional neutral expert or experts is necessary to address disputed issues.
- (2) The neutral expert shall licensed architect or engineer, or any other person, with substantial experience relevant to the issue or issues in dispute. The neutral expert shall not have been employed as an expert by a party to the present action within three years before the commencement of the present action, unless the parties agree otherwise.
- (3) All parties shall be given an opportunity to recommend neutral experts to the court or arbitrator and shall have input regarding the appointment of a neutral expert.
- (4) Unless the parties agree otherwise on following matters, the court, arbitrator if appointed, then shall determine:
- (a) Who shall serve as the neutral expert;
- (b) Subject to the requirements of this section, the scope of the neutral expert's duties;
- (c) The number and timing of inspections of the property;
- (d) Coordination of inspection activities with the parties' experts;
- (e) The neutral expert's access to the
- work product of the parties' experts;
  (f) The product to be prepared by the neutral expert;
- Whether the neutral expert (a) mav participate personally in the mediation required by RCW 64.55.120; and
- (h) Other matters relevant to the neutral expert's assignment.
- (5) Unless the parties agree otherwise, the neutral expert shall not make findings or render opinions regarding the amount of damages to be awarded, or the cost of repairs, or absent exceptional circumstances any matters that are not in dispute as

determined in the meeting described in RCW 64.55.120(2) or otherwise.

- (6) A party may, by motion to the court, to the arbitrator if then appointed, object to the individual appointed to serve as the neutral expert and to determinations regarding the neutral expert's assignment.
- (7) The neutral expert shall have no liability to the parties for the performance of his or her duties as the neutral expert.
- (8) Except as otherwise agreed by the parties, the parties have a right to review and comment on the neutral expert's report before it is made final.
- A neutral expert's report or testimony is not entitled to any evidentiary presumption in any arbitration or court proceeding. Nothing in this chapter and RCW ((<del>64.34.073, 64.34.100(2), 64.34.410 (1)(nn)</del> and (2), and 64.34.415(1)(b)) 64.90.610 (1) (t), (1)(oo), and (3) and 64.90.620(1)(c) restricts the admissibility of such a report or testimony, provided it is within the scope of the neutral expert's assigned duties, and questions of the admissibility of such a report or testimony shall be determined under the rules of evidence.
- (10) The court, or arbitrator if appointed, shall determine the significance of the neutral expert's report and testimony with respect to parties joined after the neutral expert's appointment and shall determine whether additional neutral experts should be appointed or other measures should be taken to protect such joined parties from undue prejudice.
- Sec. 429. RCW 64.60.010 and 2011 c 36 s 3 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Association" means: ((An association of apartment owners as defined in RCW  $64.32.010; a))\underline{A}$  unit owners(( $\frac{L}{2}$ )) association as defined in RCW ((64.34.020))64.90.010;((a homeowners' association as defined in RCW 64.38.010;)) a corporation organized pursuant to chapter 24.03A or 24.06 RCW for the purpose of owning real estate under a cooperative ownership plan; or a nonprofit or cooperative membership organization composed exclusively of owners of mobile homes, manufactured housing, timeshares, camping resort interests, or other interests in real property that is responsible for the expenses related to real property that is owned, used, or enjoyed in common by the members.
- (2) "Payee" means the person or entity who claims the right to receive or collect a private transfer fee payable under a private transfer fee obligation. A payee may or may not have a pecuniary interest in the private transfer fee obligation.
- (3) "Private transfer fee" means a fee or charge payable upon the transfer of an interest in real property, or payable for the right to make or accept such transfer, regardless of whether the fee or charge is a fixed amount or is determined as a percentage of the value of the real property, the purchase price, or other consideration given for the transfer. The

following are not private transfer fees for the purposes of this section:

(a) Any consideration payable by the grantee to the grantor for the interest in real property being transferred, including any subsequent additional consideration for the real property payable by the grantee based upon any subsequent appreciation, development, or sale of the real property, if such additional consideration is payable on a one-time basis only and the obligation to make such payment does not bind successors in title to the real property;

(b) Any commission payable to a licensed real estate broker for services rendered in connection with the transfer of real property pursuant to an agreement between the broker and the grantor or the grantee including, but not limited to, any subsequent additional commission for that transfer payable by the grantor or the grantee based upon any subsequent appreciation, development, or sale of the

property;

- (c) Any interest, charges, fees, or other amounts payable by a borrower to a lender pursuant to a loan secured by a mortgage against real property including, but not limited to, any fee payable to the lender for consenting to an assumption of the loan or a transfer of the real property subject to the mortgage, any fees or charges payable to the lender for estoppel letters or certificates, and any shared appreciation interest, profit participation, or other consideration, and payable to the lender in connection with the loan;
- (d) Any rent, reimbursement, charge, fee, or other amount payable by a lessee or licensee to a lessor or licensor under a lease or license including, but not limited to, any fee payable to the lessor or licensor for consenting to an assignment, subletting, encumbrance, or transfer of the lease or license;
- (e) Any consideration payable to the holder of an option to purchase an interest in real property or the holder of a right of first refusal or first offer to purchase an interest in real property for waiving, releasing, or not exercising the option or right upon the transfer of the real property to another person;

(f) Any tax, fee, charge, assessment, fine, or other amount payable to or imposed by a governmental authority;

- (g) Any assessment, fee, charge, fine, dues, or other amount payable to an association pursuant to chapter (( $\frac{64.32}{7}$ ),  $\frac{64.34}{64.34}$ , or  $\frac{64.38}{64.39}$ )  $\frac{64.90}{64.90}$  RCW, payable by a purchaser of a camping resort contract, as defined in RCW 19.105.300, or a timeshare, as defined in RCW 64.36.010, or payable pursuant to a recorded servitude encumbering the real property being transferred, as long as no portion of the fee is required to be passed through or paid to a third party;
- (h) Any fee payable, upon a transfer, to an organization qualified under section 501(c)(3) or 501(c)(4) of the internal revenue code of 1986, if the sole purpose of such organization is to support cultural, educational, charitable, recreational, conservation, or similar activities conservation, or similar acbenefiting the real property activities

transferred and the fee is used exclusively to fund such activities;

- (i) Any fee, charge, assessment, dues, fine, contribution, or other amount pertaining solely to the purchase or transfer of a club membership relating to real property owned by the member including, but not limited to, any amount determined by reference to the value, purchase price, or other consideration given for the transfer of the real property;
- (j) Any fee charged by an association or an agent of an association to a transferor or transferee for a service rendered contemporaneously with the imposition of the fee, provided that the fee is not to be passed through to a third party other than an agent of the association.
- (4) "Private transfer fee obligation" means an obligation arising under a declaration or covenant recorded against the title to real property, or under any other contractual agreement or promise, recorded or not, that requires or purports to require the payment of a private transfer fee upon a subsequent transfer of an interest in the real property.
- (5) "Transfer" means the sale, gift, grant, conveyance, lease, license, assignment, inheritance, or other act resulting in a transfer of ownership interest in real property located in this state.
- Sec. 430. RCW 64.70.020 and 2020 c 20 s 1064 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Activity or use limitations" means restrictions or obligations created under this chapter with respect to real property.
- (2) "Agency" means either the department of ecology, the pollution liability insurance agency, or the United States environmental protection agency, whichever determines or approves the environmental response project pursuant to which the environmental covenant is created.

  (3)(((a))) "Common interest community"
- (3)((\(\frac{(a)}{(a)}\)) "Common interest community" ((means a condominium, cooperative, or other real property with respect to which a person, by virtue of the person's ownership of a parcel of real property, is obligated to pay property taxes or insurance premiums, or for maintenance, or improvement of other real property described in a recorded covenant that creates the common interest community.
- (b) "Common interest community" includes but is not limited to:
- (i) An association of apartment owners as defined in RCW 64.32.010;
- (ii) A unit owners' association as defined in RCW 64.34.020 and organized under RCW 64.34.300;
- (iii) A master association as provided in RCW 64.34.276;
- (iv) A subassociation as provided in RCW 64.34.278; and
- (v) A homeowners' association as defined in RCW 64.38.010)) has the same meaning as in RCW 64.90.010.
- (4) "Environmental covenant" means a servitude arising under an environmental

- response project that imposes activity or use limitations.
- (5) "Environmental response project" means a plan or work performed for environmental remediation of real property and conducted:
- (a) Under a federal or state program governing environmental remediation of real property, including chapters 43.21C, 64.44, 70A.205, 70A.388, 70A.300, 70A.305, 90.48, and 90.52 RCW;
- (b) Incident to closure of a solid or hazardous waste management unit, if the closure is conducted with approval of an agency; or
- (c) Under the state voluntary clean-up program authorized under chapter 70A.305 RCW or technical assistance program authorized under chapter 70A.330 RCW.
- (6) "Holder" means the grantee of an environmental covenant as specified in RCW 64.70.030(1).
- (7) "Person" means an individual, corporation, business trust, estate, trust, partnership, limited liability company, association, joint venture, public corporation, government, governmental subdivision, agency, or instrumentality, or any other legal or commercial entity.

  (8) "Record," used as a noun, means
- (8) "Record," used as a noun, means information that is inscribed on a tangible medium or that is stored in an electronic or other medium and is retrievable in perceivable form.
- (9) "State" means a state of the United States, the District of Columbia, Puerto Rico, the United States Virgin Islands, or any territory or insular possession subject to the jurisdiction of the United States.

# Sec. 431. RCW 82.02.020 and 2013 c 243 s 4 are each amended to read as follows:

Except only as expressly provided in chapters 67.28, 81.104, and 82.14 RCW, the state preempts the field of imposing retail sales and use taxes and taxes upon parimutuel wagering authorized pursuant to RCW 67.16.060, conveyances, and cigarettes, and no county, town, or other municipal subdivision shall have the right to impose taxes of that nature. Except as provided in RCW  $((\frac{64.34.440}{0.655}))$  and 82.02.050 through 82.02.090, no county, city, town, or other municipal corporation shall impose any tax, fee, or charge, either direct or indirect, on the construction or indirect, reconstruction of residential buildings, commercial buildings, industrial buildings, or on any other building or building space or appurtenance thereto, or on development, subdivision, classification, or reclassification of land. However, this section does not preclude dedications of land or easements within the proposed development or plat which the county, city, town, or other municipal corporation can demonstrate are reasonably necessary as a direct result of the proposed development or plat to which the dedication of land or easement is to apply.

This section does not prohibit voluntary agreements with counties, cities, towns, or other municipal corporations that allow a payment in lieu of a dedication of land or to mitigate a direct impact that has been

identified as a consequence of a proposed development, subdivision, or plat. A local government shall not use such voluntary agreements for local off-site transportation improvements within the geographic boundaries of the area or areas covered by an adopted transportation program authorized by chapter 39.92 RCW. Any such voluntary agreement is subject to the following provisions:

(1) The payment shall be held in a reserve account and may only be expended to fund a capital improvement agreed upon by the parties to mitigate the identified, direct impact;

(2) The payment shall be expended in all cases within five years of collection; and

(3) Any payment not so expended shall be refunded with interest to be calculated from the original date the deposit was received by the county and at the same rate applied to tax refunds pursuant to RCW 84.69.100; however, if the payment is not expended within five years due to delay attributable to the developer, the payment shall be refunded without interest.

No county, city, town, or other municipal corporation shall require any payment as part of such a voluntary agreement which the county, city, town, or other municipal corporation cannot establish is reasonably necessary as a direct result of the proposed

development or plat.

Nothing in this section prohibits cities, towns, counties, or other municipal corporations from collecting reasonable fees from an applicant for a permit or other governmental approval to cover the cost to the city, town, county, or other municipal corporation of processing applications, inspecting and reviewing plans, or preparing detailed statements required by chapter 43.21C RCW, including reasonable fees that are consistent with RCW 43.21C.420(6), 43.21C.428, and beginning July 1, 2014, RCW 35.91.020.

This section does not limit the existing authority of any county, city, town, or other municipal corporation to impose special assessments on property specifically benefited thereby in the manner prescribed by law

Nothing in this section prohibits counties, cities, or towns from imposing or permits counties, cities, or towns to impose water, sewer, natural gas, drainage utility, and drainage system charges. However, no such charge shall exceed the proportionate share of such utility or system's capital costs which the county, city, or town can demonstrate are attributable to the property being charged. Furthermore, these provisions may not be interpreted to expand or contract any existing authority of counties, cities, or towns to impose such charges.

Nothing in this section prohibits a transportation benefit district from imposing fees or charges authorized in RCW 36.73.120 nor prohibits the legislative authority of a county, city, or town from approving the imposition of such fees within a transportation benefit district.

Nothing in this section prohibits counties, cities, or towns from imposing transportation impact fees authorized pursuant to chapter 39.92 RCW.

Nothing in this section prohibits counties, cities, or towns from requiring property owners to provide relocation assistance to tenants under RCW 59.18.440 and 59.18.450.

Nothing in this section limits the authority of counties, cities, or towns to implement programs consistent with RCW 36.70A.540, nor to enforce agreements made pursuant to such programs.

This section does not apply to special purpose districts formed and acting pursuant to Title 54, 57, or 87 RCW, nor is the authority conferred by these titles affected.

Sec. 432. RCW 82.04.4298 and 1980 c 37 s 18 are each amended to read as follows:

- (1) In computing tax there may be deducted from the measure of tax amounts used solely for repair, maintenance, replacement, management, or improvement of the residential structures and ((eommonly held property)) common elements, but excluding property where fees or charges are made for use by the public who are not guests accompanied by a member, which are derived by:
- (a) A cooperative ((housing association)), corporation, or partnership from a person who resides in a structure owned by the cooperative ((housing association)), corporation, or partnership;
- (b) ((An association of owners of property as defined in RCW 64.32.010, as now or hereafter amended,)) A condominium from a person who is ((an apartment)) a unit owner ((as defined in RCW 64.32.010)); or
- (c) ((An association of owners of residential property from a person who is a member of the association. "Association of owners of residential property" means any organization of all the owners of residential property in a defined area who all hold the same property in common within the area.)) A plat community or miscellaneous community from a unit owner.
- (2) For the purposes of this section (("commonly held property" includes areas required for common access such as reception areas, halls, stairways, parking, etc., and may include recreation rooms, swimming pools and small parks or recreation areas; but is not intended to include more grounds than are normally required in a residential area, or to include such extensive areas as required for golf courses, campgrounds, hiking and riding areas, boating areas, etc.)) "common elements," "condominium," "cooperative," "plat community," and "miscellaneous community" have the meaning given in RCW 64.90.010.
- (3) To qualify for the deductions under this section:
- (a) The salary or compensation paid to officers, managers, or employees must be only for actual services rendered and at levels comparable to the salary or compensation of like positions within the county wherein the property is located;
- (b) Dues, fees, or assessments in excess of amounts needed for the purposes for which the deduction is allowed must be rebated to the members of the association;

- (c) Assets of the association or organization must be distributable to all members and must not inure to the benefit of any single member or group of members.
- Sec. 433. RCW 64.32.260 and 2019 c 238 s 217 are each amended to read as follows:
- (1) This chapter does not apply to common interest communities as defined in RCW 64.90.010:
  - (a) Created on or after July 1, 2018; or
- (b) That have amended their governing documents to provide that chapter 64.90~RCWwill apply to the common interest community pursuant to RCW 64.90.095 (as recodified by this act).
- Pursuant to RCW 64.90.080 <u>(as</u> ed <u>by this act)</u>, the following recodified by this act), the following provisions of chapter 64.90 RCW apply, and any inconsistent provisions of this chapter do not apply, to a common interest community created before July 1, 2018:
- (a) RCW 64.90.095 (as recodified by this act);
  - (b) RCW 64.90.405(1) (b) and (c);
  - (c) RCW 64.90.525; and
  - (d) RCW 64.90.545.
- **Sec. 434.** RCW 64.34.076 and 2019 c 238 s 218 are each amended to read as follows:
- (1) This chapter does not apply to common interest communities as defined in RCW 64.90.010:
  - (a) Created on or after July 1, 2018; or
- (b) That have amended their governing documents to provide that chapter 64.90~RCWwill apply to the common interest community pursuant to RCW 64.90.095 (as recodified by this act).
- (2) Pursuant to RCW 64.90.080 <u>(asodified by this act)</u>, the following recodified by this act), the following provisions of chapter 64.90 RCW apply, and any inconsistent provisions of this chapter do not apply, to a common interest community created before July 1, 2018:
- (a) RCW 64.90.095 (as recodified by this act);
  - (b) RCW 64.90.405(1) (b) and (c);
  - (c) RCW 64.90.525; and
  - (d) RCW 64.90.545.
- Sec. 435. RCW 64.38.095 and 2019 c 238 s 225 are each amended to read as follows:
- (1) This chapter does not apply to common interest communities as defined in RCW 64.90.010:
  - (a) Created on or after July 1, 2018; or
- (b) That have amended their governing documents to provide that chapter 64.90 RCW will apply to the common interest community pursuant to RCW 64.90.095 (as recodified by this act).
- (2) Pursuant to RCW 64.90.080 recodified by this act), the following provisions of chapter 64.90 RCW apply, and any inconsistent provisions of this chapter do not apply, to a common interest community created before July 1, 2018:
- (a) RCW 64.90.095 (as recodified by this <u>act);</u>
  - (b) RCW 64.90.405(1) (b) and (c);
  - (c) RCW 64.90.525; and
  - (d) RCW 64.90.545.

## APPLICABILITY AND TRANSITION

 $\underline{\text{NEW SECTION.}}$   $\mbox{\bf Sec. 501.}$  The following acts or parts of acts, as now existing or hereafter amended, are each repealed, effective January 1, 2028:

(1) RCW 64.32.010 (Definitions) and 2021 c 227 s 1, 2008 c 114 s 3, 1987 c 383 s 1, 1981 c 304 s 34, 1965 ex.s. c 11 s 1, & 1963 c 156 s 1;

(2) RCW 64.32.020 (Application chapter) and 1963 c 156 s 2;

- (3) RCW 64.32.030 (Apartments and common areas declared real property) and 1963 c 156
- (4) RCW 64.32.040 (Ownership and possession of apartments and common areas) and and 2012 c 117 s 197 & 1963 c 156 s 4;
- (5) RCW 64.32.050 (Common areas facilities) and 1965 ex.s. c 11 s 2 & 1963 c 156 s 5;
- RCW 64.32.060 (Compliance with (6) covenants, bylaws, and administrative rules and regulations) and 2012 c 117 s 198 & 1963 c 156 s 6;
- (7) RCW 64.32.070 (Liens or encumbrances -Enforcement-Satisfaction) and 2012 c 117 s 199 & 1963 c 156 s 7;
- (8) RCW 64.32.080 (Common profits and
- expenses) and 1963 c 156 s 8; (9) RCW 64.32.090 (Contents of declaration) and 1963 c 156 s 9;
- (10) RCW 64.32.100 (Copy of survey map, building plans to be filed—Contents of plans) and 1987 c 383 s 2, 1965 ex.s. c 11 s 3, & 1963 c 156 s 10;
- (11) RCW 64.32.110 (Ordinances, resolutions, or zoning laws—Construction) and 1963 c 156 s 11;
- (12) RCW 64.32.120 (Contents of deeds or other conveyances of apartments) and 1999 c 233 s 9, 1965 ex.s. c 11 s 4, & 1963 c 156 s
- (13) RCW 64.32.130 (Mortgages, liens or encumbrances affecting an apartment at time of first conveyance) and 1963 c 156 s 13;
- (14) RCW 64.32.140 (Recording) and 1963 c 156 s 14;
- (15) RCW 64.32.150 (Removal of property from provisions of chapter) and 2008 c 114 s 2 & 1963 c 156 s 15;
- (16) RCW 64.32.160 (Removal of property from provisions of chapter—No bar to subsequent resubmission) and 1963 c 156 s
- (17) RCW 64.32.170 (Records and books— Requirements for retaining—Availability for examination—Audits) and 2023 c 409 s 1, 1965
- ex.s. c 11 s 5, & 1963 c 156 s 17; (18) RCW 64.32.180 (Exemption from liability for contribution for common expenses prohibited) and 2012 c 117 s 200 & 1963 c 156 s 18;
- (19) RCW 64.32.190 (Separate assessments and taxation) and 1963 c 156 s 19;
- (20) RCW 64.32.200 (Assessments for common expenses—Enforcement of collection— Liens and foreclosures—Liability of mortgagee or purchaser-Notice of delinguency -Second notice) and 2023 c 214 s 2, 2023 c 214 s 1, 2021 c 222 s 4, 2021 c 222 s 3, 2012 c 117 s 201, 1988 c 192 s 2, 1965 ex.s. c 11 s 6, & 1963 c 156 s 20;

- (21) RCW 64.32.210 (Conveyance—Liability of grantor and grantee for unpaid common expenses) and 2012 c 117 s 202 & 1963 c 156 s 21;
- (22) RCW 64.32.220 (Insurance) and 2012 c 117 s 203 & 1963 c 156 s 22;
- (23) RCW 64.32.230 (Destruction or damage to all or part of property—Disposition) and 1965 ex.s. c 11 s 7 & 1963 c 156 s 23;
- (24) RCW 64.32.240 (Actions) and 2012 c 117 s 204 & 1963 c 156 s 24;
- (25) RCW 64.32.250 (Application chapter, declaration and bylaws) and 1963  $\rm c$ 156 s 25;
- (26) RCW 64.32.260 (Applicability t.o common interest communities) and 2019 c 238 s 217 & 2018 c 277 s 503;
- (27) RCW 64.32.270 (Notice) and 2021 c 227 s 2;
- (28) RCW 64.32.280 (Voting—In person, absentee ballots, proxies) and 2021 c 227 s
- (29) RCW 64.32.290 (Electric vehicle charging stations) and 2022 c 27 s 1;
- (30) RCW 64.32.300 (Tenant screening) and 2023 c 23 s 1;
- (31) RCW 64.32.310 (Licensed family home child care or licensed child day care center -Regulations-Liability) and 2023 c 203 s 1;
- (32) RCW 64.32.320 (New declarations— Accessory dwelling units) and 2023 c 334 s
- (New declaration (33) 64.32.330 RCW minimum density) and 2023 c 332 s 11;
- (34) RCW 64.32.900 (Short title) and 1963 c 156 s 26;
- (35) RCW 64.32.910 (Construction of term "this chapter.") and 1963 c 156 s 27; and
- (36) RCW 64.32.920 (Severability—1963 c 156) and 1963 c 156 s 28.
- hereafter amended, are each repealed, effective January 1, 2028:
- (1) RCW 64.34.005 (Findings—Intent—2004
- c 201) and 2004 c 201 s 1; (2) RCW 64.34.010 (Applicability) and 2011 c 189 s 6;
- (3) RCW 64.34.020 (Definitions) and 2021 c 227 s 4;
- (4) RCW 64.34.030 (Variation agreement) and 1989 c 43 s 1-104;
- (5) RCW 64.34.040 (Separate interests— Taxation) and 1992 c 220 s 3 & 1989 c 43 s
- RCW 64.34.050 (Local ordinances, (6) building regulations. and codes— Applicability) and 1989 c 43 s 1-106;
- (7) RCW 64.34.060 (Condemnation) and 1989 c 43 s 1-107;
- (8) RCW 64.34.070 (Law applicable-General principles) and 1989 c 43 s 1-108;
- (9) RCW 64.34.073 (Application of chapter 64.55 RCW) and 2005 c 456 s 21;
- (10) RCW 64.34.076 (Application to common interest communities) and 2019 c 238 s 218 & 2018 c 277 s 504;
- (11)RCW 64.34.080 (Contracts-Unconscionability) and 1989 c 43 s 1-111;
- (12) RCW 64.34.090 (Obligation of good faith) and 1989 c 43 s 1-112;

- (13) RCW 64.34.100 (Remedies liberally administered) and 2005 c 456 s 20, 2004 c 201 s 2, & 1989 c 43 s 1-113;
- RCW 64.34.110 (New (14)declaration minimum density) and 2023 c 332 s 10;
- (15) RCW 64.34.120 (New declaration— Accessory dwelling units) and 2023 c 334 s
- RCW 64.34.200 (Creation οf condominium) and 1992 c 220 s 4, 1990 c 166 s 2, & 1989 c 43 s 2-101;
- (17) RCW 64.34.202 (Reservation condominium name) and 1992 c 220 s 5;
- (18) RCW 64.34.204 (Unit boundaries) and 1992 c 220 s 6 & 1989 c 43 s 2-102;
- (19) RCW 64.34.208 (Declaration bylaws—Construction and validity) and 1989 c 43 s 2-103;
- (20) RCW 64.34.212 (Description of units) and 1989 c 43 s 2-104;
- (21) RCW 64.34.216 (Contents declaration) and 1992 c 220 s 7 & 1989 c 43 s 2-105;
- (22)RCW 64.34.220 condominiums) and 1989 c 43 s 2-106;
- (23) RCW 64.34.224 (Common interests, votes, and expenses—Allocation) and 1992 c 220 s 8 & 1989 c 43 s 2-107;
- (24)RCW 64.34.228 (Limited common elements) and 1992 c 220 s 9 & 1989 c 43 s 2-108:
- (25) RCW 64.34.232 (Survey maps and plans) and 1997 c 400 s 2, 1992 c 220 s 10, & 1989 c 43 s 2-109;
- (26) RCW 64.34.236 (Development rights) and 1989 c 43 s 2-110;
- (27) RCW 64.34.240 (Alterations of units) and 1989 c 43 s 2-111;
- (28) RCW 64.34.244 (Relocation boundaries—Adjoining units) and 1989 c 43 s 2-112;
- (29) RCW 64.34.248 (Subdivision of units) and 1989 c 43 s 2-113; (30) RCW 64.34.252
- (Monuments boundaries) and 1989 c 43 s 2-114;
- (31) RCW 64.34.256 (Use by declarant) and 1992 c 220 s 11 & 1989 c 43 s 2-115;
- (32) RCW 64.34.260 (Easement rights— Common elements) and 1989 c 43 s 2-116;
- (33) RCW 64.34.264 (Amendment of declaration) and 1989 c 43 s 2-117;
- (34) RCW 64.34.268 (Termination condominium) and 1992 c 220 s 12 & 1989 c 43 s 2-118;
- (35) RCW 64.34.272 (Rights of secured lenders) and 1989 c 43 s 2-119;
- (36) RCW 64.34.276 (Master associations) and 1989 c 43 s 2-120;
- (37) RCW 64.34.278 (Delegation of power to subassociations) and 1992 c 220 s 13;
- (38) RCW 64.34.280 (Merger consolidation) and 1989 c 43 s 2-121;
- (39) RCW 64.34.300 (Unit owners' association—Organization) and 2021 c 176 s 5231, 1992 c 220 s 14, & 1989 c 43 s 3-101;
- (40) RCW 64.34.304 (Unit owners' association—Powers) and 2008 c 115 s 9, 1993 c 429 s 11, 1990 c 166 s 3, & 1989 c 43 s 3-102:
- (41) RCW 64.34.308 (Board of directors and officers) and 2019 c 238 s 219, 2011 c 189 s 2, 1992 c 220 s 15, & 1989 c 43 s 3-103:

- (42) RCW 64.34.312 (Control of association—Transfer) and 2004 c 201 s 10 & 1989 c 43 s 3-104;
- (43) RCW 64.34.316 (Special declarant rights—Transfer) and 1989 c 43 s 3-105;
- (44) RCW 64.34.320 (Contracts and leases Declarant—Termination) and 1989 c 43 s 3-106;
- (45) RCW 64.34.324 (Bylaws) and 2004 c 201 s 3, 1992 c 220 s 16, & 1989 c 43 s 3-107;
- (46) RCW 64.34.328 (Upkeep of condominium) and 1989 c 43 s 3-108;
- (47) RCW 64.34.332 (Meetings) and 2021 c 227 s 5 & 1989 c 43 s 3-109;
- (48) RCW 64.34.336 (Quorums) and 1989 c 43 s 3-110;
- (49) RCW 64.34.340 (Voting—In person, absentee ballots, proxies) and 2021 c 227 s 6, 1992 c 220 s 17, & 1989 c 43 s 3-111;
- (50) RCW 64.34.344 (Tort and contract liability) and 1989 c 43 s 3-112;
- (51) RCW 64.34.348 (Common elements—Conveyance—Encumbrance) and 1989 c 43 s 3-113;
- (52) RCW 64.34.352 (Insurance) and 2021 c 227 s 7, 1992 c 220 s 18, 1990 c 166 s 4, & 1989 c 43 s 3-114;
- (53) RCW 64.34.354 (Insurance—Conveyance) and 1990 c 166 s 8;
- $(5\overline{4})$  RCW 64.34.356 (Surplus funds) and 1989 c 43 s 3-115;
- (55) RCW 64.34.360 (Common expenses—Assessments) and 1990 c 166 s 5 & 1989 c 43 s 3-116;
- (56) RCW 64.34.364 (Lien for assessments—Notice of delinquency—Second notice) and 2023 c 214 s 4, 2023 c 214 s 3, 2021 c 222 s 6, 2021 c 222 s 5, 2013 c 23 s 175, 1990 c 166 s 6, & 1989 c 43 s 3-117;
- (57) RCW 64.34.368 (Liens—General provisions) and 1989 c 43 s 3-118; (58) RCW 64.34.372 (Association records—
- (58) RCW 64.34.372 (Association records—Funds—Requirements for retaining) and 2023 c 409 s 2, 1992 c 220 s 19, 1990 c 166 s 7, & 1989 c 43 s 3-119;
- (59) RCW 64.34.376 (Association as trustee) and 1989 c 43 s 3-120;
- (60) RCW 64.34.380 (Reserve account—Reserve study—Annual update) and 2019 c 238 s 220, 2011 c 189 s 3, & 2008 c 115 s 1;
- (61) RCW 64.34.382 (Reserve study—Contents) and 2011 c 189 s 4 & 2008 c 115 s 2;
- (62) RCW 64.34.384 (Reserve account—Withdrawals) and 2011 c 189 s 5 & 2008 c 115 s 3;
- (63) RCW 64.34.386 (Reserve study—Demand by owners—Study not timely prepared) and 2008 c 115 s 4;
- (64) RCW 64.34.388 (Reserve study—Decision making) and 2008 c 115 s 5;
- (65) RCW 64.34.390 (Reserve study—Reserve account—Immunity from liability) and 2008 c 115 s 6;
- (66) RCW 64.34.392 (Reserve account and study—Exemption—Disclosure) and 2019 c 238 s 221 & 2009 c 307 s 1;
- (67) RCW 64.34.394 (Installation of drought resistant landscaping or wildfire ignition resistant landscaping) and 2020 c 9 s 3:
- (68) RCW 64.34.395 (Electric vehicle charging stations) and 2022 c 27 s 2;

- (69) RCW 64.34.396 (Notice) and 2021 c 227 s 8;
- (70) RCW 64.34.397 (Tenant screening) and 2023 c 23 s 2;
- (71) RCW 64.34.398 (Licensed family home child care or licensed child day care center—Regulations—Liability) and 2023 c 203 s 2;
- (72) RCW 64.34.400 (Applicability—Waiver) and 1992 c 220 s 20, 1990 c 166 s 9, & 1989 c 43 s 4-101;
- (73) RCW 64.34.405 (Public offering statement—Requirements—Liability) and 1989 c 43 s 4-102;
- (74) RCW 64.34.410 (Public offering statement—General provisions) and 2008 c 115 s 10, 2005 c 456 s 19, 2004 c 201 s 11, 2002 c 323 s 10, 1997 c 400 s 1, 1992 c 220 s 21, & 1989 c 43 s 4-103;
- (75) RCW 64.34.415 (Public offering statement—Conversion condominiums) and 2005 c 456 s 18, 1992 c 220 s 22, 1990 c 166 s 10, & 1989 c 43 s 4-104;
- (76) RCW 64.34.417 (Public offering statement—Use of single disclosure document) and 1990 c 166 s 11;
- (77) RCW 64.34.418 (Public offering statement—Contract of sale—Restriction on interest conveyed) and 1990 c 166 s 15;
- (78) RCW  $6\overline{4}.34.420$  (Purchaser's right to cancel) and 1989 c 43 s 4-106;
- (79) RCW 64.34.425 (Resale of unit) and 2022 c 27 s 5, 2011 c 48 s 1, 2008 c 115 s 11, 2004 c 201 s 4, 1992 c 220 s 23, 1990 c 166 s 12, & 1989 c 43 s 4-107;
- (80) RCW 64.34.430 (Escrow of deposits) and 1992 c 220 s 24 & 1989 c 43 s 4-108;
- (81) RCW 64.34.435 (Release of liens—Conveyance) and 1989 c 43 s 4-109;
- (82) RCW 64.34.440 (Conversion condominiums—Notice—Tenants—Relocation assistance) and 2022 c 165 s 5, 2008 c 113 s 1, 1992 c 220 s 25, 1990 c 166 s 13, & 1989 c 43 s 4-110;
- (83) RCW 64.34.442 (Conversion condominium projects—Report) and 2023 c 470 s 2108 & 2008 c 113 s 3;
- (84) RCW 64.34.443 (Express warranties of quality) and 1989 c 428 s 2;
- (85) RCW 64.34.445 (Implied warranties of quality—Breach) and 2004 c 201 s 5, 1992 c 220 s 26, & 1989 c 43 s 4-112;
- (86) RCW 64.34.450 (Implied warranties of quality—Exclusion—Modification—Disclaimer—Express written warranty) and 2004 c 201 s 6 & 1989 c 43 s 4-113;
- (87) RCW 64.34.452 (Warranties of quality—Breach—Actions for construction defect claims) and 2004 c 201 s 7, 2002 c 323 s 11, & 1990 c 166 s 14;
- (88) RCW 64.34.455 (Effect of violations on rights of action—Attorney's fees) and 1989 c 43 s 4-115;
- (89) RCW 64.34.460 (Labeling of promotional material) and 1989 c 43 s 4-116;
- (90) RCW 64.34.465 (Improvements— Declarant's duties) and 1989 c 43 s 4-117;
- (91) RCW 64.34.470 (Conversion condominium notice) and 2022 c 165 s 3;
- (92) RCW 64.34.900 (Short title) and 1989 c 43 s 1-101;
- (93) RCW 64.34.910 (Section captions) and 1989 c 43 s 4-119;
- (94) RCW 64.34.930 (Effective date—1989 c 43) and 1989 c 43 s 4-124;

- (95) RCW 64.34.931 (Effective date—2004 c 201 \$\$ 1-13) and 2004 c 201 s 14;
- (96) RCW 64.34.940 (Construction against implicit repeal) and 1989 c 43 s 1-109; and
- (97) RCW 64.34.950 (Uniformity of application and construction) and 1989 c 43 s 1-110.
- NEW SECTION. Sec. 503. The following acts or parts of acts, as now existing or hereafter amended, are each repealed, effective January 1, 2028:
- (1) RCW  $64.3\overline{8.005}$  (Intent) and 1995 c 283 s 1:
- (2) RCW 64.38.010 (Definitions) and 2023 c 337 s 2;
- (3) RCW 64.38.015 (Association membership) and 1995 c 283 s 3;
- (4) RCW 64.38.020 (Association powers) and 1995 c 283 s 4;
- (5) RCW 64.38.025 (Board of directors—Standard of care—Restrictions—Budget—Removal from board) and 2021 c 176 s 5232, 2019 c 238 s 222, 2011 c 189 s 8, & 1995 c 283 s 5;
- (6) RCW 64.38.028 (Removal of discriminatory provisions in governing documents—Procedure) and 2018 c 65 s 2 & 2006 c 58 s 2;
- (7) RCW 64.38.030 (Association bylaws) and 1995 c 283 s 6;
- (8) RCW 64.38.033 (Flag of the United States—Outdoor display—Governing documents) and 2004 c 169 s 1;
- (9) RCW 64.38.034 (Political yard signs—Governing documents) and 2005 c 179 s 1;
- (10) RCW 64.38.035 (Association meetings —Notice—Board of directors) and 2021 c 227 s 10, 2014 c 20 s 1, 2013 c 108 s 1, & 1995 c 283 s 7;
- (11) RCW 64.38.040 (Quorum for meeting) and 1995 c 283 s 8;
- (12) RCW 64.38.045 (Financial and other records—Property of association—Copies—Annual financial statement—Accounts—Requirements for retaining) and 2023 c 409 s 3 & 1995 c 283 s 9;
- (13) RCW 64.38.050 (Violation—Remedy—Attorneys' fees) and 1995 c 283 s 10;
- (14) RCW 64.38.055 (Governing documents—Solar panels) and 2009 c 51 s 1;
- (15) RCW 64.38.057 (Governing documents— Drought resistant landscaping, wildfire ignition resistant landscaping) and 2020 c 9 s 2:
- (16) RCW 64.38.060 (Adult family homes) and 2009 c 530 s  $4\,;$
- (17) RCW 64.38.062 (Electric vehicle charging stations) and 2022 c 27 s 3;
- (18) RCW 64.38.065 (Reserve account and study) and 2019 c 238 s 223 & 2011 c 189 s 9:
- (19) RCW 64.38.070 (Reserve study—Requirements) and 2011 c 189 s 10;
- (20) RCW 64.38.075 (Reserve account—Withdrawals) and 2011 c 189 s 11;
- (21) RCW 64.38.080 (Reserve study—Demand for preparation and inclusion in budget) and 2011 c 189 s 12;
- (22) RCW 64.38.085 (Reserve account and study—Liability) and 2011 c 189 s 13:
- study—Liability) and 2011 c 189 s 13;
   (23) RCW 64.38.090 (Reserve study—
  Exemptions) and 2019 c 238 s 224 & 2011 c
  189 s 14;

- (24) RCW 64.38.095 (Application to common interest communities) and 2019 c 238 s 225 & 2018 c 277 s 505;
- (25) RCW 64.38.100 (Liens for unpaid assessments—Notice of delinquency—Second notice) and 2023 c 214 s 6, 2023 c 214 s 5, 2021 c 222 s 8, & 2021 c 222 s 7;
- (26) RCW 64.38.110 (Notice) and 2023 c 470 s 3017 & 2021 c 227 s 11;
- (27) RCW 64.38.120 (Voting—In person, absentee ballots, proxies) and 2021 c 227 s 12:
- (28) RCW 64.38.130 (Tenant screening) and 2023 c 23 s 3;
- (29) RCW 64.38.140 (Licensed family home child care or licensed child day care center—Regulations—Liability) and 2023 c 203 s 3;
- (30) RCW 64.38.150 (New associations minimum density) and 2023 c 332 s 12; and
- (31) RCW 64.38.160 (New associations—Accessory dwelling units) and 2023 c 334 s 11.
- NEW SECTION. Sec. 504. The following acts or parts of acts, as now existing or hereafter amended, are each repealed, effective January 1, 2028:
- (1) RCW 58.19.010 (Purpose) and 1992 c 191 s 1 & 1973 1st ex.s. c 12 s 1;
- (2) RCW 58.19.020 (Definitions) and 1992 c 191 s 2, 1979 c 158 s 208, & 1973 1st
- ex.s. c 12 s 2; (3) RCW 58.19.030 (Exemptions from chapter) and 1994 c 92 s 504, 1979 c 158 s 209, & 1973 1st ex.s. c 12 s 3;
- (4) RCW 58.19.045 (Public offering statement—Developer's duties—Purchaser's rights) and 1992 c 191 s 4;
- (5) RCW 58.19.055 (Public offering statement—Contents) and 1992 c 191 s 5;
- (6) RCW 58.19.120 (Report of changes required—Amendments) and 1992 c 191 s 6 & 1973 1st ex.s. c 12 s 12;
- (7) RCW 58.19.130 (Public offering statement form—Type and style restriction) and 1973 1st ex s. c.12 s.13:
- and 1973 1st ex.s. c 12 s 13;
  (8) RCW 58.19.140 (Public offering statement—Promotional use, distribution restriction—Holding out that state or employees, etc., approve development prohibited) and 1973 1st ex.s. c 12 s 14;
- (9) RCW 58.19.180 (Unlawful to sell lots or parcels subject to blanket encumbrance which does not provide purchaser can obtain clear title—Alternatives) and 1992 c 191 s 7 & 1973 1st ex.s. c 12 s 18;
- (10) RCW 58.19.185 (Requiring purchaser to pay additional sum to construct, complete or maintain development) and 1977 ex.s. c 252 s 1;
- (11) RCW 58.19.190 (Advertising—Materially false, misleading, or deceptive statements prohibited) and 1992 c 191 s 8 & 1973 1st ex.s. c 12 s 19;
- (12) RCW 58.19.265 (Violations—Remedies—Attorneys' fees) and 1992 c 191 s 9;
- (13) RCW 58.19.270 (Violations deemed unfair practice subject to chapter 19.86 RCW) and 1992 c 191 s 10 & 1973 1st ex.s. c 12 s 27;
- (14) RCW 58.19.280 (Jurisdiction of superior courts) and 1973 1st ex.s. c 12 s 28;

(15) RCW 58.19.300 (Hazardous conditions -Notice) and 1992 c 191 s 11 & 1973 1st ex.s. c 12 s 30;

(16) RCW 58.19.920 (Liberal construction)

and 1973 1st ex.s. c 12 s 33; and

(17) RCW 58.19.940 (Short title) and 1992 c 191 s 12 & 1973 1st ex.s. c 12 s 35.

hereafter amended, are each repealed, effective January 1, 2028:

(1) RCW 64.04.055 (Deeds for conveyance of apartments under horizontal property regimes act) and 1963 c 156 s 29; and

(2) RCW 64.90.090 (Prior condominium statutes) and 2019 c 238 s 205 & 2018 c 277 s 119.

**Sec. 506.** RCW 64.90.075 and 2019 c 238 s 203 are each amended to read as follows:

- (1) Except as provided otherwise in this section, RCW 64.90.080 (as recodified by this act), and section 507 of this act, this chapter applies to all common interest communities ((created within this state on or after July 1, 2018)).
- (2) Before January 1, 2028, this chapter applies only to:

(a) A common interest community created on or after July 1, 2018; and

- (b) A common interest community created before July 1, 2018, that amends its declaration to elect to be subject to this
- (3) Chapters 58.19, 64.32, 64.34, and 64.38 RCW ((do)):

(a) Do not apply to common interest communities ((ereated on or after July 1, 2018)) subject to this chapter; and

(b) Apply to a common interest community created before July 1, 2018, only until the community becomes subject to this chapter.

 $((\frac{(2)}{(2)}))$  (4) (a) Unless the declaration provides that this entire chapter is applicable, a plat community miscellaneous community that is not subject to any development right is subject only to RCW 64.90.020, 64.90.025, and 64.90.030, if the community:  $((\frac{a}{a}))\underline{(i)}$  Contains no more than ((twelve)) 12 units; and ((twelve)) (ii) provides in its declaration that the annual average assessment of all units restricted to residential purposes, exclusive of optional user fees and any insurance premiums paid by the association, may not exceed ((three hundred dollars))\$300, adjusted pursuant to RCW 64.90.065.

(((3))) The exemption provided in ((subsection (2) of)) this <u>sub</u>section

applies only if:

((<del>(a)</del>))<u>(i)</u> The declarant reasonably believes in good faith that the maximum stated assessment will be sufficient to pay the expenses of the association for the community; and

((<del>(b)</del>))<u>(ii)</u> The declaration provides that the assessment may not be increased above the limitation in ((subsection (2)))(a)(ii) of this <u>sub</u>section prior to the transition meeting without the consent of unit owners, the declarant, than holding ((ninety)) 90 percent of the votes in the association.

((<del>(4) Except</del>))<u>(5) Before January 1, 2028,</u>  $\underline{\text{except}}$  as otherwise provided in RCW 64.90.080, this chapter does not apply to in RCW any common interest community created within this state on or after July 1, 2018, if:

(a) That common interest community is made part of a common interest community created in this state prior to July 1, 2018, pursuant to a right expressly set forth in the declaration of the preexisting common

interest community; and

(b) The declaration creating that common interest community expressly subjects that common interest community to the declaration of the preexisting common interest community pursuant to such right described in (a) of this subsection.

NEW SECTION. Sec. 507. (1) Except as provided in subsection (2) of this section, if a common interest community created before July 1, 2018, becomes subject to this chapter on January 1, 2028, or earlier, a provision of its governing documents inconsistent with this chapter is invalid

(a) The provision is expressly permitted under section 303 of this act; or

- (b) The common interest community is a plat community or miscellaneous community described in RCW 64.90.075(4) (as recodified by this act), or a nonresidential or mixeduse common interest community described in RCW 64.90.100.
- (2) This chapter does not require a common interest community validly created before July 1, 2018, to:

  (a) Comply with the requirements of this
- chapter for creation of a common interest community; or

(b) Prepare or amend the map.

(3) This chapter does not invalidate an action validly taken or transaction validly entered into before a common interest community becomes subject to this chapter.

Sec. 508. RCW 64.90.080 and 2019 c 238 s 204 are each amended to read as follows:

- (1) Except for <u>a plat community or miscellaneous community described in RCW</u> 64.90.075(4) (as recodified by this act) and a nonresidential or mixed-use common interest community described in RCW 64.90.100, ((RCW 64.90.095, 64.90.405(1) (b) and (c), 64.90.525 and 64.90.545 apply)) the following sections apply to a common interest community created before July 1, 2018, and any inconsistent provisions chapter 58.19, 64.32, 64.34, or 64.38 RCW do not apply((, to a common interest community created in this state before July 1, 2018)):
- (a) RCW 64.90.095 (as recodified by this
  - (b) RCW 64.90.405(1) (b) and (c);
  - (c) RCW 64.90.525;
  - (d) RCW 64.90.545; and
- (e) RCW 64.90.010, to the extent necessary to construe this subsection.
- (2) Except to the extent provided in this subsection, the sections listed subsection (1) of this section apply only to events and circumstances occurring on or after July 1, 2018, and do not invalidate existing provisions of the governing those common documents of interest

communities  $\underline{\text{existing}}$  on  $\underline{\text{July 1, 2018}}$ . To protect the public interest, RCW 64.90.095 (as recodified by this act) and 64.90.525 supersede existing provisions of the governing documents of all plat communities and miscellaneous communities previously subject to chapter 64.38 RCW.

(3) This section does not apply to a common interest community that becomes to this chapter under 64.90.075(1) (as recodified by this act) or by election under RCW 64.90.075(4) (as recodified by this act), 64.90.095(1)(b) (as recodified by this act), or 64.90.100.

Sec. 509. RCW 64.90.095 and 2018 c 277 s 120 are each amended to read as follows:

(1) The declaration of any common interest community created before July 1, or of a plat community miscellaneous community described in RCW 64.90.075(4) (as recodified by this act) may be amended to ((provide)):

(a) Provide that all the sections listed in RCW 64.90.080(1) (as recodified by this act) apply to the common interest community;

(b) Provide that this chapter will apply to the common interest community, regardless of what applicable law provided before chapter 277, Laws of 2018 was adopted.

- (2) Except as provided otherwise in subsection (3) of this section or in RCW 64.90.285 ((<del>(9), (10), or (11)</del>))<u>(8), (9), or</u> (10), an amendment under this section to the governing documents ((authorized under this section))of a common interest community created before July 1, 2018, must be adopted in conformity with any procedures and requirements for amending the instruments specified by those instruments and in conformity with the amendment procedures of this chapter. If the governing documents do provisions contain authorizing amendment, the amendment procedures of this chapter apply. If an amendment grants to a person a right, power, or privilege permitted this chapter, under any obligation, correlative liability, or restriction in this chapter also applies to the person.
- (3) Notwithstanding any provision in the governing documents of a common interest community that govern the procedures and requirements for amending the governing documents, an amendment under subsection (1) the governing of this section may be made as follows:
- The board shall propose amendment to the owners if the board deems it appropriate or if owners holding ((twenty))20 percent or more of the votes in the association request such an amendment in writing to the board;
- (b) Upon satisfaction of the foregoing requirements, the board shall prepare a proposed amendment and shall provide the owners with a notice in a record containing proposed amendment and at least ((thirty))30 days' advance notice meeting to discuss the proposed amendment;
- (c) Following such meeting, the board shall provide the owners with a notice in a record containing the proposed amendment and a ballot to approve or reject the amendment;

(d) The amendment shall be approved if owners holding at ((thirty))30 percent of the votes in the association participate in the voting process, and at least ((sixty-seven))67 percent of the votes cast by participating owners are in favor of the proposed amendment.

 $\underline{\text{NEW SECTION.}}$  Sec. 510. RCW 64.90.075, 64.90.080, and 64.90.095 are recodified as sections in chapter 64.90 RCW under the "APPLICABILITY heading subchapter TRANSITION."

"APPLICABILITY AND TRANSITION."

NEW SECTION. Sec. 512. (1) Section 319 of this act takes effect January 1, 2025.

(2) Sections 401 through 432 of this act take effect January 1, 2028.

NEW SECTION. Sec. 513. Section 318 of this act expires January 1, 2025."

Correct the title.

Signed by Representatives Peterson, Chair; Alvarado, Vice Chair; Leavitt, Vice Chair; Klicker, Ranking Minority Member; Connors, Assistant Ranking Minority Member; ; Barkis; Chopp; Entenman; Reed and Taylor.

MINORITY recommendation: Do not pass. Signed by Representative Hutchins.

MINORITY recommendation: Without recommendation. Signed by Representative Low.

Referred to Committee on Rules for second reading

February 19, 2024

SSB 5804

Prime Sponsor, Early Learning & K-12 Education: Concerning opioid overdose reversal medication in public schools. Reported by Committee on Education

MAJORITY recommendation: Do pass as amended.

everything after the enacting Strike clause and insert the following:

"Sec. 1. RCW 28A.210.390 and 2019 c 314 s 39 are each amended to read as follows:

(1) For the purposes of this section:

(a) (("High school" means a school enrolling students in any of grades nine through twelve;

"Opioid overdose <del>(b)</del>)) reversal medication" has the meaning provided in RCW 69.41.095;

((<del>(c)</del>))(b) "Opioid-related overdose" has

the meaning provided in RCW 69.41.095; and  $((\frac{d}{d}))(c)$  "Standing order" has t meaning provided in RCW 69.41.095.

(2)(a) For the purpose of assisting a person at risk of experiencing an opioid-related overdose, a ((high))public school

may obtain and maintain opioid overdose reversal medication through a standing order prescribed and dispensed in accordance with RCW 69.41.095.

- (b) Opioid overdose reversal medication may be obtained from donation sources, but must be maintained and administered in a manner consistent with a standing order issued in accordance with RCW 69.41.095.
- (c) A school district ((with two thousand or more students)) must obtain and maintain at least one set of opioid overdose reversal medication doses in each of its ((high))public schools as provided in (a) and (b) of this subsection. A school district that demonstrates a good faith effort to obtain the opioid overdose reversal medication through a donation source, but is unable to do so, is exempt from the requirement in this subsection (2) (c).
- (3)(a) The following personnel may distribute or administer the school-owned opioid overdose reversal medication to respond to symptoms of an opioid-related overdose pursuant to a prescription or a standing order issued in accordance with RCW 69.41.095: (i) A school nurse; (ii) a health care professional or trained staff person located at a health care clinic on public school property or under contract with the school district; or (iii) designated trained school personnel.
- (b) Opioid overdose reversal medication may be used on school property, including the school building, playground, and school bus, as well as during field trips or sanctioned excursions away from school property. A school nurse or designated trained school personnel may carry an appropriate supply of school-owned opioid overdose reversal medication on field trips or sanctioned excursions.
- (c) Public schools are encouraged to include opioid overdose reversal medication in each first aid kit maintained on school property and in any coach or sports first aid kits maintained by the public school, provided that these kits are not accessible to people other than school personnel who have been designated to distribute or administer opioid overdose reversal medication under this section.
- (d) Public schools are encouraged to include at least one location of opioid overdose reversal medication on the school's emergency map.
- (4) Training for school personnel who have been designated to distribute or administer opioid overdose reversal medication under this section must meet the requirements for training described in RCW 28A.210.395 and any rules or guidelines for such training adopted by the office of the superintendent of public instruction. Each ((high))public school is encouraged to designate and train at least one school personnel to distribute and administer opioid overdose reversal medication if the ((high))public school does not have a full-time school nurse or trained health care clinic staff.
- (5)(a) The liability of a person or entity who complies with this section and RCW 69.41.095 is limited as described in RCW 69.41.095.

- (b) If a student is injured or harmed due to the administration of opioid overdose reversal medication that a practitioner, as defined in RCW 69.41.095, has prescribed and a pharmacist has dispensed to a school under this section, the practitioner and pharmacist may not be held responsible for the injury unless he or she acted with conscious disregard for safety.
- (6) This section governs school operation and management under RCW 28A.710.040 and 28A.715.020 and applies to charter schools established under chapter 28A.710 RCW and state-tribal education compact schools subject to chapter 28A.715 RCW.
- Sec. 2. RCW 28A.210.395 and 2019 c 314 s 40 are each amended to read as follows:
  - (1) For the purposes of this section:
- (a) "Opioid overdose reversal medication" has the meaning provided in RCW 69.41.095; and
- (b) "Opioid-related overdose" has the meaning provided in RCW 69.41.095.
- (2)(a) To prevent opioid-related overdoses and respond to medical emergencies resulting from overdoses, by January 1, 2020, the office of the superintendent of public instruction, in consultation with the department of health and the Washington state school directors' association, shall develop opioid-related overdose policy guidelines and training requirements for public schools and school districts.
- (b)(i) The opioid-related overdose policy guidelines and training requirements must information about: include identification of opioid-related overdose symptoms; how to obtain and maintain opioid overdose reversal medication on school property issued through a standing order in accordance with RCW 28A.210.390; how obtain opioid overdose reversal medication through donation sources; the distribution and administration of opioid overdose reversal medication by designated trained school personnel; free online training resources that meet the training resources that requirements in this section; and sample standing orders for opioid overdose reversal medication.
- (ii) The opioid-related overdose policy guidelines may: Include recommendations for the storage and labeling of opioid overdose reversal medications that are based on input from relevant health agencies or experts; and allow for opioid-related overdose reversal medications to be obtained, maintained, distributed, and administered by health care professionals and trained staff located at a health care clinic on public school property or under contract with the school district.
- (c) In addition to being offered by the school, training on the distribution or administration of opioid overdose reversal medication that meets the requirements of this subsection (2) may be offered by nonprofit organizations, higher education institutions, and local public health organizations.
- (3)(a) By ((March 1, 2020))September 1, 2024, the Washington state school directors' association must collaborate with the office of the superintendent of public instruction

and the department of health to either update existing model policy or develop a new model policy that meets the requirements

of subsection (2) of this section.

(b) ((Beginning with the 2020-21 school year, the following school))School districts must adopt an opioid-related overdose policy((: (a)[(i)] School districts with a school that obtains, maintains, distributes, or administers opioid overdose reversal medication under RCW 28A.210.390; and (b) [(ii)] school districts with two thousand or more students))in accordance with RCW 28A.210.390.

- (c) The office of the superintendent of public instruction and the Washington state school directors' association must maintain the model policy and procedure on each agency's website at no cost to school districts.
- the availability for this speci (4)Subject to appropriated specific amounts purpose, the office of the superintendent of instruction shall develop and er a grant program to provide public administer a grant funding to public schools ((with any of nine through twelve)) and public higher education institutions to purchase opioid overdose reversal medication and train personnel on the administration of overdose reversal medication opioid t.o respond to symptoms of an opioid-related overdose. The office must publish on its website a list of annual grant recipients, including award amounts."

Correct the title.

Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; ; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Rules for second reading

February 20, 2024

SB 5805

Prime Sponsor, Senator Frame: Developing a schedule for court appointment of attorneys for children and youth in dependency and termination proceedings. Reported by Committee on Civil Rights & Judiciary

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 13.34.212 and 2021 c 210 s 6 are each amended to read as follows:

- (1)(a) The court shall appoint an attorney for a child in a dependency proceeding six months after granting a petition to terminate the parent and child relationship pursuant to RCW 13.34.180 and when there is no remaining parent with parental rights.
- (b) The court may appoint one attorney to a group of siblings, unless there is a conflict of interest, or such representation is otherwise inconsistent with the rules of professional conduct.
- (c) Subject to availability of amounts appropriated for this specific purpose, the

state shall pay the costs of legal services provided by an attorney appointed pursuant to (a) of this subsection if the legal services are provided in accordance with the rules of professional conduct, the standards of practice, caseload limits, and training adopted by the statewide quidelines children's representation work pursuant to section 5, chapter 180, Laws of until 2010 such time that new adopted recommendations are t.he children's representation work group established in section 9, chapter 210, Laws of 2021.

(d) The office of civil legal aid is responsible for implementation of (c) of this subsection as provided in RCW 2.53.045.

- (e) Legal services provided by an attorney pursuant to (a) of this subsection do not include representation of the child in any appellate proceedings relative to the termination of the parent and child relationship.
- (2) (a) The court may appoint an attorney to represent the child's position in any dependency action on its own initiative, or upon the request of a parent, the child, a guardian ad litem, a caregiver, or the department.

(b)(i) If the court has not already appointed an attorney for a child, or the child is not represented by a privately retained attorney:

(A) The child's caregiver, or any individual, may refer the child to an attorney for the purposes of filing a motion to request appointment of an attorney at

public expense; or

(B) The child or any individual may retain an attorney for the child for the purposes of filing a motion to request appointment of an attorney at public expense.

(ii) Nothing in this subsection changes or alters the confidentiality provisions of

RCW 13.50.100.

- (c) The department and the child's guardian ad litem shall each notify a child of the child's right to request an attorney and shall ask the child whether the child wishes to have an attorney. The department and the child's guardian ad litem shall notify the child and make this inquiry immediately after:
- (i) The date of the child's 12th birthday; or

(ii) Assignment of a case involving a child age 12 or older.

(d) The department and the child's guardian ad litem shall repeat the notification and inquiry at least annually and upon the filing of any motion or petition affecting the child's placement, services, or familial relationships.

(e) The notification and inquiry is not required if the child has already been

appointed an attorney.

(f) The department shall note in the child's individual service and safety plan, and the guardian ad litem shall note in his or her report to the court, that the child was notified of the right to request an attorney and indicate the child's position regarding appointment of an attorney.

(g) At the first regularly scheduled

hearing after:

(i) The date of the child's 12th birthday; or

(ii) The date that a dependency petition is filed pursuant to this chapter on a child age 12 or older;

the court shall inquire whether the child has received notice of his or her right to request an attorney from the department and the child's guardian ad litem. The court shall make an additional inquiry at the first regularly scheduled hearing after the child's 15th birthday. No inquiry is necessary if the child has already been appointed an attorney.

(3) Subject to the availability of amounts appropriated for this specific

purpose:

(a) Pursuant to the phase-in schedule set forth in (c) of this subsection (3), the court must appoint an attorney for every child in a dependency proceeding as follows:

(i) For a child under the age of eight, appointment must be made for the dependency and termination action upon the filing of a termination petition. Nothing in this subsection shall be construed to limit the ability of the court to appoint an attorney to represent the child's position in a dependency action on its own initiative, or upon the request of a parent, the child, a guardian ad litem, a caregiver, or the department, prior to the filing of a termination petition.

(ii) For a child between the ages of eight through 17, appointment must be made upon the filing of a new dependency petition at or before the commencement of the shelter

care hearing.

- (iii) For any pending or open dependency case where the child is unrepresented and is entitled to the appointment of an attorney under (a)(i) or (ii) of this subsection, appointment must be made at or before the next hearing if the child is eligible for representation pursuant to the phase-in schedule. At the next hearing, the court shall inquire into the status of attorney representation for the child, and if the child is not yet represented, appointment must be made at the hearing.
- (b) Appointment is not required if the court has already appointed an attorney for the child, or the child is represented by a privately retained attorney.
- The statewide children's legal representation program shall develop а schedule for court appointment of attorneys for every child in dependency proceedings that will be phased in on a county-by-county over ((<del>six-year</del>))<u>seven-year</u> basis а The schedule required under this period. subsection must <u>not add more than 1,250</u> cases each fiscal year and:

(i) ((<del>Prioritize</del>))<u>To the extent practicable, prioritize</u> implementation in counties that have:

- (A) No current practice of appointment of attorneys for children in dependency cases; or
- (B) Significant prevalence of racial disproportionality or disparities in the number of dependent children compared to the general population, or both;
  - (ii) Include representation in at least:
- (A) Three counties beginning July 1, 2022;

- (B) Eight counties beginning January 1, 2023;
- (C) Fifteen counties beginning January 1, 2024;
- (D) Twenty counties beginning January 1, 2025;
- (E) Thirty counties beginning January 1, 2026;
- (F) Thirty-six counties beginning in January 1, 2027; and

(iii) Achieve full statewide implementation by January 1, ((2027))2028.

- In cases where the statewide children's legal representation program provides funding and where consistent with administration and oversight responsibilities, the statewide children's legal representation program should prioritize continuity οf counsel for children who are already represented at county expense when the statewide children's program legal representation effective in a county. The statewide children's legal representation program coordinate with relevant shall stakeholders to determine how best prioritize this continuity of counsel.
- (e) The statewide children's legal representation program is responsible for the recruitment, training, and oversight of providing attorneys standards-based representation pursuant to (a) and (c) of this subsection as provided in RCW 2.53.045 and shall ensure that attorneys representing children pursuant to this section provide legal services according to the rules of conduct, the standards professional practice, caseload limits, guidelines adopted by t and training by the children's representation work group established section 9, chapter 210, Laws of 2021.

(f) The statewide children's legal representation program shall coordinate with the Washington state bar association and local county bar associations regarding the advertising of contract attorney opportunities for providing legal representation pursuant to (a) and (c) of this subsection.

(g) The statewide children's legal representation program shall coordinate with the office of public defense regarding posting on the office of public defense website contract attorney opportunities for providing legal representation pursuant to (a) and (c) of this subsection."

Correct the title.

Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; and Chenev.

Referred to Committee on Rules for second reading

February 19, 2024

SB 5883 Prime Sponsor, Senator Trudeau: Concerning the burden of proof for special education due process hearings. Reported by Committee on Education

February 19, 2024

MAJORITY recommendation: Do pass. Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; ; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Stonier and Timmons.

MINORITY recommendation: Without recommendation. Signed by Representatives McEntire, Assistant Ranking Minority Member; and Steele.

Referred to Committee on Rules for second reading

February 19, 2024

SSB 5919

Prime Sponsor, Environment, Energy & Technology: Concerning the sale of biogenic carbon dioxide and other coproducts of biogas processing. Reported by Committee on Environment & Energy

MAJORITY recommendation: Do pass. Signed by Representatives Doglio, Chair; Mena, Vice Chair; Dye, Ranking Minority Member; Ybarra, Assistant Ranking Minority Member; Abbarno; Barnard; Berry; Duerr; Lekanoff; Ramel; Sandlin; Slatter and Street.

Referred to Committee on Rules for second reading

February 19, 2024

ESSB 5973

Prime Sponsor, Law & Justice: Concerning heat pumps in common interest communities. Reported by Committee on Housing

MAJORITY recommendation: Do pass. Signed by Representatives Peterson, Chair; Alvarado, Vice Chair; Leavitt, Vice Chair; Klicker, Ranking Minority Member; Connors, Assistant Ranking Minority Member; ; Barkis; Chopp; Entenman; Hutchins; Low; Reed and Taylor.

Referred to Committee on Rules for second reading

February 20, 2024

ESB 5997

Prime Sponsor, Senator King: Making technical corrections to plumbing supervision and trainee hours reporting. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 6227

Prime Sponsor, Law & Justice: Allowing entry of a civil protection order to protect victims when a person is found not guilty by reason of insanity. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; and Cheney.

Referred to Committee on Rules for second reading

SB 6271

Prime Sponsor, Senator Keiser: Modifying the cannabis excise tax to consider THC concentration. Reported by Committee on Regulated Substances & Gaming

MAJORITY recommendation: Do pass. Signed by Representatives Kloba, Co-Chair; Wylie, Co-Chair; Stearns, Vice Chair; Chambers, Ranking Minority Member; Robertson, Assistant Ranking Minority Member; ; Caldier; Cheney; Morgan; Reeves and Waters.

Referred to Committee on Finance

February 20, 2024

ESSB 6291

Prime Sponsor, State Government & Elections: Streamlining the state building code council operating procedures by establishing criteria for statewide amendments to the state building code. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 19, 2024

SSB 6301

Prime Sponsor, Ways & Means: Concerning basic law enforcement academy. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; ; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

February 19, 2024

SJM 8007

Prime Sponsor, Senator Kauffman: Requesting Congress to fully fund 40 percent of the costs of IDEA. Reported by Committee on Education

MAJORITY recommendation: Do pass. Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; ; Bergquist; Couture; Eslick; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

MINORITY recommendation: Do not pass. Signed by Representative McEntire, Assistant Ranking Minority Member.

MINORITY recommendation: Without recommendation. Signed by Representative McClintock.

Referred to Committee on Rules for second reading

# FIRST SUPPLEMENTAL REPORT OF STANDING COMMITTEES

February 20, 2024

ESSB 5271

Prime Sponsor, Health & Long Term Care: Protecting patients in facilities regulated by the department of health by establishing uniform enforcement tools. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; , Vice Chair; ; Bronoske; Davis; Macri; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representatives Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; Caldier; Graham; and Maycumber.

MINORITY recommendation: Without recommendation. Signed by Representatives; and Mosbrucker.

Referred to Committee on Appropriations

February 19, 2024

SSB 5291

Prime Sponsor, Labor & Commerce: Concerning liquor licenses. Reported by Committee on Regulated Substances & Gaming

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 66.24.010 and 2019 c 370 s 1 are each amended to read as follows:

- (1) Every license must be issued in the name of the applicant, and the holder thereof may not allow any other person to use the license.
- (2) For the purpose of considering any application for a license, or the renewal of a license, the board may cause an inspection of the premises to be made, and may inquire into all matters in connection with the construction and operation of the premises. For the purpose of reviewing any application license and for considering denial, suspension, revocation, or renewal or denial thereof, of any license, the board may consider any prior criminal conduct of applicant including an administrative violation history record with the board and a criminal history record information check. The board may submit the criminal history record information check to the Washington to the state patrol and identification division of the federal bureau investigation in order that these agencies may search their records for prior arrests and convictions of the individual individuals who filled out the forms. individual or The board must require fingerprinting of any applicant whose criminal history record information check is submitted federal bureau of investigation. The provisions of RCW 9.95.240 and of chapter 9.96A RCW do not apply to such cases. Subject to the provisions of this section, the board may, in its discretion, grant or deny the renewal or license applied for. Denial may be based on, without limitation, the existence of chronic illegal activity documented in objections submitted pursuant subsections (8)(d) and (12) of section. Authority to approve an uncontested

or unopposed license may be granted by the board to any staff member the board designates in writing. Conditions for granting such authority must be adopted by rule. No retail license of any kind may be issued to:

- (a) A person doing business as a sole proprietor who has not resided in the state for at least one month prior to receiving a license, except in cases of licenses issued to dining places on railroads, boats, or aircraft;
- (b) A copartnership, unless all of the members thereof are qualified to obtain a license, as provided in this section;
- (c) A person whose place of business is conducted by a manager or agent, unless such manager or agent possesses the same qualifications required of the licensee;
- (d) A corporation or a limited liability company, unless it was created under the laws of the state of Washington or holds a certificate of authority to transact business in the state of Washington.
- (3)(a) The board may, in its discretion, subject to the provisions of RCW 66.08.150, suspend or cancel any license; and all rights of the licensee to keep or sell liquor thereunder must be suspended or terminated, as the case may be.
- (b) The board must immediately suspend the license or certificate of a person who has been certified pursuant 74.20A.320 by the department of social and health services as a person who is not in compliance with a support order. If the person has continued to meet all other requirements for reinstatement during the suspension, reissuance of the license certificate is automatic upon the board's of issued by a release receipt department of social and health services stating that the licensee is in compliance with the order.
- (c) Upon written notification by department of revenue in accordance with RCW 82.08.155 that a person is more than thirty days delinquent in reporting or remitting spirits taxes to the department, the board must suspend all spirits licenses held by that person. The board must also refuse to renew any existing spirits license of, issue any new spirits license to, the person or any other applicant controlled directly or indirectly by that person. The board may not reinstate a person's spirits license or renew or issue a new spirits license to that person, or an applicant controlled directly or indirectly by that person, until time as the department of revenue notifies the board that the person is current in reporting and remitting spirits taxes the department t.hat. consents t.he t.o reinstatement or renewal of the person's spirits license or the issuance of a new spirits license to the person. For purposes of this section: (i) "Spirits license" means any license issued by the board under the authority of this chapter that authorizes the licensee to sell spirits; and (ii) "spirits taxes" has the same meaning as in RCW 82.08.155.
- (d) The board may request the appointment of administrative law judges under chapter 34.12 RCW who must have power to administer oaths, issue subpoenas for the attendance of

witnesses and the production of papers, books, accounts, documents, and testimony, examine witnesses, and to receive testimony in any inquiry, investigation, hearing, or proceeding in any part of the state, under such rules and regulations as the board may adopt.

- (e) Witnesses are allowed fees and mileage each way to and from any such inquiry, investigation, hearing, or proceeding at the rate authorized by RCW 34.05.446. Fees need not be paid in advance of appearance of witnesses to testify or to produce books, records, or other legal evidence.
- (f) In case of disobedience of any person to comply with the order of the board or a subpoena issued by the board, or any of its members, or administrative law judges, or on the refusal of a witness to testify to any matter regarding which he or she may be lawfully interrogated, the judge of the superior court of the county in which the person resides, on application of any member of the board or administrative law judge, must compel obedience by contempt proceedings, as in the case of disobedience of the requirements of a subpoena issued from said court or a refusal to testify therein.
- (4) Upon receipt of notice of the suspension or cancellation of a license, the licensee must forthwith deliver up the license to the board. Where the license has been suspended only, the board must return the license to the licensee at the expiration or termination of the period of suspension. The board must notify all vendors in the city or place where the licensee has its premises of the suspension or cancellation of the license; and no employee may allow or cause any liquor to be delivered to or for any person at the premises of that licensee.
- (5)(a) For the original issuance of a liquor license, including the approval of a conditional license as provided in (b) of this subsection, the board must set the expiration date of the license to the last day of the calendar month that is twelve months from the calendar month in which final approval of the license is granted. Upon renewal, the expiration date of the license, including licenses approved under (b) of this subsection, may subsequently be prorated as necessary in accordance with chapter 19.02 RCW.
- (b) (i) When an applicant for a liquor license is qualified for approval of the license in every way except having executed a lease or purchase agreement for the proposed licensed premises, the board must grant conditional approval to the applicant.
- (ii) Upon notification to the board of execution of the lease or purchase agreement putting the applicant in control of the premises, the board must immediately grant final approval of the license issuance, and the licensee may immediately begin exercising all privileges provided under the license, except as otherwise provided under this title.
- (iii) For the purposes of this title, the
  term "license" includes "conditional
  license."

- (6) Every license issued under this section is subject to all conditions and restrictions imposed by this title or by rules adopted by the board. All conditions and restrictions imposed by the board in the issuance of an individual license may be listed on the face of the individual license along with the trade name, address, and expiration date. Conditions and restrictions imposed by the board may also be included in official correspondence separate from the license. All spirits licenses are subject to the condition that the spirits license holder must report and remit to the department of revenue all spirits taxes by the date due.
- (7) Every licensee must post and keep posted its license, or licenses, and any additional correspondence containing conditions and restrictions imposed by the board in a conspicuous place on the premises.
- (8) (a) Unless (b) of this subsection applies, before the board issues a new or renewal license to an applicant it must give notice of such application to the chief executive officer of the incorporated city or town, if the application is for a license within an incorporated city or town, or to the county legislative authority, if the application is for a license outside the boundaries of incorporated cities or towns.
- (b) If the application for a special occasion license is for an event held during a county, district, or area fair as defined by RCW 15.76.120, and the county, district, or area fair is located on property owned by the county but located within an incorporated city or town, the county legislative authority must be the entity notified by the board under (a) of this subsection. The board must send a duplicate notice to the incorporated city or town within which the fair is located.
- (c) The incorporated city or town through the official or employee selected by it, or the county legislative authority or the official or employee selected by it, has the right to file with the board within twenty days after the date of transmittal of such notice for applications, or at least thirty days prior to the expiration date for renewals, written objections against the applicant or against the premises for which the new or renewal license is asked. The board may extend the time period for submitting written objections.
- (d) The written objections must include a statement of all facts upon which such objections are based, and in case written objections are filed, the city or town or county legislative authority may request and the board may in its discretion hold a hearing subject to the applicable provisions of Title 34 RCW. If the board makes an initial decision to deny a license or renewal based on the written objections of an incorporated city or town or county legislative authority, the applicant may request a hearing subject to the applicable provisions of Title 34 RCW. If such a hearing is held at the request of the applicant, board representatives must present and defend the board's initial decision to deny a license or renewal.

- (e) Upon the granting of a license under this title the board must send written notification to the chief executive officer of the incorporated city or town in which the license is granted, or to the county legislative authority if the license is granted outside the boundaries incorporated cities or towns. When of granted the license is for a special occasion license for an event held during a county, district, or area fair as defined by RCW 15.76.120, and the county, district, or area fair is located on county-owned property but located within an incorporated city or town, the written notification must be sent to both the incorporated city or town and the county legislative authority.
- board (9)(a) Before the issues license to any applicant, it shall give (i) due consideration to the location of the business to be conducted under such license with respect to the proximity of churches, schools, and public institutions and (ii) written notice((<del>, with receipt</del> verification,)) of the application to public institutions identified by the board as such appropriate to receive notice, churches, and schools within five hundred feet of the premises to be licensed. The board may not issue a liquor license for either on-premises or off-premises consumption covering any premises not now licensed, if such premises are within five hundred feet of the premises of any taxsupported public elementary or secondary school measured along the most direct route over or across established public walks, streets, or other public passageway from the main entrance of the school to the nearest public entrance of the premises proposed for license, and if, after receipt by the school of the notice as provided in this subsection, the board receives written objection, within twenty days after an official such notice, from receiving representative or representatives of the school within five hundred feet of said proposed licensed premises, indicating to the board that there is an objection to the issuance of such license because of proximity to a school. The board may extend the time period for submitting objections. For the purpose of this section, "church" means a building erected for and used exclusively for religious worship and schooling or other activity in connection therewith. For the purpose of this section, "public institution" means institutions of higher education, parks, community centers, libraries, and transit centers.
- (b) No liquor license may be issued or reissued by the board to any motor sports facility or licensee operating within the motor sports facility unless the motor sports facility enforces a program reasonably calculated to prevent alcohol or alcoholic beverages not purchased within the facility from entering the facility and such program is approved by local law enforcement agencies.
- (c) It is the intent under this subsection (9) that a retail license may not be issued by the board where doing so would, in the judgment of the board, adversely affect a private school meeting the requirements for private schools under Title

- 28A RCW, which school is within five hundred feet of the proposed licensee. The board must fully consider and give substantial weight to objections filed by private schools. If a license is issued despite the proximity of a private school, the board must state in a letter addressed to the private school the board's reasons for issuing the license.
- (10) The restrictions set forth in subsection (9) of this section do not prohibit the board from authorizing the assumption of existing licenses now located within the restricted area by other persons or licenses or relocations of existing licensed premises within the restricted area. In no case may the licensed premises be moved closer to a church or school than it was before the assumption or relocation.
- (11) (a) Nothing in this section prohibits the board, in its discretion, from issuing a temporary retail or distributor license to an applicant to operate the retail or distributor premises during the period the application for the license is pending. The board may establish a fee for a temporary license by rule.
- (b) A temporary license issued by the board under this section must be for a period not to exceed sixty days. A temporary license may be extended at the discretion of the board for additional periods of sixty days upon payment of an additional fee and upon compliance with all conditions required in this section.
- (c) Refusal by the board to issue or extend a temporary license shall not entitle the applicant to request a hearing. A temporary license may be canceled or suspended summarily at any time if the board determines that good cause for cancellation or suspension exists. RCW 66.08.130 applies to temporary licenses.
- (d) Application for a temporary license must be on such form as the board shall prescribe. If an application for a temporary license is withdrawn before issuance or is refused by the board, the fee which accompanied such application must be refunded in full.
- (12) In determining whether to grant or deny a license or renewal of any license, the board must give substantial weight to objections from an incorporated city or town or county legislative authority based upon chronic illegal activity associated with the applicant's operations of the premises proposed to be licensed or the applicant's operation of any other licensed premises, or the conduct of the applicant's patrons inside or outside the licensed premises. "Chronic illegal activity" means (a) a pervasive pattern of activity that threatens the public health, safety, and welfare of the city, town, or county including, but not limited to, open container violations, assaults, disturbances, disorderly conduct, or other criminal law violations, or as reports, emergency medical response data, calls for service, field data, or similar records of a law enforcement area. city, town, county, or any other municipal corporation or any state agency; or (b) an unreasonably high number of citations for violations of RCW 46.61.502 associated with

the applicant's or licensee's operation of any licensed premises as indicated by the reported statements given to law enforcement upon arrest.

(13) (a) Except as provided in (b) of this subsection, the board must issue a decision on an application for a liquor license, renewal, or endorsement under RCW 66.24.320 <u>through</u> 66.24.354, 66.24.400 through 66.24.455, 66.24.650, or 66.24.655 within 45 days of receiving the application and documentation under this section and related rules, or the application is approved by

default.

(b) The board may extend the time period allowed in (a) of this subsection by an additional 30 days if it:

(i) Determines good cause for extension exists, which may include time for the board to review objections to a liquor license, renewal, or endorsement under this <u>section; and</u>

(ii) Issues a temporary license to the applicant during the extension.

(c) If the board fails to decision on an application within the additional 30 days allowed in (b) of this subsection, the temporary license must be converted into a permanent license and is approved by default.

(14) Any notifications required under this section may be issued concurrently.

(15) A spirits, beer, and wine restaurant licensed under RCW 66.24.400 or a beer and wine restaurant licensed under RCW 66.24.320 shall notify the board at least seven days before the licensee initially opens the licensee's premises to the general public. In accordance with RCW 66.24.410, any requirement in the board's rules for a spirits, beer, and wine restaurant or a beer and wine restaurant to be open to the public for a minimum number of hours per day, or days per week, begins applying when the licensee opts to initially open to the general public rather than when the license is granted.

Sec. 2. RCW 66.24.410 and 2011 c 195 s 2 are each amended to read as follows:

(1) "Spirituous liquor," as used in RCW 66.24.400 to 66.24.450, inclusive, means "liquor" as defined in RCW 66.04.010, except "wine" and "beer" sold as such.

(2) "Restaurant" as used in RCW 66.24.400 66.24.450, inclusive, means an establishment provided with special space and accommodations where, in consideration of payment, food, without lodgings, is furnished to the public, habitually including drug stores and soda fountains: PROVIDED, That such establishments shall be approved by the board and that the board shall be satisfied that such establishment is maintained in a substantial manner as a place for preparing, cooking and serving of complete meals. Requirements for complete meals shall be determined by the board in rules adopted pursuant to chapter 34.05 RCW. Requirements for hours of operation or days of operation that may be provided in rules the board for restaurants are subject to RCW 66.24.010(15).
(3) "Hotel," "clubs," "wine" and "beer"

are used in RCW 66.24.400 to 66.24.450,

inclusive, with the meaning given in chapter 66.04 RCW."

Correct the title.

Signed by Representatives Kloba, Co-Chair; Wylie, Co-Chair; Stearns, Vice Chair; Chambers, Ranking Minority Member; Robertson, Assistant Ranking Minority Member; ; Caldier; Cheney; Morgan; Reeves and Waters.

Referred to Committee on Appropriations

February 19, 2024

Prime Sponsor, Labor & Commerce: SSB 5376 Allowing the sale of cannabis waste. Reported by Committee on Regulated Substances & Gaming

### MAJORITY recommendation: Do pass as amended.

Strike everything after the clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 69.50 RCW to read as follows:

- (1) A licensed cannabis producer and a licensed cannabis processor may sell cannabis waste to a person not licensed under this chapter if:
- (a) The cannabis waste would not be designated as dangerous or hazardous waste under:
- (i) Chapter 70A.300 RCW and rules adopted under that chapter; and

(ii) Cannabis waste disposal adopted by the board;

(b) The licensee notifies the board and the Washington state department of agriculture before the sale. Such notice must include information about the quantity and sale price of cannabis waste transferred and the name of the person or entity that purchased the cannabis waste; and

(c) The licensee makes all sales available to the public on an equal and nondiscriminatory basis.

(2) Cannabis waste not sold in accordance with subsection (1) of this section and not designated as dangerous or hazardous waste under chapter 70A.300 RCW, rules adopted pursuant to that chapter, or cannabis waste disposal rules adopted by the board must be rendered unusable before leaving a licensed producer, processor, or laboratory.

(3) For the purposes of this section, "cannabis waste" means solid waste generated during cannabis production or processing that has a THC concentration of 0.3 percent or less. "Cannabis waste" does not include "hemp" or "industrial hemp" as those terms are defined in RCW 15.140.020.

(4) Nothing in this chapter prohibits producers or processors from selling cannabis waste to a person not licensed processors from under this chapter if such transfer is pursuant to the requirements of this section.

(5) The board may adopt rules necessary to implement this section.

Correct the title.

Signed by Representatives Kloba, Co-Chair; Wylie, Co-Chair; Stearns, Vice Chair; Chambers, Ranking Minority Member; Robertson, Assistant Ranking Minority Member; ; Caldier; Cheney; Morgan; Reeves and Waters.

Referred to Committee on Appropriations

February 20, 2024

SSB 5649

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning floodproofing improvements to residential structures undertaken in accordance with the Chehalis basin strategy. Reported by Committee on Local Government

#### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature finds that the office of Chehalis basin in the department of ecology is directed to aggressively pursue implementation of an integrated strategy for long-term flood damage reduction in the Chehalis river basin. The legislature recognizes that restrictions on improvements to residential structures located in floodways may impede the office's ability to successfully carry out the Chehalis basin strategy. Therefore, the legislature intends to create additional regulatory flexibility to allow substantial improvements to residential structures for the primary purpose of reducing risk of flood damage in floodways.

Sec. 2. RCW 86.16.041 and 2000 c 222 s 1 are each amended to read as follows:

(1) Beginning July 26, 1987, every county and incorporated city and town shall submit to the department of ecology any new floodplain management ordinance or amendment to any existing floodplain management ordinance. Such ordinance or amendment shall take effect ((thirty))30 days from filing with the department unless the department disapproves such ordinance or amendment within that time period.

(2) The department may disapprove any ordinance or amendment submitted to it under subsection (1) of this section if it finds that an ordinance or amendment does not comply with any of the following:

(a) Restriction of land uses floodways including the designated prohibition of construction or reconstruction, repair, or replacement of residential structures, except for: (i) Repairs, reconstruction, or improvements to a structure which do not increase the ground area; and (ii) repairs, reconstruction, or improvements to a structure the cost of which does not exceed ((fifty))50 percent of the market value of the structure either, (A) before the repair, reconstruction, or repair is started, or (B) if the structure has been damaged, and is being restored, before the damage occurred. Any project for improvement of a structure to correct existing violations of state or local health, sanitary, or safety code specifications that have been identified by the local code or building enforcement official and which are the minimum necessary to ensure safe living conditions shall not be included in the ((fifty))50 percent determination. However, the floodway prohibition in this subsection does not apply to existing farmhouses in designated floodways that meet the provisions of subsection (3) of this section, ((or)) to ((substantially damaged)) existing residential structures other than farmhouses that meet the depth and velocity and erosion analysis in subsection (4) of this section, or to structures identified as historic places;

(b) The minimum requirements of the

national flood insurance program; and

(c) The minimum state requirements adopted pursuant to RCW 86.16.031(8) that are applicable to the particular county, city, or town.

(3) Repairs, reconstruction, replacement, or improvements to existing farmhouse structures located in designated floodways and which are located on lands designated as agricultural lands of long-term commercial significance under RCW 36.70A.170 shall be permitted subject to the following:

(a) The new farmhouse is a replacement for an existing farmhouse on the same farm

site;

(b) There is no potential building site for a replacement farmhouse on the same farm outside the designated floodway;

(c) Repairs, reconstruction, or improvements to a farmhouse shall not increase the total square footage of encroachment of the existing farmhouse;

(d) A replacement farmhouse shall not exceed the total square footage of encroachment of the farmhouse it is replacing;

(e) A farmhouse being replaced shall be removed, in its entirety, including foundation, from the floodway within ((ninety))90 days after occupancy of a new farmhouse;

(f) For substantial improvements, and replacement farmhouses, the elevation of the lowest floor of the improvement and farmhouse respectively, including basement, is a minimum of one foot higher than the base flood elevation;

(g) New and replacement water supply systems are designed to eliminate or minimize infiltration of flood waters into

the system;

(h) New and replacement sanitary sewerage systems are designed and located to eliminate or minimize infiltration of flood water into the system and discharge from the system into the flood waters; and

(i) All other utilities and connections to public utilities are designed, constructed, and located to eliminate or

minimize flood damage.

(4) (a) For all substantially damaged residential structures other than farmhouses that are located in a designated floodway, the department, at the request of the town, city, or county with land use authority over the structure, is authorized to assess the risk of harm to life and property posed by the specific conditions of the floodway, and, based upon scientific analysis of depth, velocity, and flood-related erosion,

may exercise best professional judgment in recommending to the permitting authority, repair, replacement, or relocation of effect damaged structures. The of department's recommendation, with the town, city, or county's concurrence, to allow repair or replacement of a substantially damaged residential structure within designated floodway is a waiver οf t.he floodway prohibition.

For (b) proposed projects that substantially improve residential structures in a designated floodway for the primary purpose of reducing risk of flood damage, the department, at the request of the town, city, or county with land use authority over the structures, is authorized to assess the risk of harm to life and property posed by the specific conditions of the floodway, and, based upon scientific analysis of depth, velocity, and flood-related erosion, may exercise best professional judgment in recommending to the permitting authority whether a project should proceed. The effect of the department's recommendation, with the town, city, or county's concurrence, to allow a project to proceed within designated floodway is a waiver of <u>the</u> the floodway prohibition.

(5) The department shall develop a rule or rule amendment guiding the assessment procedures and criteria described in subsections (3) and (4) of this section no later than December 31, 2000.

(6) For the purposes of this section, "farmhouse" means a single-family dwelling located on a farm site where resulting agricultural products are not produced for the primary consumption or use by the occupants and the farm owner."

Correct the title.

Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 20, 2024

ESSB 5778

Prime Sponsor, Labor & Commerce: Protecting the rights of workers to refrain from attending meetings or listening to their employer's speech on political or religious matters. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Bronoske; Doglio; Ormsby and Ortiz-Self.

MINORITY recommendation: Do not pass. Signed by Representatives Schmidt, Ranking Minority Member; Rude; and Ybarra.

Referred to Committee on Rules for second reading

February 19, 2024

SSB 5840 Prime Sponsor, Law & Justice: Concerning leases. Reported by Committee on Housing

MAJORITY recommendation: Do pass. Signed by Representatives Peterson, Chair; Alvarado, Vice Chair; Leavitt, Vice Chair; Klicker, Ranking Minority Member; Connors, Assistant Ranking Minority Member; ; Barkis; Chopp; Entenman; Hutchins; Low; Reed and Taylor.

Referred to Committee on Rules for second reading

February 20, 2024

SB 5904

Prime Sponsor, Senator Nobles: Extending the terms of eligibility for financial aid programs. Reported by Committee on Postsecondary Education & Workforce

MAJORITY recommendation: Do pass. Signed by Representatives Slatter, Chair; Entenman, Vice Chair; Reed, Vice Chair; Ybarra, Ranking Minority Member; Waters, Assistant Ranking Minority Member; Jacobsen; Leavitt; Nance; Paul; Pollet; Schmidt and Timmons.

MINORITY recommendation: Without recommendation. Signed by Representatives Klicker; and McEntire.

Referred to Committee on Appropriations

February 20, 2024

SSB 5925

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning fire protection district commissioner per diem compensation. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 6164

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning county emergency management plans. Reported by Committee on Technology, Economic Development, & Veterans

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 38.52.070 and 2017 c 312 4 are each amended to read as follows:

(1) Each political subdivision of this state is hereby authorized and directed to establish a local organization or to be a member of a joint local organization for emergency management in accordance with the emergency management state comprehensive plan and program: PROVIDED, That a political subdivision proposing such establishment shall submit its plan and program for and program for its plan emergency management to the state director and secure his or her recommendations thereon, and verification of consistency with the state comprehensive emergency management plan, in order that the plan of local for organization emergency management may be coordinated with the plan and program of the state. Local comprehensive emergency management plans must specify the use of the incident command for multiagency/multijurisdiction operations. No political subdivision may be required to include in its plan provisions

for the emergency evacuation or relocation of residents in anticipation of nuclear  $% \left( 1\right) =\left( 1\right) \left( 1\right$ attack. If the director's recommendations are adverse to the plan as submitted, and, if the local organization does not agree to director's recommendations for modification to the proposal, the matter shall be referred to the council for final action. The director may authorize two or more political subdivisions to join in the establishment and operation of a joint local organization for emergency management as circumstances may warrant, in which case each political subdivision shall contribute to the cost of emergency management upon such fair and equitable basis as may be determined upon by the executive heads of the constituent subdivisions. If in any case the executive heads cannot agree upon the proper division of cost the matter shall be referred to the council for arbitration and its decision shall be final. When two or more political subdivisions join in the establishment and operation of a joint local organization for emergency management each shall pay its share of the cost into a special pooled fund to be administered by the treasurer of the most populous the treasurer of the most populous subdivision, which fund shall be known as the . . . . emergency management fund. Each local organization or joint local organization for emergency management shall have a director who shall be appointed by the executive head of the political subdivision, and who shall have direct responsibility for the organization, administration, and operation of such local organization for emergency management, subject to the direction and control of such executive officer or officers. In the case of a joint local organization for emergency management, the director shall be appointed by the joint action of the executive heads of the constituent political subdivisions. Each local organization or joint local organization for emergency management shall perform emergency management functions within the territorial limits of the of the political subdivision within which it is organized, and, in addition, shall conduct such functions outside of such territorial limits as may be required pursuant to the provisions of this chapter.

(2) In carrying out the provisions of this chapter each political subdivision, which any disaster as described in RCW 38.52.020 occurs, shall have the power to enter into contracts and incur obligations necessary to combat such disaster, protecting the health and safety of persons and property, and providing emergency assistance to the victims of such disaster. Each political subdivision is authorized to exercise the powers vested under this section in the light of the exigencies of an extreme emergency situation without regard to time-consuming procedures and formalities prescribed by law (excepting mandatory constitutional requirements), including, but not limited to, budget law limitations, requirements of competitive bidding and publication of notices, provisions pertaining to the performance of public work, entering into contracts, the incurring of obligations, the employment of temporary workers, the rental of equipment, the

purchase of supplies and materials, the levying of taxes, and the appropriation and expenditures of public funds.

(3) (a) (i) Each local organization or joint local organization for emergency management that produces a local comprehensive emergency management plan must include a communication plan for notifying significant population segments of life safety information during an emergency. Local organizations and joint local organizations are encouraged to consult with affected community organizations in the development of the communication plans. Communication plans must include an expeditious notification of citizens who can reasonably be determined to be at risk during a hazardous material spill or release pursuant to section 2 of this act.

(((\(\frac{(i)}{i}\))) (ii) In developing communication plans, local organizations and joint organizations should consider, as part of their determination of the extent of the obligation to provide emergency notification to significant population segments, the following factors: The number or proportion of the limited English proficiency persons eligible to be served or likely to be encountered; the frequency with which limited English proficiency individuals come in contact with the emergency notification; the nature and importance of the emergency notification, service, or program to people's lives; and the resources available to the political subdivision to provide emergency notifications.

((\(\frac{(ii)}\)(\(\frac{iii}\)) (\(\frac{(iii)}\)) (\(\frac{(iii)}\)) "Significant population segment" means, for the purposes of this subsection (3), each limited English proficiency language group that constitutes five percent or one thousand residents, whichever is less, of the population of persons eligible to be served or likely to be affected within a city, town, or county. The office of financial management forecasting division's limited English proficiency population estimates are the demographic data set for determining eligible limited English proficiency language groups.

(b) Local organizations and joint local organizations must submit the plans produced under (a) of this subsection to the Washington military department emergency management division, and must implement those plans. An initial communication plan must be submitted with the local organization or joint local organization's next local emergency management plan update following July 23, 2017, and subsequent plans must be reviewed in accordance with the director's schedule.

(4) When conducting emergency or disaster after-action reviews, local organizations and joint local organizations must evaluate the effectiveness of communication of life safety information and must inform the emergency management division of the Washington military department of technological challenges which limited communications efforts, along with identifying recommendations and resources needed to address those challenges.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 70.136 RCW to read as follows:

(1) If a type 1 or 2 hazardous material spill or release occurs, the department of ecology must provide for at least one public meeting to inform the public about the hazardous material spill or release.

(2) A public meeting conducted under this section must allow for remote participation if technologically feasible and may be held jointly with the county legislative authority's regularly scheduled meeting as described in RCW 36.32.080 or a special meeting as provided in RCW 42.30.080.

(3) A public meeting conducted under this section must include:

(a) A representative from the department of ecology;

(b) A representative from the local organization for emergency services or management, as defined in RCW 38.52.010, in the jurisdiction where the spill or release occurred; and

A representative for the responsible for the hazardous material spill or release.

(4) For purposes of this section:

(a) A "type 1 hazardous material spill or release" is a spill or release of national significance, requiring the activation of the department of ecology's crisis management team, incident management team, crisis command, and general staff; involvement of the governor's office and federal agency officials; establishment of area command; and active involvement of the department of ecology spills program manager. It may require the establishment of a national incident commander.

(b) A "type 2 hazardous material spill or release" is a large or major incident of long duration, requiring the activation of department of ecology's crisis management team, incident management team, unified command at an appropriate command post, and most or all of the command and general staff positions. It may require other incident management teams, such as industry, federal, or local; cascading of and resources from other states; establishment of area command. The incident will go into multiple operational periods, and requires significant product spilled and numerous sensitive sites threatened. Α plan will written incident action be required for each operational period."

Correct the title.

Signed by Representatives Ryu, Chair; Donaghy, Vice Chair; Rule, Vice Chair; Volz, Ranking Minority Member; Barnard, Assistant Ranking Minority Member; ; Caldier; Chambers; Cortes; Paul; Senn; Shavers; Street and Waters.

Referred to Committee on Rules for second reading

February 20, 2024

E2SSB 6194 Prime Sponsor, Ways & Means: Concerning legislative employee collective bargaining. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 44.90.020 and 2022 c 283 s 3 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context  $% \left( 1\right) =\left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right$ clearly requires otherwise.

"Collective bargaining" means the (1)performance of the mutual obligations of the employer and the exclusive bargaining representative to meet at reasonable times, except that neither party may be compelled to negotiate during a legislative session or on committee assembly days, to confer and negotiate in good faith, and to execute a written agreement with respect to the subjects of bargaining specified under RCW 44.90.090. The obligation to bargain does not compel either party to agree to a proposal or to make a concession unless otherwise provided in this chapter.

(2) "Commission" means the <u>legislative</u>

commission created in section 17 of this act at the public employment commission, until the legislative commission expires on December 31, 2029. After December 31, 2029, "commission" means the public relations commission <u>employment</u>

under RCW 41.58.010(1).
(((2)))(3) "Confidential employee" means an employee designated by the employer to assist in a confidential capacity, or serve as counsel to, persons who formulate, determine, and effectuate employer policies with regard to labor relations and personnel matters or who has authorized access to information relating to the effectuation or review of the employer's collective bargaining policies, strategies, or process to the extent that such access creates a conflict of interest, or who assists or aids an employee with managerial authority.
 (4) "Director" means the director of the

office of state legislative labor relations.

((<del>(3)</del>))<u>(5)(a) "Employee" means:</u>

(i) Any regular partisan employee of the house of representatives or the senate who is covered by this chapter; and

(ii) Any regular employee who is staff of the:

(A) Office of legislative support <u>services;</u>

(B) Legislative service center;

(C) Office of the code reviser during any legislative session, does not work full time on drafting and finalizing legislative bills to be included in the Revised Code of Washington; and

(D) House of representatives and senate

administrations.

(b) "Employee" also includes temporary staff hired to perform substantially similar work to that performed by employees included under (a) of this subsection.

(c) All other regular employees and <u>temporary</u> employees, including casual <u>employees,</u> interns, and pages, and employees in the office of program research and senate committee services work groups of the house representatives and the senate are excluded from the definition of "employee" for the purposes of this chapter.

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

collective bargaining with employers.

((<del>(4)</del>))<u>(7) "Employee with managerial</u> authority" means any employee designated by the employer who, regardless of job title: (a) Directs the staff who work for a <u>legislative</u> chamber, caucus, agency, subdivision thereof; (b) has substantial responsibility in personnel administration, or the preparation and administration of the employer's budgets; and (c) exercises <u>authority that is not merely routine or</u> clerical in nature and requires the use of independent judgment.
 (8) "Employer" means:
 (a) The chief clerk of the house of

representatives, or the chief clerk's designee, for employees of the house of <u>representatives;</u>

(b) The secretary of the senate, or the secretary's designee, for employees of the

<u>senate; and</u>

(c) The chief clerk of the house representatives and the secretary of the senate, acting jointly, or their designees, for the regular employees who are staff of the office of legislative support services, the legislative service center, and the office of the code reviser.

(9) "Exclusive bargaining representative" means any employee organization that has been certified under this chapter as representative of the employees in

appropriate bargaining unit.

((<del>(5)</del>))(10) "Labor dispute" means any controversy concerning terms, tenure, or conditions of employment, or concerning the association or representation of persons in negotiating, fixing, maintaining, changing, or seeking to arrange terms or conditions of employment with respect to the subjects of bargaining provided in this chapter, regardless of whether the disputants stand in the proximate relation of employer and

employee.

(11) "Legislative agencies" means the joint legislative audit and review committee, the statute law committee, the legislative ethics board, the legislative and accountability program evaluation committee, the office of the state actuary, the legislative service center, the office of legislative support services, the joint transportation committee, redistricting commission.

 $((\frac{(6)}{(12)}))$  "Office" means the office of

state legislative labor relations.

(13) "Supervisor" means an employee designated by the employer to provide supervision to and have authority over legislative employees on an ongoing basis as part of the employee's regular and usual job duties. Supervision includes the authority to direct employees, approve and deny leave, and effectively recommend decisions to hire, transfer, suspend, lay off, recall, promote, discharge, direct, reward, or discipline employees, or to adjust employee grievances, when the exercise of the authority is not of a merely routine nature but requires the exercise of individual judgment.

- $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 44.90 RCW to read as follows:
- (1) This chapter does not apply to any legislative employee who has managerial authority, is a confidential employee, or who does not meet the definition of employee for the purpose of collective bargaining.
  - (2) This chapter also does not apply to:
- (a) Elected or appointed members of the legislature;
- (b) Any person appointed to office under statute, ordinance, or resolution for a specific term of office as a member of a multimember board, commission, or committee;
- (c) Caucus chiefs of staff and caucus

deputy chiefs of staff;

- (d) The speaker's attorney, house counsel, and leadership counsel to the minority caucus of the house of representatives; and
- (e) The counsel for the senate that provide direct legal advice to the administration of the senate.
- (3) Notwithstanding any other provision of this chapter, the employer has the sole exclusive authority to designate confidential employees, supervisors, employees who have managerial authority, except that those designated employees may not, collectively, exceed 20 percent of the total employee positions of the employer.

**Sec. 3.** RCW 44.90.030 and 2022 c 283 s 2 are each amended to read as follows:

- (1) The office of state legislative labor relations is created to assist the house of representatives, the senate, and legislative agencies in implementing and managing the process of collective bargaining for employees of the legislative branch of state government.
- (2) (a) Subject to (b) of this subsection, the secretary of the senate and the chief clerk of the house of representatives shall employ a director of the office. director serves at the pleasure of secretary of the senate and the chief clerk of the house of representatives, who shall fix the director's salary.
- (b) The secretary of the senate and the chief clerk of the house of representatives  $\frac{1}{2}$ shall, before employing a director, consult with legislative employees, the senate facilities and operations committee, the house executive rules committee, and the human resources officers of the house of representatives, the senate, and legislative agencies.
- (c) The director serves as the executive and administrative head of the office and may employ additional employees to assist in carrying out the duties of the office. The duties of the office include, but are not limited to, <u>establishing bargaining teams</u> and conducting negotiations on behalf of the employer.
- ((<del>d)</del> The director shall contract with an external consultant for the purposes of gathering input from legislative employees, taking into consideration RCW 42.52.020 and rules of the house of representatives and the senate. The gathering of input must be in the form of, at a minimum, surveys.

- (3) The director, in consultation with the secretary of the senate, the chief clerk of the house of representatives, and the administrative heads of legislative agencies shall:
- (a) Examine issues related to collective bargaining for employees of the house of representatives, the senate, and legislative agencies; and
- (b) After consultation with the external consultant, develop best practices and options for the legislature to consider in implementing and administering collective bargaining for employees of the house of representatives, the senate, and legislative agencies.
- (4)(a) By December 1, 2022, the director shall submit a preliminary report to the appropriate committees of the legislature that provides a progress report on the director's considerations.
- (b) By October 1, 2023, the director shall submit a final report to the appropriate committees of the legislature. At a minimum, the final report must address considerations on the following issues:
- (i) Which employees of the house of representatives, the senate, and legislative agencies for whom collective bargaining may be appropriate;
- (ii) Mandatory, permissive, and prohibited subjects of bargaining;
- (iii) Who would negotiate on behalf of the house of representatives, the senate, and legislative agencies, and which entity or entities would be considered the employer for purposes of bargaining;
  - (iv) Definitions for relevant terms;
- (v) Common public employee collective bargaining agreement frameworks related to grievance procedures and processes for disciplinary actions;
- (vi) Procedures related to the commission certifying exclusive bargaining representatives, determining bargaining units, adjudicating unfair labor practices, determining representation questions, and coalition bargaining,
- (vii) The efficiency and feasibility of
  coalition bargaining;
- (viii) Procedures for approving negotiated collective bargaining agreements  $\boldsymbol{\tau}$
- (ix) Procedures for submitting requests for funding to the appropriate legislative committees if appropriations are necessary to implement provisions of the collective bargaining agreements; and
- (x) Approaches taken by other state legislatures that have authorized collective bargaining for legislative employees.
- (5) The report must include a summary of any statutory changes needed to address the considerations listed in subsection (4) of this section related to the collective bargaining process for legislative employees.))
- $\underline{\text{NEW SECTION.}}$  Sec. 4. A new section is added to chapter 44.90 RCW to read as follows:
- (1) As provided by this chapter, the commission or the court shall determine all questions described by this chapter as under the commission's authority. However, such authority may not result in an order or rule

- that intrudes upon or interferes with the legislature's core function of efficient and effective law making or the essential operation of the legislature, including that an order or rule may not:
- (a) Modify any matter relating to the qualifications and elections of members of the legislature, or the holding of office of members of the legislature;
- (b) Modify any matter relating to the legislature or each house thereof choosing its officers, adopting rules for its proceedings, selecting committees necessary for the conduct of business, considering or enacting legislation, or otherwise exercising the legislative power of this state:
- (c) Modify any matter relating to legislative calendars, schedules, and deadlines of the legislature; or
- (d) Modify laws, rules, policies, or procedures regarding ethics or conflicts of interest.
- (2) No member of the legislature may be compelled by subpoena or other means to attend a proceeding related to matters covered by this chapter during a legislative session, committee assembly days, or for 15 days before commencement of each session.
- Sec. 5. RCW 44.90.050 and 2022 c 283 s 5 are each amended to read as follows:
- (1) Except as may be specifically limited by this chapter, legislative employees shall have the right to self-organization, to form, join, or assist employee organizations, and to bargain collectively through representatives of their own choosing for the purpose of collective bargaining free from interference, restraint, or coercion. Legislative employees shall also have the right to refrain from any or all such activities.
- (2) Except as may be specifically limited by this chapter, the commission shall determine all questions pertaining to ascertaining exclusive bargaining representatives for legislative employees and collectively bargaining under this chapter. However, no employee organization shall be recognized or certified as the exclusive bargaining representative of a bargaining unit of employees of the legislative branch unless it receives the votes of a majority of employees in the petitioned for bargaining unit voting in a secret election ((by mail ballot)) administered by the commission. The commission's process must allow for an employee, group of employees, employee organizations, employer, or their agents to have the right to petition on any question concerning representation.
- (3) ((The employer and the exclusive bargaining representative of a bargaining unit of legislative employees may not enter into a collective bargaining agreement that requires the employer to deduct, from the salary or wages of an employee, contributions for payments for political action committees sponsored by employee organizations with legislative employees as members.)) The commission must adopt rules that provide for at least the following:
  - (a) Secret balloting;

- (b) Consulting with employee organizations;
- (c) Access to lists of employees, job titles, work locations, and home mailing addresses;
  - (d) Absentee voting;
- (e) Procedures for the greatest possible
  participation in voting;
- (f) Campaigning on the employer's property during working hours; and
  - (g) Election observers.
- (4) (a) If an employee organization has been certified as the exclusive bargaining representative of the employees of multiple bargaining units, the employee organization may act for and negotiate a master collective bargaining agreement that includes within the coverage of the agreement all covered employees in the bargaining units.
- (b) If a master collective bargaining agreement is in effect for the newly certified exclusive bargaining representative, it applies to the bargaining unit for which the new certification has been issued. Nothing in this subsection (4) (b) requires the parties to engage in new negotiations during the term of that agreement.
- (5) The certified exclusive bargaining representative is responsible for representing the interests of all the employees in the bargaining unit. This section may not be construed to limit an exclusive bargaining representative's right to exercise its discretion to refuse to process grievances of employees that are unmeritorious.
- (6) No question concerning representation may be raised if:
- (a) Fewer than 12 months have elapsed since the last certification or election; or (b) A valid collective bargaining
- (b) A valid collective bargaining agreement exists covering the unit, except for that period of no more than 120 calendar days nor less than 90 calendar days before the expiration of the contract.
- $\underline{\text{NEW SECTION.}}$  Sec. 6. A new section is added to chapter 44.90 RCW to read as follows:
- (1) The commission, after hearing upon reasonable notice to all interested parties, shall decide, in each application for certification as an exclusive bargaining representative, the unit appropriate for certification. In determining the new units or modifications of existing units, the commission must consider: The duties, skills, and working conditions of the employees; the history of collective bargaining; the extent of organization among the employees; the desires of the employees; and the avoidance of excessive fragmentation. However, a unit is not appropriate if it includes:
- (a) Both supervisors and nonsupervisory employees. A unit that includes only supervisors may be considered appropriate if a majority of the supervisory employees indicates by vote that they desire to be included in such a unit;
- (b) Both house of representatives and senate employees;

- (c) Both partisan and nonpartisan
  employees;
- (d) Employees of the majority party caucus and the minority party caucus, unless a majority of the employees of each caucus indicate by vote that they desire to be included together in the same unit; or
- (e) Employees of the legislative service center, office of legislative support services, and the office of the code reviser, in any combination with each other or in any combination with employees of the house of representatives or employees of the senate.
- (2) If a single employee organization is the exclusive bargaining representative for two or more units, upon petition by the employee organization, the units may be consolidated into a single larger unit if the commission considers the larger unit to be appropriate. If consolidation is appropriate, the commission shall certify the employee organization as the exclusive bargaining representative of the new unit.
- $\underline{\text{NEW SECTION.}}$  Sec. 7. A new section is added to chapter 44.90 RCW to read as follows:
- (1) The parties to a collective bargaining agreement must reduce the agreement to writing and both execute it.
- (2) Except as provided in this chapter, a collective bargaining agreement must contain provisions that provide for a grievance procedure of all disputes arising over the interpretation or application of the collective bargaining agreement and that is valid and enforceable under its terms when entered into in accordance with this chapter.
- (3) RCW 41.56.037 applies to this chapter.
- (4) (a) If a collective bargaining agreement between an employer and an exclusive bargaining representative is concluded after the termination date of the previous collective bargaining agreement between the employer and an employee organization representing the same bargaining units, the effective date of the collective bargaining agreement may be the day after the termination of the previous collective bargaining agreement, and all benefits included in the new collective bargaining agreement, including wage or salary increases, may accrue beginning with that effective date.
- (b) If a collective bargaining agreement between an employer and an exclusive bargaining representative is concluded after the termination date of the previous collective bargaining agreement between the employer and the exclusive bargaining representative representing different bargaining units, the effective date of the collective bargaining agreement may be the day after the termination date of whichever previous collective bargaining agreement covering one or more of the units terminated first, and all benefits included in the new collective bargaining agreement, including wage or salary increases, may accrue beginning with that effective date.
- (5) The employer and the exclusive bargaining representative of a bargaining

unit of legislative employees may not enter into a collective bargaining agreement that requires the employer to deduct, from the salary or wages of an employee, contributions for payments for political action committees sponsored by employee organizations with legislative employees as members.

Sec. 8. RCW 44.90.060 and 2022 c 283 s 6 are each amended to read as follows:

((During a legislative session committee assembly days, nothing)) Nothing contained in this chapter permits or grants to any legislative employee the right to strike, participate in a work stoppage, or refuse to perform their official duties.

**Sec. 9.** RCW 44.90.070 and 2022 c 283 s 7 are each amended to read as follows:

(1) Collective bargaining negotiations under this chapter must commence no later than July 1st of each even-numbered year after a bargaining unit has been certified.

(2) The duration of any collective bargaining agreement shall not exceed one fiscal biennium.

(3) (a) The director must submit ratified collective bargaining agreements, with cost estimates, to the employer by October 1st before the legislative session at which the request for funds is to be considered. The transmission by the legislature to the governor under RCW 43.88.090 must include a request for funds necessary to implement the provisions of all collective bargaining agreements covering legislative employees.

(b) If the legislature or governor fails to provide the funds for a collective bargaining agreement for legislative employees, either party may reopen all or part of the agreement or the exclusive <u>bargaining representative may seek to</u> implement the procedures provided for section 10 of this act.

(4) Negotiation for economic terms will be by a coalition of all exclusive bargaining representatives. Any such provisions agreed to by the employer and the coalition must be included in all collective bargaining agreements negotiated by the parties. The director and the exclusive <u>bargaining representative or representatives</u> are authorized to enter into supplemental bargaining of bargaining unit specific issues for inclusion in the collective bargaining agreement, subject to the parties' agreement regarding the issues and procedures for supplemental bargaining. This subsection does not prohibit cooperation and coordination of bargaining between two or more exclusive bargaining representatives.

(5) If a significant revenue shortfall occurs resulting in reduced appropriations, as declared by proclamation of the governor or by resolution of the legislature, both parties must immediately enter into collective bargaining for a mutually agreed upon modification of the agreement.

NEW SECTION. Sec. 10. A new section is added to chapter 44.90 RCW to read as follows:

(1) Should the parties fail to reach agreement in negotiating a collective  $% \left( 1\right) =\left( 1\right) \left( 1\right)$ bargaining agreement, either party may request of the commission the assistance of an impartial third party to mediate the negotiations. If a collective bargaining agreement previously negotiated under this chapter expires while negotiations underway, the terms and conditions specified in the collective bargaining agreement remain in effect for a period not to exceed one year from the expiration date stated in the agreement. Thereafter, the employer may unilaterally implement according to law.

(2) Nothing in this section may construed to prohibit an employer and an exclusive bargaining representative from agreeing to substitute, at their own expense, their own procedure for resolving impasses in collective bargaining for that provided in this section or from agreeing to utilize for the purposes of this section any other governmental or other agency or person

in lieu of the commission.

(3) The commission shall bear costs for mediator services.

**Sec. 11.** RCW 44.90.080 and 2022 c 283 s 8 are each amended to read as follows:

(1) It is an unfair labor practice for an employer in the legislative branch of state government:

(a) To interfere with, restrain, coerce employees in the exercise of the

rights guaranteed by this chapter;

(b) To dominate or interfere with the formation or administration of any employee organization or contribute financial or other support to it: PROVIDED, That subject to rules adopted by the commission, an employer shall not be prohibited from permitting employees to confer with it or its representatives or agents during working hours without loss of time or pay;

(c) To encourage or discourage membership any employee organization by discrimination in regard to hire, tenure of employment, or any term or condition of

employment;

discharge (d) To or discriminate otherwise against an employee because that employee has filed charges or given testimony under this chapter;

(e) To refuse to bargain collectively the the exclusive bargaining

representatives of its employees.

(2) Notwithstanding any other law, the expression of any views, arguments, or opinions, or the dissemination thereof in any form, by a member of the legislature related to this chapter or matters within the scope of representation, shall not constitute, or be evidence of, an unfair <u>labor practice unless the employer has</u> authorized the member to express that view, argument, or opinion on behalf of the employer or as an employer.

(3) It is an unfair labor practice for an

employee organization:

(a) To restrain or coerce an employee in the exercise of the rights guaranteed by this chapter: PROVIDED, That this subsection shall not impair the right of an employee organization to prescribe its own rules with respect to the acquisition or retention of

membership in the employee organization or to an employer in the selection of its representatives for the purpose of bargaining or the adjustment of grievances;

(b) To cause or attempt to cause an employer to discriminate against an employee in violation of subsection (1)(c) of this section;

(c) To discriminate against an employee because that employee has filed charges or given testimony under this chapter;

(d) To refuse to bargain collectively

with an employer.

 $((\frac{3}{2}))^{2}$  The expressing of any views, arguments, or opinion, or the dissemination thereof to the public, whether in written, printed, graphic, or visual form, shall not constitute or be evidence of an unfair labor practice under this chapter, if such expression contains no threat of reprisal or force or promise of benefit.

 ${\tt NEW}$  SECTION. Sec. 12. A new section is added to chapter 44.90 RCW to read as follows:

(1) The commission is empowered and directed to prevent any unfair labor practice and to issue appropriate remedial orders. However, a complaint may not be processed for any unfair labor practice occurring more than six months before the filing of the complaint with the commission or in Thurston county superior court. This power may not be affected or impaired by any means of adjustment, mediation, or conciliation in labor disputes that have been or may hereafter be established by law.

(2) Except as may be specifically limited by this chapter, if the commission or court determines that any person has engaged in or is engaging in an unfair labor practice, the commission or court shall issue and cause to be served upon the person an order requiring the person to cease and desist from such unfair labor practice, and to take such affirmative action as will effectuate the purposes and policy of this chapter, such as the payment of damages.

(3) The commission may petition the Thurston county superior court for the enforcement of its order and for appropriate

temporary relief.

Sec. 13. RCW 44.90.090 and 2022 c 283 s 9 are each amended to read as follows:

(1) Except as otherwise provided in this chapter, the matters subject to bargaining include wages, hours, terms and conditions of employment, and the negotiation of any question arising under a collective bargaining agreement.

bargaining agreement.

(2) The employer shall not bargain over rights of management which, in addition to all powers, duties, and rights established by constitutional provision or statute, shall include, but not be limited to, the following:

(a) Any item listed in section 4(1) of this act;

(b) The functions and programs of the employer, the use of technology, and the structure of the organization, including the size and composition of standing committees;

 $((\frac{b}{c}))(c)$  The employer's budget and the size of the employer's workforce, including determining the financial basis for layoffs;

 $((\frac{(c)}{(c)}))$  (d) The right to direct and supervise employees;

((\(\frac{(d)}{(d)}\))\(\frac{(e)}{(e)}\) The hours of work during legislative session and the cutoff calendar for a legislative session. Bargaining over hours of work for periods when the legislature is not in session and bargaining over compensation for overtime are permitted, except that bargaining over compensation for overtime may only occur for agreements that take effect after July 1, 2027; ((and)

(e)))(f) The employer's authority to: (i) Lay off employees when there has been a change to the number of members in, or the makeup of, a caucus due to an election or appointment that necessitates a change in the number of staff; (ii) lay off an employee following an election, appointment, or resignation of a legislator; and (iii) terminate an employee for engaging in partisan activities that are incompatible with the employee's job duties or position;

(g) Health care benefits and other employee insurance benefits. The amount paid by a legislative employee for health care premiums must be the same as that paid by a represented state employee covered by RCW 41.80.020(3);

(h) The right to take whatever actions are deemed necessary to carry out the mission of the legislature and its agencies during emergencies;

(i) Employees' status as exempt from chapter 41.06 RCW and the federal fair labor standards act (Title 29 U.S.C. Sec. 203); and

<u>(j)</u> Retirement plans and retirement benefits.

((<del>(2)</del>))(<u>3)</u> Except for an applicable code of conduct policy adopted by a chamber of the legislature or a legislative agency, if a conflict exists between policies adopted by the legislature relating to wages, hours, and terms and conditions of employment and a provision of a collective bargaining agreement negotiated under this chapter, the collective bargaining agreement shall prevail. A provision of a collective bargaining agreement that conflicts with a statute or an applicable term of a code of conduct policy adopted by a chamber of the legislature or a legislative agency is invalid and unenforceable.

 $\underline{\text{NEW}}$  SECTION. Sec. 14. A new section is added to chapter 44.90 RCW to read as follows:

(1) Upon authorization of an employee within the bargaining unit and after the certification or recognition of the bargaining unit's exclusive bargaining representative, the employer must deduct from the payments to the employee the monthly amount of dues as certified by the secretary of the exclusive bargaining representative and must transmit the same to the treasurer of the exclusive bargaining representative.

(2)(a) An employee's written, electronic, or recorded voice authorization to have the employer deduct membership dues from the

employee's salary must be made by the employee to the exclusive bargaining representative. If the employer receives a request for authorization of deductions, the employer must, as soon as practicable, forward the request to the exclusive bargaining representative.

(b) Upon receiving notice of the employee's authorization, the employer must deduct from the employee's salary membership dues and remit the amounts to the exclusive

bargaining representative.

(c) The employee's authorization remains in effect until expressly revoked by the employee in accordance with the terms and conditions of the authorization.

- (d) An employee's request to revoke authorization for payroll deductions must be in writing and submitted by the employee to the exclusive bargaining representative in accordance with the terms and conditions of the authorization.
- (e) After the employer receives confirmation from the exclusive bargaining representative that the employee has revoked authorization for deductions, the employer must end the deduction no later than the second payroll after receipt of the confirmation.
- (f) The employer must rely on information provided by the exclusive bargaining representative regarding the authorization and revocation of deductions.

 $\underline{\text{NEW}}$  SECTION. Sec. 15. A new section is added to chapter 44.90 RCW to read as follows:

- (1) If the parties to a collective bargaining agreement negotiated under this final and binding chapter agree to arbitration under grievance procedures allowed by section 7 of this act, the parties may agree on one or more permanent umpires to serve as arbitrator, or may agree on any impartial person to serve as arbitrator, or may agree to select arbitrators from any source available to including federal and private agencies, in addition to the staff and list of arbitrators maintained by the commission. If the parties cannot agree to the selection of an arbitrator, the commission must supply a list of names in accordance with the procedures established by the commission.
- (2) The authority of an arbitrator shall be subject to the limits and restrictions specified under section 4 of this act.
- (3) Except as limited by this chapter, an arbitrator may require any person to attend as a witness and to bring with them any book, record, document, or other evidence. The fees for such attendance must be paid by the party requesting issuance of the subpoena and must be the same as the fees of witnesses in the superior court. Arbitrators may administer oaths. Subpoenas must issue and be signed by the arbitrator and must be served in the same manner as subpoenas to testify before a court of record in this state. If any person so summoned to testify refuses or neglects to obey such subpoena, upon petition authorized by the arbitrator, the superior court may compel the attendance of the person before the arbitrator or punish the person for contempt in the same

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

- (4) Except as limited by this chapter, the arbitrator shall appoint a time and place for the hearing and notify the parties thereof, and may adjourn the hearing from time to time as may be necessary, and, on application of either party and for good cause, may postpone the hearing to a time not extending beyond the date fixed by the collective bargaining agreement for making the award. The arbitration award must be in writing and signed by the arbitrator. The arbitrator must, promptly upon its rendition, serve a true copy of the award on each of the parties or their attorneys of record.
- (5) If a party to a collective bargaining agreement negotiated under this chapter that includes final and binding arbitration refuses to submit a grievance for the other party to arbitration, collective bargaining agreement may invoke the jurisdiction of the superior court of Thurston county and the court shall have jurisdiction to issue an order compelling arbitration. Disputes concerning compliance with grievance procedures shall be reserved determination by the arbitrator. Arbitration shall ordered if the grievance states a claim that on its face is covered by the collective bargaining agreement.  $\bar{\mbox{D}} \mbox{oubts}$  as to the coverage of the arbitration clause shall be resolved in favor of arbitration.
- (6) If a party to a collective bargaining agreement negotiated under this chapter that includes final and binding arbitration refuses to comply with the award of an arbitrator determining a grievance arising under the collective bargaining agreement, the other party to the collective bargaining agreement may invoke the jurisdiction of the superior court of Thurston county and the court shall have jurisdiction to issue an order enforcing the arbitration award.

Sec. 16. RCW 41.58.010 and 2012 c 117 s 89 are each amended to read as follows:

(1) There is hereby created the public employment relations commission (hereafter called the "commission") to administer the provisions of this chapter. ((The)) Notwithstanding section of this act, the commission shall consist of three members who shall be citizens appointed by the governor by and with the advice and consent of the senate. One of the original members shall be appointed for a term of three years, one for a term of four years, and one for a term of five years. Their successors shall be appointed for terms of five years each, except that any person chosen to fill a vacancy shall be appointed only for the unexpired term of the member whom he or she succeeds. Commission members shall be eligible for reappointment. The governor shall designate one member to serve as chair of the commission. Any member of the commission may be removed by the governor, upon notice and hearing, for neglect of duty or malfeasance in office, but for no other cause. Commission members shall not be eligible for state retirement

under chapter  $41.40\ \text{RCW}$  by virtue of their service on the commission.

- (2) In making citizen member appointments initially, and subsequently thereafter, the governor shall be cognizant of the desirability of appointing persons knowledgeable in the area of labor relations in the state.
- (3) A vacancy in the commission shall not impair the right of the remaining members to exercise all of the powers of the commission, and two members of the commission shall, at all times, constitute a quorum of the commission.
- (4) The commission shall at the close of each fiscal year make a report in writing to the legislature and to the governor stating the cases it has heard, the decisions it has rendered, the names, salaries, and duties of all employees and officers in the employ or under the supervision of the commission, and an account of all moneys it has disbursed.

 $\underline{\text{NEW}}$  SECTION. Sec. 17. A new section is added to chapter 41.58 RCW to read as follows:

- (1) (a) There is established a legislative commission (hereafter called "the legislative commission") exclusively for the purpose of certification of bargaining representatives, adjusting and settling complaints, grievances, and disputes arising out of employer-employee relations, and otherwise carrying out the duties required of the commission under chapter 44.90 RCW.
- (b) The legislative commission shall consist of three members who shall be appointed as follows:
- (i) One member shall be appointed by the speaker of the house of representatives;
- (ii) One member shall be appointed by the president of the senate;
- (iii) By mutual consent, the two appointed members shall appoint the third member who shall be the chair of the legislative commission.
- (c) All appointments must be made by September 30, 2024. The members of the legislative commission, and any person appointed to fill a vacancy, are appointed for the entire term until the legislative commission expires under subsection (9) of this section.
- (d) Until all the members of the legislative commission are appointed, the duties required of the legislative commission under chapter  $44.90~\rm RCW$  shall be carried out by the commission created under RCW 41.58.010(1).
- (2) The commission may delegate to the executive director authority with respect to, but not limited to, representation proceedings, unfair labor practice proceedings, mediation, and, if applicable, arbitration of disputes concerning the interpretation or application of a collective bargaining agreement. Such delegation shall not eliminate a party's right of appeal to the legislative commission.
- (3) Unless specifically provided, the legislative commission shall not be considered part of the commission created under RCW 41.58.010(1). The powers and duties granted in this chapter to the

commission created under RCW  $41.58.010\,(1)$  do not apply to the legislative commission, unless specifically provided.

- (4) A member of the legislative commission may be removed by the speaker of the house of representatives and the president of the senate acting jointly, upon notice and hearing, for neglect of duty or malfeasance in office, but for no other cause.
- (5) In making their appointments, the speaker of the house of representatives and the president of the senate shall be cognizant of the desirability of appointing a person who is knowledgeable in the area of labor relations and of the legislature.
- (6) Members of the legislative commission are not eligible for state retirement under chapter 41.40 RCW by virtue of the member's service as a commissioner.
- (7) The compensation and travel reimbursement provision under RCW 41.58.015(1) shall apply to members of the legislative commission.
- (8) The legislative commission shall at the close of each fiscal year make a report in writing to the legislature stating the cases it has heard and decisions it has rendered.
- (9)(a) The legislative commission expires December 31, 2029.
- (b) After December 31, 2029, the duties required of the legislative commission under chapter 44.90~RCW shall be carried out by the commission created under RCW 41.58.010(1).

Sec. 18. RCW 41.58.015 and 1984 c 287 s 71 are each amended to read as follows:

- (1) Each member of the commission shall be compensated in accordance with RCW 43.03.250. Members of the commission shall also be reimbursed for travel expenses incurred in the discharge of their official duties on the same basis as is provided in RCW 43.03.050 and 43.03.060.
- (2) The commission shall appoint an executive director whose annual salary shall be determined under the provisions of RCW 43.03.028. The executive director shall perform such duties and have such powers as the commission shall prescribe in order to implement and enforce the provisions of this chapter. In addition to the performance of administrative duties, the commission may delegate to the executive director authority with respect to, but not limited to, representation proceedings, unfair labor practice proceedings, mediation of labor disputes, arbitration of disputes concerning the interpretation or application of a collective bargaining agreement, and, certain cases, fact-finding or arbitration of disputes concerning the terms of a collective bargaining agreement. delegation shall not eliminate a party's right of appeal to the commission. The executive director, with such assistance as may be provided by the attorney general and such additional legal assistance consistent with chapter 43.10 RCW, shall have authority on behalf of the commission, when necessary to carry out or enforce any action or decision of the commission, to petition any court of competent jurisdiction for an order

requiring compliance with the action or decision.

- (3)(a) The commission shall employ such employees as it may from time to time find necessary for the proper performance of its duties, consistent with the provisions of this chapter.
- (b) The employees of the commission shall also provide staff support to the legislative commission in carrying out the legislative commission's duties under chapter 44.90 RCW until the legislative commission expires on December 31, 2029, under section 17 of this act.
- (4) The payment of all of the expenses of the commission, including travel expenses incurred by the members or employees of the commission under its orders, shall be subject to the provisions of RCW 43.03.050 and 43.03.060.
- $\underline{\text{NEW SECTION.}}$  Sec. 19. A new section is added to chapter 44.90 RCW to read as follows:
- (1) The following activities conducted by or on behalf of legislative employees related to collective bargaining under this chapter are exempt from the restrictions contained in RCW 42.52.020 and 42.52.160:
- (a) Using paid time and public resources by an employee to negotiate or administer a collective bargaining agreement when the employee is assigned to negotiate or administer the collective bargaining agreement and the use of paid time and public resources does not include state-purchased supplies or equipment, does not interfere with or distract from the conduct of state business, and is consistent with the employer's policy on the use of paid time;
- (b) Lobbying conducted by an employee organization, lobbyist, association, or third party on behalf of legislative employees concerning legislation that directly impacts legislative workplace conditions;
- (c) Communication with a prospective employee organization during nonwork hours and without the use of public resources; or
- (d) Conducting the day-to-day work of organizing and representing legislative employees in the workplace while serving in a legislative employee organization leadership position.
- (2) (a) Nothing in this section affects the application of the prohibition against the use of special privileges under RCW 42.52.070, confidentiality requirements under RCW 42.52.050, or other applicable provisions of chapter 42.52 RCW to legislative employees.
- (b) Nothing in this section permits any direct lobbying by a legislative employee.(3) As used in this section, "lobby" and
- (3) As used in this section, "lobby" and "lobbyist" have the meanings provided in RCW 42.17A.005.
- Sec. 20. RCW 42.52.020 and 1996 c 213 s 2 are each amended to read as follows:
- (1) No state officer or state employee may have an interest, financial or otherwise, direct or indirect, or engage in a business or transaction or professional activity, or incur an obligation of any

- nature, that is in conflict with the proper discharge of the state officer's or state employee's official duties.
- (2) This section does not apply to activities conducted by legislative employees authorized under section 19 of this act.
- Sec. 21. RCW 42.52.160 and 2023 c 91 s 3 are each amended to read as follows:
- (1) No state officer or state employee may employ or use any person, money, or property under the officer's or employee's official control or direction, or in his or her official custody, for the private benefit or gain of the officer, employee, or another.
- (2) This section does not prohibit the use of public resources to benefit others as part of a state officer's or state employee's official duties. It is not a violation of this section for a legislator or an appropriate legislative staff designee to engage in activities listed under RCW 42.52.070(2) or 42.52.822.
- (3) This section does not prohibit de minimis use of state facilities to provide employees with information about (a) medical, surgical, and hospital care; (b) life insurance or accident and health disability insurance; or (c) individual retirement accounts, by any person, firm, or corporation administering such program as part of authorized payroll deductions pursuant to RCW 41.04.020.
- (4) The appropriate ethics boards may adopt rules providing exceptions to this section for occasional use of the state officer or state employee, of de minimis cost and value, if the activity does not result in interference with the proper performance of public duties.
- (5) This section does not apply to activities conducted by legislative employees authorized under section 19 of this act.

NEW SECTION. Sec. 22. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect May 1, 2024."

Correct the title.

Signed by Representatives Berry, Chair; Fosse, Vice Chair; Bronoske; Doglio; Ormsby and Ortiz-Self.

MINORITY recommendation: Without recommendation. Signed by Representatives Schmidt, Ranking Minority Member; Rude; and Ybarra.

Referred to Committee on Appropriations

### SECOND SUPPLEMENTAL REPORT OF STANDING COMMITTEES

February 20, 2024

SB 5180 Prime Sponsor, Senator Hunt: Adopting the interstate teacher mobility compact. Reported by Committee on Education

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

#### "ARTICLE I PURPOSE

NEW SECTION. Sec. 1. The purpose of this compact is to facilitate the mobility of teachers across the member states, with the goal of supporting teachers through a new pathway to licensure. Through this compact, the member states seek to establish a collective regulatory framework that expedites and enhances the ability of teachers to move across state lines. This compact is intended to achieve the following objectives and should be interpreted accordingly. The member states hereby ratify the same intentions by subscribing hereto:

- (1) Create a streamlined pathway to licensure mobility for teachers;
- (2) Support the relocation of eligible military spouses;
- (3) Facilitate and enhance the exchange of licensure, investigative, and disciplinary information between the member states:
- (4) Enhance the power of state and district level education officials to hire qualified, competent teachers by removing barriers to the employment of out-of-state teachers:
- (5) Support the retention of teachers in the profession by removing barriers to relicensure in a new state; and
- (6) Maintain state sovereignty in the regulation of the teaching profession.

### ARTICLE II DEFINITIONS

- <u>NEW SECTION.</u> **Sec. 2.** As used in this compact, and except as otherwise provided, the following definitions shall govern the terms herein:
- (1) "Active military member" means any person with full-time duty status in the uniformed services of the United States, including members of the national guard and reserve.
- (2) "Adverse action" means any limitation or restriction imposed by a member state's licensing authority, such as revocation, suspension, reprimand, probation, or limitation on the licensee's ability to work as a teacher.
- (3) "Bylaws" means those bylaws established by the commission.
- (4) "Career and technical education license" means a current, valid authorization issued by a member state's licensing authority allowing an individual to serve as a teacher in prekindergarten through grade 12 public educational settings in a specific career and technical education area.
- (5) "Charter member states" means a member state that has enacted legislation to adopt this compact where such legislation predates the initial meeting of the commission after the effective date of the compact.

- (6) "Commission" means the interstate administrative body which membership consists of delegates of all states that have enacted this compact, and which is known as the interstate teacher mobility compact commission.
- (7) "Commissioner" means the delegate of a member state.
- (8) "Eligible license" means a license to engage in the teaching profession which requires at least a bachelor's degree and the completion of a state approved program for teacher licensure.
- (9) "Eligible military spouse" means the spouse of any individual in full-time duty status in the active uniformed services of the United States, including members of the national guard and reserve on active duty moving as a result of a military mission or military career progression requirements or are on their terminal move as a result of separation or retirement (to include surviving spouses of deceased military members).
- (10) "Executive committee" means a group of commissioners elected or appointed to act on behalf of, and within the powers granted to them by, the commission as provided for herein.
- (11) "Licensing authority" means an official, agency, board, or other entity of a state that is responsible for the licensing and regulation of teachers authorized to teach in prekindergarten through grade 12 public educational settings.
- (12) "Member state" means any state that has adopted this compact, including all agencies and officials of such a state.

  (13) "Receiving state" means any state
- (13) "Receiving state" means any state where a teacher has applied for licensure under this compact.
- (14) "Rule" means any regulation promulgated by the commission under this compact, which shall have the force of law in each member state.
- (15) "State" means a state, territory, or possession of the United States, and the District of Columbia.
- (16) "State practice laws" means a member state's laws, rules, and regulations that govern the teaching profession, define the scope of such profession, and create the methods and grounds for imposing discipline.
- (17) "State specific requirements" means a requirement for licensure covered in coursework or examination that includes content of unique interest to the state.

  (18) "Teacher" means an individual who
- (18) "Teacher" means an individual who currently holds an authorization from a member state that forms the basis for employment in the prekindergarten through grade 12 public schools of the state to provide instruction in a specific subject area, grade level, or student population.
- (19) "Unencumbered license" means a current, valid authorization issued by a member state's licensing authority allowing an individual to serve as a teacher in prekindergarten through grade 12 public educational settings. An unencumbered license is not a restricted, probationary, provisional, substitute, or temporary credential.

#### ARTICLE III LICENSURE UNDER THE COMPACT

- (2) Each member state shall, in accordance with the rules of the commission, define, compile, and update as necessary, a list of eligible licenses and career and technical education licenses that the member state is willing to consider for equivalency under this compact and provide the list to the commission. The list shall include those licenses that a receiving state is willing to grant to teachers from other member states, pending a determination of equivalency by the receiving state's licensing authority.
- (3) Upon the receipt of an application for licensure by a teacher holding an unencumbered eligible license, the receiving state shall determine which of the receiving state's eligible licenses the teacher is qualified to hold and shall grant such a license or licenses to the applicant. Such a determination shall be made in the sole discretion of the receiving state's licensing authority and may include a determination that the applicant is not eligible for any of the receiving state's eligible licenses. For all teachers who hold an unencumbered license, the receiving state shall grant one or more unencumbered license(s) that, in the receiving state's sole discretion, are equivalent to the license(s) held by the teacher in any other member state.
- (4) For active military members and eligible military spouses who hold a license that is not unencumbered, the receiving state shall grant an equivalent license or licenses that, in the receiving state's sole discretion, is equivalent to the license or licenses held by the teacher in any other member state, except where the receiving state does not have an equivalent license.
- (5) For a teacher holding an unencumbered career and technical education license, the receiving state shall grant an unencumbered license equivalent to the career and technical education license held by the applying teacher and issued by another member state, as determined by the receiving state in its sole discretion, except where a career and technical education teacher does not hold a bachelor's degree and the receiving state requires a bachelor's degree for licenses to teach career and technical education. A receiving state may require career and technical education teachers to meet state industry recognized requirements, if required by law in the receiving state.

### ARTICLE IV LICENSURE NOT UNDER THE COMPACT

- or inhibit the power of a member state to regulate licensure or endorsements overseen by the member state's licensing authority.
- (2) When a teacher is required to renew a license received pursuant to this compact, the state granting such a license may require the teacher to complete state specific requirements as a condition of licensure renewal or advancement in that state.
- (3) For the purposes of determining compensation, a receiving state may require additional information from teachers receiving a license under the provisions of this compact.
- (4) Nothing in this compact shall be construed to limit the power of a member state to control and maintain ownership of its information pertaining to teachers, or limit the application of a member state's laws or regulations governing the ownership, use, or dissemination of information pertaining to teachers.
- (5) Nothing in this compact shall be construed to invalidate or alter any existing agreement or other cooperative arrangement which a member state may already be a party to, or limit the ability of a member state to participate in any future agreement or other cooperative arrangement to:
- (a) Award teaching licenses or other benefits based on additional professional credentials including, but not limited to, national board certification;
- (b) Participate in the exchange of names of teachers whose license has been subject to an adverse action by a member state; or
- (c) Participate in any agreement or cooperative arrangement with a nonmember state.

# ARTICLE V TEACHER QUALIFICATIONS AND REQUIREMENTS FOR LICENSURE UNDER THE COMPACT

NEW SECTION. Sec. 5. (1) Except as provided for active military members or eligible military spouses in section 3(4) of this act, a teacher may only be eligible to receive a license under this compact where that teacher holds an unencumbered license in a member state.

(2) A teacher eligible to receive a license under this compact shall, unless otherwise provided for herein:

(a) Upon their application to receive a license under this compact, undergo a criminal background check in the receiving state in accordance with the laws and regulations of the receiving state;

(b) Comply with any applicable conditions of employment in the receiving state; and

(c) Provide the receiving state with information in addition to the information required for licensure for the purposes of determining compensation, if applicable.

### ARTICLE VI DISCIPLINE/ADVERSE ACTIONS

 ${{{\rm NEW}}\ {\rm SECTION.}\over {\rm compact}\ {\rm shall}\ {\rm be}\ {\rm deemed}\ {\rm or}\ {\rm construed}\ {\rm to}}$ 

limit the authority of a member state to investigate or impose disciplinary measures on teachers according to the state practice laws thereof.

(2) Member states shall be authorized to receive, and shall provide, files and information regarding the investigation and discipline, if any, of teachers in other member states upon request. Any member state receiving such information or files shall protect and maintain the security and confidentiality thereof, in at least the same manner that it maintains its own investigatory or disciplinary files and information. Prior to disclosing any disciplinary or investigatory information received from another member state, the disclosing state shall communicate its intention and purpose for such disclosure to the member state which originally provided that information.

## ARTICLE VII ESTABLISHMENT OF THE INTERSTATE TEACHER MOBILITY

#### COMPACT COMMISSION

- NEW SECTION. Sec. 7. (1) The interstate compact member states hereby create and establish a joint public agency known as the interstate teacher mobility compact commission:
- (a) The commission is a joint interstate governmental agency comprised of states that have enacted the interstate teacher mobility compact.
- (b) Nothing in this interstate compact shall be construed to be a waiver of sovereign immunity.
  - (2) Membership, voting, and meetings.
- (a) Each member state shall have and be limited to one delegate to the commission, who shall be given the title of commissioner.
- (b) The commissioner shall be the primary administrative officer of the state licensing authority or their designee.
- (c) Any commissioner may be removed or suspended from office as provided by the law of the state from which the commissioner is appointed.
- (d) The member state shall fill any vacancy occurring in the commission within 90 days.
- (e) Each commissioner shall be entitled to one vote about the promulgation of rules and creation of bylaws and shall otherwise have an opportunity to participate in the business and affairs of the commission. A commissioner shall vote in person or by such other means as provided in the bylaws. The bylaws may provide for commissioners' participation in meetings by telephone or other means of communication.
- (f) The commission shall meet at least once during each calendar year. Additional meetings shall be held as set forth in the bylaws.
- (g) The commission shall establish by rule a term of office for commissioners.
- (3) The commission shall have the following powers and duties:
- (a) Establish a code of ethics for the commission:

- (b) Establish the fiscal year of the commission;
  - (c) Establish bylaws for the commission;
- (d) Maintain its financial records in accordance with the bylaws of the commission;
- (e) Meet and take such actions as are consistent with the provisions of this interstate compact, the bylaws, and rules of the commission;
- (f) Promulgate uniform rules to implement and administer this interstate compact. The rules shall have the force and effect of law and shall be binding in all member states. In the event the commission exercises its rule-making authority in a manner that is beyond the scope of the purposes of the compact, or the powers granted hereunder, then such an action by the commission shall be invalid and have no force and effect of law;
- (g) Bring and prosecute legal proceedings or actions in the name of the commission, provided that the standing of any member state licensing authority to sue or be sued under applicable law shall not be affected;
- (h) Purchase and maintain insurance and bonds;
- (i) Borrow, accept, or contract for services of personnel including, but not limited to, employees of a member state, or an associated nongovernmental organization that is open to membership by all states;
- (j) Hire employees, elect or appoint officers, fix compensation, define duties, grant such individuals appropriate authority to carry out the purposes of the compact, and establish the commission's personnel policies and programs relating to conflicts of interest, qualifications of personnel, and other related personnel matters;
- (k) Lease, purchase, accept appropriate gifts or donations of, or otherwise own, hold, improve, or use, any property, real, personal, or mixed, provided that at all times the commission shall avoid any appearance of impropriety;
- (1) Sell, convey, mortgage, pledge, lease, exchange, abandon, or otherwise dispose of any property real, personal, or mixed;
- (m) Establish a budget and make
  expenditures;
  - (n) Borrow money;
- (o) Appoint committees, including standing committees composed of members and such other interested persons as may be designated in this interstate compact, rules, or bylaws;
- (p) Provide and receive information from, and cooperate with, law enforcement agencies;
- (q) Establish and elect an executive committee;
- (r) Establish and develop a charter for an executive information governance committee to advise on facilitating exchange of information, use of information, data privacy, and technical support needs, and provide reports as needed;
- (s) Perform such other functions as may be necessary or appropriate to achieve the purposes of this interstate compact consistent with the state regulation of teacher licensure; and

- (t) Determine whether a state's adopted language is materially different from the model compact language such that the state would not qualify for participation in the compact.
- (4) The executive committee of the interstate teacher mobility compact commission.
- (a) The executive committee shall have the power to act on behalf of the commission according to the terms of this interstate compact.
- (b) The executive committee shall be composed of eight voting members: The commission chair, vice chair, and treasurer; and five members who are elected by the commission from the current membership:
- (i) Four voting members representing geographic regions in accordance with commission rules; and
- (ii) One at large voting member in accordance with commission rules.
- (c) The commission may add or remove members of the executive committee as provided in commission rules.
- (d) The executive committee shall meet at least once annually.
- (e) The executive committee shall have the following duties and responsibilities:
- (i) Recommend to the entire commission changes to the rules or bylaws, changes to the compact legislation, fees paid by interstate compact member states such as annual dues, and any compact fee charged by the member states on behalf of the commission:
- (ii) Ensure commission administration
  services are appropriately provided,
  contractual or otherwise;
  - (iii) Prepare and recommend the budget;
- (iv) Maintain financial records on behalf of the commission;
- (v) Monitor compliance of member states and provide reports to the commission; and
- (vi) Perform other duties as provided in rules or bylaws.
  - (f) Meetings of the commission.
- (i) All meetings shall be open to the public, and public notice of meetings shall be given in accordance with commission bylaws.
- (ii) The commission or the executive committee or other committees of the commission may convene in a closed, nonpublic meeting if the commission or executive committee or other committees of the commission must discuss:
- (A) Noncompliance of a member state with its obligations under the compact;
- (B) The employment, compensation, discipline, or other matters, practices, or procedures related to specific employees or other matters related to the commission's internal personnel practices and procedures;
- (C) Current, threatened, or reasonably anticipated litigation;
- (D) Negotiation of contracts for the purchase, lease, or sale of goods, services, or real estate;
- (E) Accusing any person of a crime or formally censuring any person;
- (F) Disclosure of trade secrets or commercial or financial information that is privileged or confidential;
- (G) Disclosure of information of a personal nature where disclosure would

- constitute a clearly unwarranted invasion of
  personal privacy;
- (H) Disclosure of investigative records compiled for law enforcement purposes;
- (I) Disclosure of information related to any investigative reports prepared by or on behalf of or for use of the commission or other committee charged with responsibility of investigation or determination of compliance issues pursuant to the compact;
- (J) Matters specifically exempted from disclosure by federal or member state statutes; and
- (K) Other matters as set forth by commission bylaws and rules.
- (iii) If a meeting, or portion of a meeting, is closed pursuant to this provision, the commission's legal counsel or designee shall certify that the meeting may be closed and shall reference each relevant exempting provision.
- (iv) The commission shall keep minutes of commission meetings and shall provide a full and accurate summary of actions taken, and therefore, including reasons description of the views expressed. documents considered in connection with an action shall be identified in such minutes. All minutes and documents of a closed meeting shall remain under seal, subject to release by a majority vote of the commission  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left$ or order of court of competent а jurisdiction.
  - (g) Financing of the commission.
- (i) The commission shall pay, or provide for the payment of, the reasonable expenses of its establishment, organization, and ongoing activities.
- (ii) The commission may accept all appropriate donations and grants of money, equipment, supplies, materials, and services, and receive, utilize, and dispose of the same, provided that at all times the commission shall avoid any appearance of impropriety or conflict of interest.
- (iii) The commission may levy on and collect an annual assessment from each member state or impose fees on other parties to cover the cost of the operations and activities of the commission, in accordance with the commission rules.
- (iv) The commission shall not incur obligations of any kind prior to securing the funds adequate to meet the same; nor shall the commission pledge the credit of any of the member states, except by and with the authority of the member state.
- (v) The commission shall keep accurate accounts of all receipts and disbursements. The receipts and disbursements of the commission shall be subject to accounting procedures established under commission bylaws. All receipts and disbursements of funds of the commission shall be reviewed annually in accordance with commission bylaws, and a report of the review shall be included in and become part of the annual report of the commission.
- (h) Qualified immunity, defense, and indemnification.
- (i) The members, officers, executive director, employees, and representatives of the commission shall be immune from suit and liability, either personally or in their official capacity, for any claim for damage to or loss of property or personal injury or

other civil liability caused by or arising out of any actual or alleged act, error or omission that occurred, or that the person against whom the claim is made had a reasonable basis for believing occurred within the scope of commission employment, duties, or responsibilities; provided, that nothing in this subsection (4)(h)(i) shall be construed to protect any such person from suit or liability for any damage, loss, injury, or liability caused by the intentional or willful or wanton misconduct of that person.

(ii) The commission shall defend any member, director, officer, executive employee, or representative of the commission in any civil action seeking to impose liability arising out of any actual or alleged act, error, or omission that occurred within the scope of commission employment, duties, or responsibilities, or that the person against whom the claim is made had a reasonable basis for believing occurred within the scope of commission employment, duties, or responsibilities; provided, that nothing herein shall be construed to prohibit that person from retaining his or her own counsel; and provided further, that the actual or alleged act, error, or omission did not result from that person's intentional or willful or wanton misconduct.

(iii) The commission shall indemnify and hold harmless any member, officer, executive director, employee, or representative of the commission for the amount of any settlement or judgment obtained against that person arising out of any actual or alleged act, error, or omission that occurred within the scope of commission employment, duties, or responsibilities, or that such person had a reasonable basis for believing occurred within the scope of commission employment, duties, or responsibilities, provided that the actual or alleged act, error, or omission did not result from the intentional or willful or wanton misconduct of that person.

### ARTICLE VIII RULE-MAKING

(2) The commission shall promulgate reasonable rules to achieve the intent and purpose of this interstate compact. In the event the commission exercises its rule-making authority in a manner that is beyond purpose and intent of this interstate compact, or the powers granted hereunder, then such an action by the commission shall be invalid and have no force and effect of law in the member states.

(3) If a majority of the legislatures of the member states rejects a rule, by enactment of a statute or resolution in the same manner used to adopt the compact within four years of the date of adoption of the

rule, then such rule shall have no further force and effect in any member state.

(4) Rules or amendments to the rules shall be adopted or ratified at a regular or special meeting of the commission in accordance with commission rules and bylaws.

- (5) Upon determination that an emergency exists, the commission may consider and adopt an emergency rule with 48 hours' notice, with opportunity to comment, provided that the usual rule-making procedures shall be retroactively applied to the rule as soon as reasonably possible, in no event later than 90 days after the effective date of the rule. For the purposes of this provision, an emergency rule is one that must be adopted immediately in order
- (a) Meet an imminent threat to public health, safety, or welfare;
- (b) Prevent a loss of commission or member state funds;
- (c) Meet a deadline for the promulgation of an administrative rule that is established by federal law or rule; or
  - (d) Protect public health and safety.

### ARTICLE IX FACILITATING INFORMATION EXCHANGE

NEW SECTION. Sec. 9. (1) The commission shall provide for facilitating the exchange of information to administer and implement the provisions of this compact in accordance with the rules of the commission, consistent with generally accepted data protection principles.

(2) Nothing in this compact shall be deemed or construed to alter, limit, or inhibit the power of a member state to control and maintain ownership of its licensee information or alter, limit, or inhibit the laws or regulations governing licensee information in the member state.

## ARTICLE X OVERSIGHT, DISPUTE RESOLUTION, AND ENFORCEMENT

NEW SECTION. Sec. 10. (1) Oversight.

- (a) The executive and judicial branches of state government in each member state shall enforce this compact and take all actions necessary and appropriate to effectuate the compact's purposes and intent. The provisions of this compact shall have standing as statutory law.
- (b) Venue is proper and judicial proceedings by or against the commission shall be brought solely and exclusively in a court of competent jurisdiction where the principal office of the commission is located. The commission may waive venue and jurisdictional defenses to the extent it adopts or consents to participate in alternative dispute resolution proceedings. Nothing herein shall affect or limit the selection or propriety of venue in any action against a licensee for professional malpractice, misconduct, or any such similar matter.
- (c) All courts and all administrative agencies shall take judicial notice of the compact, the rules of the commission, and

any information provided to a member state pursuant thereto in any judicial or quasi-judicial proceeding in a member state pertaining to the subject matter of this compact, or which may affect the powers, responsibilities, or actions of the commission.

- (d) The commission shall be entitled to receive service of process in any proceeding regarding the enforcement or interpretation of the compact and shall have standing to intervene in such a proceeding for all purposes. Failure to provide the commission service of process shall render a judgment or order void as to the commission, this compact, or promulgated rules.
- (2) Default, technical assistance, and termination. If the commission determines that a member state has defaulted in the performance of its obligations or responsibilities under this compact or the promulgated rules, the commission shall:
- (a) Provide written notice to the defaulting state and other member states of the nature of the default, the proposed means of curing the default or any other action to be taken by the commission; and
- (b) Provide remedial training and specific technical assistance regarding the default.
- (3) If a state in default fails to cure the default, the defaulting state may be terminated from the compact upon an affirmative vote of a majority of the commissioners of the member states, and all rights, privileges, and benefits conferred on that state by this compact may be terminated on the effective date of termination. A cure of the default does not relieve the offending state of obligations or liabilities incurred during the period of default.
- (4) Termination of membership in the compact shall be imposed only after all other means of securing compliance have been exhausted. Notice of intent to suspend or terminate shall be given by the commission to the governor, the majority and minority leaders of the defaulting state's legislature, the state licensing authority, and each of the member states.
- (5) A state that has been terminated is responsible for all assessments, obligations, and liabilities incurred through the effective date of termination, including obligations that extend beyond the effective date of termination.
- (6) The commission shall not bear any costs related to a state that is found to be in default or that has been terminated from the compact, unless agreed upon in writing between the commission and the defaulting state.
- (7) The defaulting state may appeal the action of the commission by petitioning the United States district court for the District of Columbia or the federal district where the commission has its principal offices. The prevailing party shall be awarded all costs of such litigation, including reasonable attorneys' fees.
  - (8) Dispute resolution.
- (a) Upon request by a member state, the commission shall attempt to resolve disputes related to the compact that arise among

- member states and between member and nonmember states.
- (b) The commission shall promulgate a rule providing for both binding and nonbinding alternative dispute resolution for disputes as appropriate.
  - (9) Enforcement.
- (a) The commission, in the reasonable exercise of its discretion, shall enforce the provisions and rules of this compact.
- (b) By majority vote, the commission may initiate legal action in the United States district court for the District of Columbia or the federal district where the commission has its principal offices against a member state in default to enforce compliance with the provisions of the compact and its promulgated rules and bylaws. The relief sought may include both injunctive relief and damages. In the event judicial enforcement is necessary, the prevailing party shall be awarded all costs of such litigation, including reasonable attorneys' fees. The remedies herein shall not be the exclusive remedies of the commission. The commission may pursue any other remedies available under federal or state law.

### ARTICLE XI EFFECTUATION, WITHDRAWAL, AND AMENDMENT

- $\underline{\text{NEW SECTION.}}$  Sec. 11. (1) The compact shall come into effect on the date on which the compact statute is enacted into law in the 10th member state.
- (a) On or after the effective date of the compact, the commission shall convene and review the enactment of each of the charter member states to determine if the statute enacted by each such charter member state is materially different from the model compact statute.
- (b) A charter member state whose enactment is found to be materially different from the model compact statute shall be entitled to the default process set forth in section 10 of this act.
- (c) Member states enacting the compact subsequent to the charter member states shall be subject to the process set forth in section 7(3)(t) of this act to determine if their enactments are materially different from the model compact statute and whether they qualify for participation in the compact.
- (2) If any member state is later found to be in default, or is terminated or withdraws from the compact, the commission shall remain in existence and the compact shall remain in effect even if the number of member states should be less than 10.
- (3) Any state that joins the compact after the commission's initial adoption of the rules and bylaws shall be subject to the rules and bylaws as they exist on the date on which the compact becomes law in that state. Any rule that has been previously adopted by the commission shall have the full force and effect of law on the day the compact becomes law in that state, as the rules and bylaws may be amended as provided in this compact.
- (4) Any member state may withdraw from this compact by enacting a statute repealing the same.

(a) A member state's withdrawal shall not take effect until six months after enactment

of the repealing statute.

(b) Withdrawal shall not affect the continuing requirement of the withdrawing state's licensing authority to comply with the investigative and adverse action reporting requirements of this act prior to the effective date of withdrawal.

(5) This compact may be amended by the member states. No amendment to this compact shall become effective and binding upon any member state until it is enacted into the laws of all member states.

### ARTICLE XII CONSTRUCTION AND SEVERABILITY

NEW SECTION. Sec. 12. This compact shall be liberally construed to effectuate the purposes thereof. The provisions of this compact shall be severable and if any phrase, clause, sentence, or provision of this compact is declared to be contrary to the Constitution of any member state or a state seeking membership in the compact, or of the United States or the applicability thereof to any other government, agency, person, or circumstance is held invalid, the validity of the remainder of this compact and the applicability thereof to any government, agency, person, or circumstance shall not be affected thereby. If this compact shall be held contrary to the Constitution of any member state, the compact shall remain in full force and effect as to the remaining member states and in full force and effect as to the member state affected as to all severable matters.

## ARTICLE XIII CONSISTENT EFFECT AND CONFLICT WITH OTHER STATE LAWS

(2) Any laws, statutes, regulations, or other legal requirements in a member state in conflict with the compact are superseded to the extent of the conflict.

(3) All permissible agreements between the commission and the member states are binding in accordance with their terms.

Correct the title.

Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

MINORITY recommendation: Without recommendation. Signed by Representative .

Referred to Committee on Rules for second reading

February 21, 2024

SB 5184

Prime Sponsor, Senator Rivers: Concerning licensure of anesthesiologist assistants. Reported by Committee on Health Care & Wellness

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

(1) "Anesthesiologist" means an actively practicing, board-eligible physician licensed under chapter 18.71 or 18.57 RCW who has completed a residency in anesthesiology approved by the American board of anesthesiology or the American osteopathic board of anesthesiology.

(2) "Anesthesiologist assistant" means a

(2) "Anesthesiologist assistant" means a person who is licensed by the commission to assist in developing and implementing anesthesia care plans for patients under the supervision of an anesthesiologist or group of anesthesiologists approved by the commission to supervise such assistant.

- (3) "Assists" means the anesthesiologist assistant personally performs those duties and responsibilities delegated by the anesthesiologist. Delegated services must be consistent with the delegating anesthesiologist's education, training, experience, and active practice. Delegated services must be of the type that a reasonable and prudent anesthesiologist would find within the scope of sound medical judgment to delegate.
- (4) "Commission" means the Washington medical commission.
- (5) "Practice medicine" has the meaning defined in RCW 18.71.011.
- (6) "Secretary" means the secretary of health or the secretary's designee.
- (7) "Supervision" means the immediate availability of the medically directing anesthesiologist for consultation and direction of the activities of the anesthesiologist assistant. A medically directing anesthesiologist is immediately available if they are in physical proximity that allows the anesthesiologist to reestablish direct contact with the patient to meet medical needs and any urgent or emergent clinical problems, and personally participating in the most demanding procedures of the anesthesia plan including, if applicable, induction and emergence. These responsibilities may also be met through coordination among anesthesiologists of the same group or department.

NEW SECTION. Sec. 2. (1) The commission shall adopt rules fixing the qualifications and the educational and training requirements for licensure as an anesthesiologist assistant. The requirements shall include completion of an anesthesiologist assistant program accredited by the commission on accreditation of allied health education

programs, or successor organization, and within one year successfully taking and passing an examination administered by the national commission for the certification of anesthesiologist assistants or other examination approved by the commission.

- examination approved by the commission.

  (2) Applicants for licensure shall file an application with the commission on a form prepared by the secretary with the approval of the commission, detailing the education, training, and experience of the applicant and such other information as the commission may require. The application shall be accompanied by a fee determined by the secretary as provided in RCW 43.70.250 and 43.70.280. Each applicant shall furnish proof satisfactory to the commission of the following:
- (a) That the applicant has completed an accredited anesthesiologist assistant program approved by the commission and is eligible to take the examination approved by the commission; and
- (b) That the applicant is physically and mentally capable of practicing as an anesthesiologist assistant with reasonable skill and safety. The commission may require an applicant to submit to such examination or examinations as it deems necessary to determine an applicant's physical or mental capability, or both, to safely practice as an anesthesiologist assistant.
- (3)(a) The commission may approve, deny, or take other disciplinary action upon the application for a license as provided in the uniform disciplinary act, chapter 18.130 RCW.
- (b) The license shall be renewed as determined under RCW 43.70.250 and 43.70.280. The commission shall request licensees to submit information about their current professional practice at the time of license renewal and licensees must provide the information requested.
- (4) No person shall practice as an anesthesiologist assistant or represent that they are a "certified anesthesiologist assistant" or "anesthesiologist assistant" or "C.A.A." or "A.A." without a license granted by the commission.
- NEW SECTION. Sec. 3. (1) The commission shall adopt rules establishing the requirements and limitations on the practice by and supervision of anesthesiologist assistants, including the number of anesthesiologist assistants an anesthesiologist may supervise concurrently. Unless approved by the commission, an anesthesiologist may not concurrently supervise more than four specific, individual anesthesiologist assistants at any one time.
- (2) The commission may adopt rules for the arrangement of other anesthesiologists to serve as backup or on-call supervising anesthesiologists for multiple anesthesiologist assistants.
- NEW SECTION. Sec. 4. (1) An anesthesiologist assistant may not exceed the scope of their supervising anesthesiologist's practice and may assist with those duties and responsibilities delegated to them by the supervising

- anesthesiologist, and for which they are competent to assist with based on their education, training, and experience. Duties which an anesthesiologist may delegate to an anesthesiologist assistant include but are not limited to:
- (a) Assisting with preoperative anesthetic evaluations, postoperative anesthetic evaluations, and patient progress notes, all to be cosigned by the supervising anesthesiologist within 24 hours;
- (b) Administering and assisting with preoperative consultations;
- the Under (C) supervising anesthesiologist's consultation order perioperative direction, pharmaceutical agents, medications, and fluids, to be used only at the facility where ordered, including but not limited to controlled substances, which may be administered prior to the cosignature of the supervising anesthesiologist. supervising anesthesiologist may review and if required by the facility or institutional policy must cosign these orders in a timely manner;
- (d) Changing or discontinuing a medical treatment plan, after consultation with the supervising anesthesiologist;
- (e) Calibrating anesthesia delivery systems and obtaining and interpreting information from the systems and monitors, in consultation with an anesthesiologist;
- (f) Assisting the supervising anesthesiologist with the implementation of medically accepted monitoring techniques;
- (g) Assisting with basic and advanced airway interventions, including but not limited to endotracheal intubation, laryngeal mask insertion, and other advanced airways techniques;
- (h) Establishing peripheral intravenous lines, including subcutaneous lidocaine use;
- (i) Establishing radial and dorsalis pedis arterial lines;
- (j) Assisting with general anesthesia, including induction, maintenance, and emergence;
- (k) Assisting with procedures associated with general anesthesia, such as but not limited to gastric intubation;
- (1) Administering intermittent vasoactive drugs and starting and titrating vasoactive infusions for the treatment of patient responses to anesthesia;
- (m) Assisting with spinal and intravenous regional anesthesia;
- (n) Maintaining and managing established neuraxial epidurals and regional anesthesia;
- (o) Assisting with monitored anesthesia care;
- (p) Evaluating and managing patient controlled analgesia, epidural catheters, and peripheral nerve catheters;
- (q) Obtaining venous and arterial blood samples;
- (r) Assisting with, ordering, and interpreting appropriate preoperative, point of care, intraoperative, or postoperative diagnostic tests or procedures as authorized by the supervising anesthesiologist;
- (s) Obtaining and administering perioperative anesthesia and related pharmaceutical agents including intravenous fluids and blood products;

- (t) Participating in management of the patient while in the preoperative suite and recovery area;
- (u) Providing assistance to a cardiopulmonary resuscitation team in response to a life-threatening situation;
- (v) Participating in administrative, research, and clinical teaching activities as authorized by the supervising anesthesiologist; and
- (w) Assisting with such other tasks not prohibited by law under the supervision of a licensed anesthesiologist that an anesthesiologist assistant has been trained and is proficient to assist with.
- (2) Nothing in this section shall be construed to prevent an anesthesiologist assistant from having access to and being able to obtain drugs as directed by the supervising anesthesiologist. An anesthesiologist assistant may not prescribe, order, compound, or dispense drugs, medications, or devices of any kind.
- NEW SECTION. Sec. 5. No anesthesiologist who supervises a licensed anesthesiologist assistant in accordance with and within the terms of any permission granted by the commission is considered as aiding and abetting an unlicensed person to practice medicine. The supervising anesthesiologist and anesthesiologist assistant shall retain professional and personal responsibility for any act which constitutes the practice of medicine as defined in RCW 18.71.011 when performed by the anesthesiologist assistant.
- NEW SECTION. Sec. 6. An anesthesiologist assistant may sign and attest to any certificates, cards, forms, or other required documentation that the anesthesiologist assistant's supervising anesthesiologist may sign, provided that it is within the anesthesiologist assistant's scope of practice.
- NEW SECTION. Sec. 7. (1) The uniform disciplinary act, chapter 18.130 RCW, governs the issuance and denial of licenses and the discipline of licensees under this chapter.
- (2) The commission shall consult with the board of osteopathic medicine and surgery when investigating allegations of unprofessional conduct against a licensee who has a supervising anesthesiologist license under chapter 18.57 RCW.
- Sec. 8. RCW 18.130.040 and 2023 c 469 s 18, 2023 c 460 s 15, 2023 c 425 s 27, 2023 c 270 s 14, 2023 c 175 s 11, and 2023 c 123 s 21 are each reenacted and amended to read as follows:
- (1) This chapter applies only to the secretary and the boards and commissions having jurisdiction in relation to the professions licensed under the chapters specified in this section. This chapter does not apply to any business or profession not licensed under the chapters specified in this section.

- (2)(a) The secretary has authority under this chapter in relation to the following professions:
- (i) Dispensing opticians licensed and designated apprentices under chapter 18.34 RCW:
- (ii) Midwives licensed under chapter
  18.50 RCW;
- (iii) Ocularists licensed under chapter
  18.55 RCW;
- (iv) Massage therapists and businesses licensed under chapter 18.108 RCW;
- (v) Dental hygienists licensed under chapter 18.29 RCW;
- (vi) Acupuncturists or acupuncture and Eastern medicine practitioners licensed under chapter 18.06 RCW;
- (vii) Radiologic technologists certified
  and X-ray technicians registered under
  chapter 18.84 RCW;
- (viii) Respiratory care practitioners licensed under chapter 18.89 RCW;
- (ix) Hypnotherapists registered, agency affiliated counselors registered, certified, or licensed, and advisors and counselors certified under chapter 18.19 RCW;
- (x) Persons licensed as mental health counselors, mental health counselor associates, marriage and family therapists, marriage and family therapist associates, social workers, social work associates—advanced, and social work associates—independent clinical under chapter 18.225 RCW;
- (xi) Persons registered as nursing pool
  operators under chapter 18.52C RCW;
- (xii) Nursing assistants registered or certified or medication assistants endorsed under chapter 18.88A RCW;
- (xiii) Dietitians and nutritionists certified under chapter 18.138 RCW;
- (xiv) Substance use disorder professionals, substance use disorder professional trainees, or co-occurring disorder specialists certified under chapter 18.205 RCW;
- (xv) Sex offender treatment providers and certified affiliate sex offender treatment providers certified under chapter 18.155 RCW:
- (xvi) Persons licensed and certified under chapter 18.73 RCW or RCW 18.71.205;
- (xvii) Orthotists and prosthetists licensed under chapter 18.200 RCW;
- (xviii) Surgical technologists registered under chapter 18.215 RCW;
- (xix) Recreational therapists under chapter 18.230 RCW;
- (xx) Animal massage therapists certified under chapter 18.240 RCW;
- (xxi) Athletic trainers licensed under chapter 18.250 RCW;
- (xxii) Home care aides certified under chapter 18.88B RCW;
- (xxiii) Genetic counselors licensed under chapter 18.290 RCW;
- (xxiv) Reflexologists certified under chapter 18.108 RCW;
- (xxv) Medical assistants-certified, medical assistants-hemodialysis technician, medical assistants-phlebotomist, forensic phlebotomist, and medical assistants-registered certified and registered under chapter 18.360 RCW;

(xxvi) Behavior analysts, assistant behavior analysts, and behavior technicians under chapter 18.380 RCW;

(xxvii) Birth doulas certified under chapter 18.47 RCW;

(xxviii) Music therapists licensed under chapter 18.233 RCW;

Behavioral health support specialists certified under chapter 18.227 RCW; and

(xxx) Certified peer specialists and certified peer specialist trainees under chapter 18.420 RCW.

(b) The boards and commissions having authority under this chapter are as follows:

The podiatric medical board as established in chapter 18.22 RCW;

(ii) The chiropractic quality assurance commission as established in chapter 18.25

quality (iii) The dental assurance commission as established in chapter 18.32RCW governing licenses issued under chapter 18.32 RCW, licenses and registrations issued under chapter 18.260 RCW, licenses issued under chapter 18.265 RCW, and certifications issued under chapter 18.350 RCW;

(iv) The board of hearing and speech as established in chapter 18.35 RCW;

(v) The board of examiners for nursing home administrators as established chapter 18.52 RCW;

(vi) The optometry board as established in chapter 18.54 RCW governing licenses issued under chapter 18.53 RCW;

(vii) The board of osteopathic medicine and surgery as established in chapter 18.57 RCW governing licenses issued under chapter 18.57 RCW;

(viii) The pharmacy quality assurance commission as established in chapter 18.64 RCW governing licenses issued under chapters 18.64 and 18.64A RCW;

(ix) The Washington medical commission as established in chapter 18.71 RCW governing licenses and registrations issued under chapters 18.71 ((and)), 18.71A ((RCW)), and 18.--- RCW (the new chapter created in section 10 of this act);

(x) The board of physical therapy as established in chapter 18.74 RCW;

(xi) The board of occupational therapy practice as established in chapter 18.59 RCW;

(xii) The board of nursing as established in chapter 18.79 RCW governing licenses and registrations issued under that chapter and under chapter 18.80 RCW;

(xiii) The examining board of psychology its disciplinary committee as established in chapter 18.83 RCW;

(xiv) The veterinary board of governors as established in chapter 18.92 RCW;

(xv) The board of naturopathy established in chapter 18.36A RCW, governing licenses and certifications issued under that chapter; and

(xvi) The board of denturists established in chapter 18.30 RCW.

(3) In addition to the authority to discipline license holders, the disciplining authority has the authority to grant or deny licenses. The disciplining authority may also grant a license subject to conditions.

(4) All disciplining authorities shall adopt procedures to ensure substantially consistent application of this chapter, uniform disciplinary act, t.he among disciplining authorities listed in subsection (2) of this section.

**Sec. 9.** RCW 18.120.020 and 2023 c 460 s 14 and 2023 c 175 s 9 are each reenacted and amended to read as follows:

The definitions in this section apply throughout this chapter unless the context

clearly requires otherwise.
 (1) "Applicant group" includes any health professional group or organization, any individual, or any other interested party which proposes that any health professional group not presently regulated be regulated or which proposes to substantially increase the scope of practice of the profession.
(2) "Certificate" and "certification"

mean a voluntary process by which a statutory regulatory entity grants recognition to an individual who (a) has met certain prerequisite qualifications specified by that regulatory entity, and (b) may assume or use "certified" in the title or designation to perform prescribed health professional tasks.

"Grandfather (3) clause" provision in a regulatory statute applicable to practitioners actively engaged in the regulated health profession prior to the effective date of the regulatory statute which exempts the practitioners from meeting the prerequisite qualifications set forth in the regulatory statute to perform prescribed

occupational tasks. "Health professions" (4) means and includes the following health and health-related licensed or regulated professions and occupations: Podiatric medicine surgery under chapter 18.22 chiropractic under chapter 18.25 RCW; dental hygiene under chapter 18.29 RCW; dentistry under chapter 18.32 RCW; denturism under chapter 18.30 RCW; dental anesthesia assistants under chapter 18.350 dispensing opticians under chapter 18.34 RCW; hearing instruments under chapter 18.35 RCW; naturopaths under chapter 18.36A RCW; directing embalming and funeral chapter 18.39 RCW; midwifery under chapter 18.50 RCW; nursing home administration under chapter 18.52 RCW; optometry under chapters 18.53 and 18.54 RCW; ocularists under chapter 18.55 RCW; osteopathic medicine and surgery under chapter 18.57 RCW; pharmacy under chapters 18.64 and 18.64A RCW; medicine under chapters 18.71 and 18.71A RCW; emergency medicine under chapter 18.73 RCW; physical therapy under chapter 18.74 RCW; psychologists under chapter 18.79 RCW; psychologists under chapter 18.83 RCW; registered nurses under chapter 18.79 RCW; occupational therapists licensed under chapter 18.59 RCW; respiratory practitioners licensed under chapter 18.89 veterinary RCW; veterinarians and technicians under chapter 18.92 RCW; massage therapists under chapter 18.108 RCW; acupuncturists or acupuncture and Eastern licensed practitioners medicine chapter 18.06 RCW; persons registered under chapter 18.19 RCW; persons licensed as mental health counselors, marriage and family therapists, and social workers under

18.225 RCW; dietitians and nutritionists certified by chapter 18.138 RCW; radiologic technicians under chapter 18.84 RCW; nursing assistants registered or under chapter 18.88A RCW; certified reflexologists certified under chapter 18.108 RCW; medical assistants-certified, medical assistants-hemodialysis technician, assistants-phlebotomist, forensic medical medical assistantsphlebotomist, and registered certified and registered under chapter 18.360 RCW; licensed behavior licensed assistant analysts, and certified behavior technicians under chapter 18.380 RCW; music therapists licensed under chapter 18.233 RCW; ((and)) dental therapists licensed under chapter 18.265 RCW; and anesthesiologist assistants licensed under chapter 18.--- RCW (the new chapter created in section 10 of this act).
 (5) "Inspection" means the period

(5) "Inspection" means the periodic examination of practitioners by a state agency in order to ascertain whether the practitioners' occupation is being carried out in a fashion consistent with the public

health, safety, and welfare.
(6) "Legislative committees of reference" means the standing legislative committees by the respective designated of the senate and house of committees representatives proposed to consider legislation to regulate health professions

not previously regulated.
(7) "License," "licensing," and "licensure" mean permission to engage in a health profession which would otherwise be unlawful in the state in the absence of the permission. A license is granted to those individuals who meet prerequisite qualifications to perform prescribed health professional tasks and for the use of a

particular title.

(8) "Practitioner" means an individual who (a) has achieved knowledge and skill by practice, and (b) is actively engaged in a

specified health profession.

"Professional license" means individual, nontransferable authorization to carry on a health activity based qualifications which include: (a) Graduation from an accredited or approved program, and (b) acceptable performance on a qualifying

examination or series of examinations.
(10) "Public member" means an individual who is not, and never was, a member of the health profession being regulated or the spouse of a member, or an individual who does not have and never has had a material financial interest in either the rendering of the health professional service being regulated or an activity directly related to

the profession being regulated.

(11) "Registration" means the formal notification which, prior to rendering services, a practitioner shall submit to a state agency setting forth the name and address of the practitioner; the location, nature and operation of the health activity to be practiced; and, if required by the regulatory entity, a description of the service to be provided.

(12) "Regulatory entity" means any board, commission, agency, division, or other unit subunit of state government regulates one or more professions,

industries, occupations, businesses, other endeavors in this state.

(13) "State agency" includes every state department, office, board, commission, regulatory entity, and agency of the state, and, where provided by law, programs and activities involving less than the full responsibility of a state agency.

Sections 1 constitute a new chapter in Title 18 RCW."

Correct the title.

Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; Davis; Macri; Maycumber; Stonier; Thai and Tharinger.

MINORITY recommendation: Without recommendation. Signed by Representatives ; Bronoske; Caldier; Graham; Mosbrucker; and Simmons.

Referred to Committee on Rules for second reading

February 21, 2024

E2SSB 5213 Prime Sponsor, Ways & Means: Concerning pharmacy benefit managers. Reported by Committee on Health Care & Wellness

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 48.200.020 and 2020 c 240 s 2 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Affiliate" or "affiliated employer" means a person who directly or indirectly through one or more intermediaries, controls or is controlled by, or is under common control with, another specified person.
- (2) "Certification" has the same meaning as in RCW 48.43.005.
- (3) "Employee benefits programs" means programs under both the public employees' benefits board established in RCW 41.05.055 and the school employees' benefits board established in RCW 41.05.740.
- (4)(a) "Health care benefit manager" means a person or entity providing services to, or acting on behalf of, a health carrier or employee benefits programs, that directly or indirectly impacts the determination or utilization of benefits for, or patient access to, health care services, drugs, and supplies including, but not limited to:

Prior authorization (i) or preauthorization of benefits or care;

- (ii) Certification of benefits or care;
- (iii) Medical necessity determinations;
- (iv) Utilization review;
- (v) Benefit determinations;
- (vi) Claims processing and repricing for services and procedures;
  - (vii) Outcome management;
- (viii) ((Provider credentialing and recredentialing;

 $\frac{\text{(ix)}}{\text{(ix)}}$ )) Payment or authorization of payment to providers and facilities for services or procedures;

(((x))) (ix) Dispute resolution, grievances, or appeals relating to determinations or utilization of benefits;

 $((\frac{(xi)}{(xi)}))$  Provider network management;

 $((\frac{(xii)}{(xi)}))$  <u>(xi)</u> Disease management.

- "Health manager" care benefit includes, but is not limited to, health care benefit managers that specialize in specific types of health care benefit management such as pharmacy benefit managers, radiology benefit managers, laboratory benefit managers, and mental health benefit managers.
- (c) "Health care benefit manager" does not include:
- (i) Health care service contractors as defined in RCW 48.44.010;
- (ii) Health maintenance organizations as defined in RCW 48.46.020;
- (iii) Issuers as defined RCW in 48.01.053;
- (iv) The public employees' benefits board established in RCW 41.05.055;
- (v) The school employees' benefits board established in RCW 41.05.740;
- (vi) Discount plans as defined in RCW 48.155.010;
- (vii) Direct patient-provider primary care practices as defined in RCW 48.150.010;
- (viii) An employer administering its loyee benefit plan or the employee employee benefit plan or the employee benefit plan of an affiliated employer under common management and control;
- (ix) A union, <u>either on its own or</u> ntly with an <u>employer</u>, administering a benefit plan on behalf of its members;
- (x) An insurance producer selling insurance or engaged in related activities within the scope of the producer's license;
- (xi) A creditor acting on behalf of its debtors with respect to insurance, covering a debt between the creditor and its debtors;
- (xii) A behavioral health administrative services organization or other countymanaged entity that has been approved by the state health care authority to perform delegated functions on behalf of a carrier;
- (xiii) A hospital licensed under chapter 70.41 RCW or ambulatory surgical facility licensed under chapter 70.230 RCW, to the extent that it performs provider
  credentialing or recredentialing, but no other functions of a health care benefit manager as described in subsection (4)(a) of this section;
- (xiv) The Robert Bree collaborative under chapter 70.250 RCW;
- (xv) The health technology clinical committee established under RCW 70.14.090;
- (xvi) The prescription drug purchasing consortium established under RCW 70.14.060;
- (xvii) Any other entity that performs provider credentialing or recredentialing, but no other functions of a health care <u>benefit manager as described in subsection</u> (4) (a) of this section.
  (5) "Health care provider" or "provider"
- has the same meaning as in RCW 48.43.005.
- (6) "Health care service" has the same meaning as in RCW 48.43.005.

- (7) "Health carrier" or "carrier" has the same meaning as in RCW 48.43.005.
- (8) "Laboratory benefit manager" means a person or entity providing service to, or acting on behalf of, a health carrier, employee benefits programs, or another entity under contract with a carrier, that directly or indirectly impacts the determination or utilization of benefits for, or patient access to, health care drugs, and supplies relating to services, the use of clinical laboratory services and includes any requirement for a health care provider to submit a notification of an order for such services.
- (9) "Mental health benefit manager" means a person or entity providing service to, or acting on behalf of, a health carrier, employee benefits programs, or another entity under contract with a carrier, that directly or indirectly impacts the determination of utilization of benefits for, or patient access to, health care services, drugs, and supplies relating to the use of mental health services and includes any requirement for a health care provider to submit a notification of an order for such services.
- (10) "Network" means the group participating providers, pharmacies, suppliers providing health care services, drugs, or supplies to beneficiaries of a particular carrier or plan.
- (11) "Person" includes, as applicable, natural persons, licensed health care providers, carriers, corporations, companies, trusts, unincorporated associations, and partnerships.
- (12)(a) "Pharmacy benefit manager" means person that contracts with pharmacies on behalf of ((an insurer, a third-party payor, or the prescription drug purchasing consortium established under RCW 70.14.060))a health carrier, employee benefits program, or medicaid managed care program to:
- (i) Process claims for prescription drugs or medical supplies or provide retail network management for pharmacies or pharmacists;
- (ii) Pay pharmacies or pharmacists for prescription drugs or medical supplies;
- (iii) Negotiate rebates, discounts, other price concessions with manufacturers for drugs paid for or procured as described in this subsection;
- ((Manage))Establish or manage (iv) pharmacy networks; or
  - (v) Make credentialing determinations.
- (b) "Pharmacy benefit manager" does not include a health care service contractor as defined in RCW 48.44.010.
- (13) (a) "Radiology benefit manager" means any person or entity providing service to, or acting on behalf of, a health carrier, employee benefits programs, or another entity under contract with a carrier, that directly or indirectly impacts the determination or utilization of benefits for, or patient access to, the services of a licensed radiologist or to advanced diagnostic imaging services including, but not limited to:
- (i) Processing claims for services and procedures performed by a licensed

radiologist or advanced diagnostic imaging service provider; or

- payment or payment (ii) Providing authorization to radiology clinics, radiologists, or advanced diagnostic imaging service providers for services procedures.
- (b) "Radiology benefit manager" does not include a health care service contractor as defined in RCW 48.44.010, a health maintenance organization as defined in RCW 48.46.020, or an issuer as defined in RCW 48.01.053.
- (14) "Utilization review" has the same meaning as in RCW 48.43.005.
- (15) "Covered person" has the same
- meaning as in RCW 48.43.005.
  (16) "Mail order pharmacy"
  pharmacy that primarily means dispenses means prescription drugs to patients through the mail or common carrier.
- (17) "Pharmacy network" means pharmacies located in the state or licensed under chapter 18.64 RCW and contracted by a pharmacy benefit manager to dispense prescription drugs to covered persons.
- Sec. 2. RCW 48.200.030 and 2020 c 240 s 3 are each amended to read as follows:
- (1) To conduct business in this state, a health care benefit manager must register with the commissioner and annually renew the registration.
- (2) To apply for registration with the commissioner under this section, a health care benefit manager must:
- (a) Submit an application on forms and in a manner prescribed by the commissioner and verified by the applicant by affidavit or under chapter 5.50 RCW. declaration must contain at least the Applications following information:
- (i) The identity of the health care benefit manager and of persons with any ownership or controlling interest in the applicant including relevant business licenses and tax identification numbers, and the identity of any entity that the health care benefit manager has a controlling interest in;
- (ii) The business name, address, phone number, and contact person for the health care benefit manager;
- (iii) Any areas of specialty such as benefit management, radiology management, laboratory benefit pharmacv benefit management, mental health benefit management, or other specialty:
- (iv) A copy of the health care benefit manager's certificate of registration with the Washington state secretary of state; and
- ((<del>(iv)</del>))(v) Any other information as the commissioner may reasonably require.
- (b) Pay an initial registration fee and renewal registration fee established in rule by the commissioner. The fees for each registration must be set by the commissioner in an amount that ensures the registration, renewal, and oversight activities are self-supporting. If one health care benefit manager has a contract with more than one carrier, the health care benefit manager must complete only one application providing the details necessary for each contract.

- (3) All receipts from fees collected by the commissioner under this section must be deposited into the insurance commissioner's regulatory account created in RCW 48.02.190.
- (4) Before approving an application for renewal of a registration, commissioner must find that the health care benefit manager:
- (a) Has not committed any act that would result in denial, suspension, or revocation of a registration;
  - (b) Has paid the required fees; and
- (c) Has the capacity to comply with, and has designated a person responsible for, compliance with state and federal laws.
- (5) Any material change in information provided to obtain or renew a registration must be filed with commissioner within thirty days of
- (6) Every registered health care benefit manager must retain a record of all transactions completed for a period of not less than seven years from the date of their creation. All such records as to any particular transaction must be kept available and open to inspection by the commissioner during the seven years after the date of completion of such transaction.

#### **Sec. 3.** RCW 48.200.050 and 2020 c 240 s 5 are each amended to read as follows:

- (1) Upon notifying a carrier or health care benefit manager of an inquiry or complaint filed with the commissioner pertaining to the conduct of a health care benefit manager identified in the inquiry or complaint, the commissioner must provide notice of the inquiry or complaint ((concurrently)) to the health care benefit manager ((and)). Notice must also be sent to any carrier to which the inquiry or complaint pertains. The commissioner shall respond to and investigate complaints related to the conduct of a health care benefit manager subject to this chapter directly, without requiring that the complaint be pursued exclusively through a contracting carrier.
- (2) Upon receipt of an inquiry from the commissioner, a health care benefit manager must provide to the commissioner within fifteen business days, in the form and manner required by the commissioner, a complete response to that inquiry including, but not limited to, providing a statement or testimony, producing its accounts, records, and files, responding to complaints, or responding to surveys and general requests. Failure to make a complete or timely response constitutes a violation of this chapter.
- (3) Subject to chapter 48.04 RCW, if the commissioner finds that a health care benefit manager or any person responsible for the conduct of the health care benefit manager's affairs has:
- (a) Violated any provision of this chapter or insurance law, or violated any rule, subpoena, or order of the commissioner state's of another insurance commissioner;
- (b) Failed to renew the health care benefit manager's registration;

- (c) Failed to pay the registration or renewal fees;
- Provided incorrect, misleading, incomplete, or materially untrue information to the commissioner, to a carrier, or to a beneficiary;
- (e) Used fraudulent, coercive, or dishonest practices, or demonstrated incompetence, or financial irresponsibility in this state or elsewhere; or
- (f) Had a health care benefit manager registration, or its equivalent, denied, suspended, or revoked in any other state, province, district, or territory;
- the commissioner may take any combination of the following actions against a health care benefit manager or any person responsible for the conduct of the health care benefit manager's affairs, other than an employee benefits program:
- (i) Place on probation, suspend, revoke, or refuse to issue or renew the health care benefit manager's registration;
- (ii) Issue a cease and desist order against the health care benefit manager ((and)), contracting carrier, or both;
- (iii) Fine the health care benefit manager up to five thousand dollars per violation, and the contracting carrier is subject to a fine for acts conducted under the contract;
- (iv) Issue an order requiring corrective action against the health care benefit manager, the contracting carrier acting with the health care benefit manager, or both the health care benefit manager and the contracting carrier acting with the health care benefit manager; and
- (v) Temporarily suspend the health care benefit manager's registration by an order served by mail or by personal service upon the health care benefit manager not less than three days prior to the suspension effective date. The order must contain a notice of revocation and include a finding that the public safety or welfare requires emergency action. A temporary suspension under this subsection (3)(f)(v) continues until proceedings for revocation are
- (4) A stay of action is not available for actions the commissioner takes by cease and desist order, by order on hearing, or by temporary suspension.
- (5)(a) Health carriers and employee benefits programs are responsible for the compliance of any person or organization acting directly or indirectly on behalf of or at the direction of the carrier or program, or acting pursuant to carrier or program standards or requirements concerning the coverage of, payment for, or provision of health care benefits, services, drugs, and supplies.
- (b) A carrier or program contracting with a health care benefit manager is responsible for the health care benefit manager's violations of this chapter, including a health care benefit manager's failure to produce records requested or required by the commissioner.
- (c) No carrier or program may offer as a defense to a violation of any provision of this chapter that the violation arose from the act or omission of a health care benefit manager, or other person acting on behalf of

or at the direction of the carrier or program, rather than from the direct act or omission of the carrier or program.

Sec. 4. RCW 48.200.210 and 2020 c 240 s 10 are each amended to read as follows:

The definitions in this section apply throughout this section and RCW 48.200.220through 48.200.290 unless the context

- clearly requires otherwise.
   (1) "Audit" means an on-site or remote review of the records of a pharmacy by or on behalf of an entity.
- (2) "Claim" means a request from a pharmacy or pharmacist to be reimbursed for the cost of filling or refilling a prescription for a drug or for providing a medical supply or service.
  - (3) "Clerical error" means a minor error:
- (a) In the keeping, recording, or transcribing of records or documents or in the handling of electronic or hard copies of correspondence;
  - (b) That does not result in financial

harm to an entity; and

- (c) That does not involve dispensing an incorrect dose, amount, or type of medication, <u>failing to dispense a</u> medication, or dispensing a prescription drug to the wrong person.

  (4) "Entity" includes:

  - (a) A pharmacy benefit manager;
  - (b) An insurer;
  - (c) A third-party payor;
  - (d) A state agency; or
- (e) A person that represents or is employed by one of the entities described in this subsection.
- (5) "Fraud" means knowingly and willfully executing or attempting to execute a scheme, in connection with the delivery of or payment for health care benefits, items, services, that uses false or misleading pretenses, representations, or promises to obtain any money or property owned by or under the custody or control of any person.
- (6) "Pharmacist" has the same meaning as in RCW 18.64.011.
- (7) "Pharmacy" has the same meaning as in RCW 18.64.011.
- (8) "Third-party payor" means a person licensed under RCW 48.39.005.
- Sec. 5. RCW 48.200.280 and 2020 c 240 s 15 are each amended to read as follows:
- (1) The definitions in this subsection apply throughout this section unless the
- context clearly requires otherwise.
   (a) "List" means the list of drugs for which (( $\frac{predetermined}{predetermined}$ )) reimbursement costs have been established(( such as a maximum allowable cost or maximum allowable cost list or any other benchmark prices utilized by the pharmacy benefit manager and must include the basis of the methodology and sources utilized)) to determine ((multisource generic drug)) reimbursement
- (b) "Multiple source drug" means ((a therapeutically equivalent drug that is available from at least two <u>covered</u> <u>outpatient</u> manufacturers)) any prescription drug for which there is at least one other drug product that is rated as therapeutically equivalent under the food

- and drug administration's most recent publication of "Approved Drug Products with Therapeutic Equivalence Evaluations"; is pharmaceutically equivalent or bioequivalent, as determined by the food and drug administration; and is sold or marketed in the state.
- (c) (("Multisource generic drug" means any covered outpatient prescription drug for which there is at least one other drug product that is rated as therapeutically equivalent under the food and drug administration's most recent publication of "Approved Drug Products with Therapeutic Equivalence Evaluations;" is pharmaceutically equivalent or bioequivalent, as determined by the food and drug administration; and is sold or marketed in the state during the period.
- (d))) "Network pharmacy" means a retail drug outlet licensed as a pharmacy under RCW 18.64.043 that contracts with a pharmacy benefit manager.
- (((++)))(d) "Therapeutically equivalent" has the same meaning as in RCW 69.41.110.
  - (2) A pharmacy benefit manager:
- (a) May not place a drug on a list unless there are at least two therapeutically equivalent multiple source drugs, or at least one generic drug available from only one manufacturer, generally available for purchase by network pharmacies from national or regional wholesalers;
- (b) Shall ensure that all drugs on a list are readily available for purchase by pharmacies in this state from national or regional wholesalers that serve pharmacies in Washington;
- (c) Shall ensure that all drugs on a list are not obsolete;
- (d) Shall make available to each network pharmacy at the beginning of the term of a contract, and upon renewal of a contract, the sources utilized to determine the ((predetermined)) reimbursement costs for ((multisource generie)) multiple source drugs of the pharmacy benefit manager;
- (e) Shall make a list available to a network pharmacy upon request in a format that is readily accessible to and usable by the network pharmacy;
- (f) Shall update each list maintained by the pharmacy benefit manager every seven business days and make the updated lists, including all changes in the price of drugs, available to network pharmacies in a readily accessible and usable format;
- (g) Shall ensure that dispensing fees are
  not included in the calculation of the
  ((predetermined)) reimbursement costs for
  ((multisource generic)) multiple source
  drugs;
- (h) May not cause or knowingly permit the use of any advertisement, promotion, solicitation, representation, proposal, or offer that is untrue, deceptive, or misleading;
- (i) May not charge a pharmacy a fee related to the adjudication of a claim, credentialing, participation, certification, accreditation, or enrollment in a network including, but not limited to, a fee for the receipt and processing of a pharmacy claim, for the development or management of claims processing services in a pharmacy benefit manager network, or for participating in a

- pharmacy benefit manager network, and may not condition or link restrictions on fees related to credentialing, participation, certification, or enrollment in a pharmacy benefit manager's pharmacy network with a pharmacy's inclusion in the pharmacy benefit manager's pharmacy network for other lines of business;
- (j) May not require accreditation standards inconsistent with or more stringent than accreditation standards established by a national accreditation organization;
- (k) May not reimburse a pharmacy in the state an amount less than the amount the pharmacy benefit manager reimburses an affiliate for providing the same pharmacy services; ((and))
- (1) May not directly or indirectly retroactively deny or reduce a claim or aggregate of claims after the claim or aggregate of claims has been adjudicated, unless:
- (i) The original claim was submitted fraudulently; or
- (ii) The denial or reduction is the result of a pharmacy audit conducted in accordance with RCW 48.200.220; and
- (m) May not exclude a pharmacy from their pharmacy network based solely on the pharmacy being newly opened or open less than a defined amount of time, or because a license or location transfer occurs, unless there is a pending investigation for fraud, waste, and abuse.
- (3) A pharmacy benefit manager must establish a process by which a network pharmacy, or its representative, may appeal its reimbursement for a drug ((subject to predetermined reimbursement costs for multisource generic drugs)). A network pharmacy may appeal a ((predetermined reimbursement cost)) reimbursement amount paid by a pharmacy benefit manager for a ((multisource generic)) drug if the reimbursement for the drug is less than the net amount that the network pharmacy paid to the supplier of the drug. An appeal requested under this section must be completed within thirty calendar days of the pharmacy submitting the appeal. If after thirty days the network pharmacy has not received the decision on the appeal from the pharmacy benefit manager, then the appeal is considered denied.

The pharmacy benefit manager shall uphold the appeal of a pharmacy with fewer than fifteen retail outlets, within the state of Washington, under its corporate umbrella if the pharmacy or pharmacist can demonstrate that it is unable to purchase a therapeutically equivalent interchangeable product from a supplier doing business in Washington at the pharmacy benefit manager's list price.

(4) Before a pharmacy or pharmacist files an appeal pursuant to this section, upon request by a pharmacy or pharmacist, a pharmacy benefit manager must provide a current and accurate list of bank identification numbers, processor control numbers, and pharmacy group identifiers for health plans and self-funded group health plans that have opted in to sections 5, 7, and 8 of this act pursuant to section 9 of this act with which the pharmacy benefit

manager either has a current contract or had a contract that has been terminated within the past 12 months to provide pharmacy benefit management services.

(5) A pharmacy benefit manager must provide as part of the appeals process established under subsection (3) of this

(a) A telephone number at which a network pharmacy may contact the pharmacy benefit manager and speak with an individual who is responsible for processing appeals; and

(b) If the appeal is denied, the reason for the denial and the national drug code of a drug that has been purchased by other network pharmacies located in Washington at a price that is equal to or less than the ((<del>predetermined</del>)) reimbursement ((cost)) amount paid by the pharmacy benefit manager for the ((multisource generic)) drug. A pharmacy with ((fifteen))15 or more retail outlets, within the state of Washington, under its corporate umbrella may submit information to the commissioner about an appeal under subsection (3) of this section for purposes of information collection and analysis.

 $((\frac{5}{1}))(6)(a)$  If an appeal is upheld under this section, the pharmacy benefit manager shall make a reasonable adjustment on a date no later than one day after the date of determination.

(b) If the request for an adjustment has come from a critical access pharmacy, as defined by the state health care authority by rule for purposes related to the prescription drug purchasing consortium established under RCW 70.14.060, adjustment approved under (a) of this subsection shall apply only to critical access pharmacies.

 $((\frac{(6)}{(1)}))$  Beginning July 1, 2017, if a network pharmacy appeal to the pharmacy benefit manager is denied, or if the network pharmacy is unsatisfied with the outcome of the appeal, the pharmacy or pharmacist may dispute the decision and request review by the commissioner within thirty calendar days of receiving the decision.

(a) All relevant information from the parties may be presented to the commissioner, and the commissioner may enter an order directing the pharmacy benefit manager to make an adjustment to the disputed claim, deny the pharmacy appeal, or take other actions deemed fair and equitable. An appeal requested under this section must be completed within thirty calendar days of the request.

(b) Upon resolution of the dispute, the commissioner shall provide a copy of the decision to both parties within seven calendar days.

(c) The commissioner may authorize the ice of administrative hearings, as office provided in chapter 34.12 RCW, to conduct appeals under this subsection  $((\frac{(6)}{(6)}))$  (7).

(d) A pharmacy benefit manager may not retaliate against a pharmacy for pursuing an appeal under this subsection  $((\frac{(6)}{1}))\frac{(7)}{1}$ .

(e) This subsection (((6)))(7) applies only to a pharmacy with fewer than fifteen retail outlets, within the state of Washington, under its corporate umbrella.

 $((\frac{7}{(7)}))$  (8) This section does not apply to the state medical assistance program.

 $\underline{\text{NEW SECTION.}}$  Sec. 6. A new section is added to chapter 48.200 RCW to read as follows:

(1) Each health care benefit manager must appoint the commissioner as its attorney to receive service of, and upon whom must be served, all legal process issued against it in this state for causes of action arising within this state. Service upon the commissioner as attorney constitutes service upon the health care benefit manager. Service of legal process against the health care benefit manager can be had only by service upon the commissioner, except actions upon contractor bonds pursuant to RCW 18.27.040, where service may be upon the department of labor and industries.

(2) With the appointment the health care benefit manager must designate by name, email address, and address the person to whom the commissioner must forward legal process so served upon them. The health care benefit manager may change the person by filing a new designation.

(3) The health care benefit manager must keep the designation, address, and email address filed with the commissioner current.

- (4) The appointment of the commissioner as attorney is irrevocable, binds any successor in interest or to the assets or liabilities of the health care benefit manager, and remains in effect as long as there is in force in this state any contract made by the health care benefit manager or liabilities or duties arising therefrom.
- (5) The service of process must be accomplished and processed in the manner prescribed under RCW 48.02.200.

 $\underline{\text{NEW SECTION.}}$  Sec. 7. A new section is added to chapter 48.200 RCW to read as follows:

(1) A pharmacy benefit manager may not:

- (a) Reimburse a network pharmacy an amount less than the contract price between the pharmacy benefit manager and the insurer, third-party payor, or t.he prescription drug purchasing consortium the pharmacy benefit manager has contracted
- (b) Require a covered person to pay more the point of sale for a covered prescription drug than is required under RCW 48.43.430; or
- (c) Require or coerce a patient to use their owned or affiliated pharmacies.

(2) A pharmacy benefit manager shall:

- (a) Apply the same utilization review, fees, days allowance, and other conditions upon a covered person when the covered person obtains a prescription drug from a pharmacy that is included in the pharmacy manager's benefit. pharmacy including mail order pharmacies;
- (b) Permit the covered person to receive delivery or mail order of a prescription drug through any network pharmacy that is primarily engaged in dispensing prescription drugs to patients through the mail or common carrier; and
- (c) For new prescriptions issued after the effective date of this section, receive affirmative authorization from a covered person before filling prescriptions through a mail order pharmacy.

- (3) If a covered person is using a mail order pharmacy, the pharmacy benefit manager shall:
- (a) Allow for dispensing at local network pharmacies under the following circumstances to ensure patient access to prescription drugs:
- (i) If the prescription is delayed more than one day after the expected delivery date provided by the mail order pharmacy; or
- (ii) If the prescription drug arrives in an unusable condition; and
- (b) Ensure patients have easy and timely access to prescription counseling by a pharmacist.

 $\underline{\text{NEW SECTION.}}$  Sec. 8. A new section is added to chapter 48.200 RCW to read as follows:

- (1) A pharmacy benefit manager may not retaliate against a pharmacist or pharmacy for disclosing information in a court, in an administrative hearing, or legislative hearing, if the pharmacist or pharmacy has a good faith belief that the disclosed information is evidence of a violation of a state or federal law, rule, or regulation.
- state or federal law, rule, or regulation.

  (2) A pharmacy benefit manager may not retaliate against a pharmacist or pharmacy for disclosing information to a government or law enforcement agency, if the pharmacist or pharmacy has a good faith belief that the disclosed information is evidence of a violation of a state or federal law, rule, or regulation.
- (3) A pharmacist or pharmacy shall make reasonable efforts to limit the disclosure of confidential and proprietary information.
- (4) Retaliatory actions against a pharmacy or pharmacist include cancellation of, restriction of, or refusal to renew or offer a contract to a pharmacy solely because the pharmacy or pharmacist has:
- (a) Made disclosures of information that the pharmacist or pharmacy believes is evidence of a violation of a state or federal law, rule, or regulation;
- (b) Filed complaints with the plan or pharmacy benefit manager; or
- (c) Filed complaints against the plan or pharmacy benefit manager with the commissioner.

NEW SECTION. Sec. 9. A new section is added to chapter 48.200 RCW to read as follows:

- (1) Nothing in this act expands or restricts the entities subject to this chapter. Therefore, except as provided in subsection (2) of this section, this chapter continues to be inapplicable to a person or entity providing services to, or acting on behalf of, a union or employer administering a self-funded group health plan governed by the provisions of the federal employee retirement income security act of 1974 (29 U.S.C. Sec. 1001 et seq.).
- (2) Sections 5, 7, and 8 of this act apply to a pharmacy benefit manager's conduct pursuant to a contract with a self-funded group health plan governed by the provisions of the federal employee retirement income security act of 1974 (29 U.S.C. Sec. 1001 et seq.) only if the self-funded group health plan elects to

participate in sections 5, 7, and 8 of this act. To elect to participate in these provisions, a self-funded group health plan or its administrator shall provide notice, on a periodic basis, to the commissioner in a manner and by a date prescribed by the the plan's commissioner, attesting to participation and agreeing to be bound by sections 5, 7, and 8 of this act. A selffunded group health plan or administrator that elects to participate under this section, and any pharmacy benefit manager it contracts with, shall comply with sections 5, 7, and 8 of this act.
(3) The commissioner does

(3) The commissioner does not have enforcement authority related to a pharmacy benefit manager's conduct pursuant to a contract with a self-funded group health plan governed by the federal employee retirement income security act of 1974, 29 U.S.C. Sec. 1001 et seq., that elects to participate in sections 5, 7, and 8 of this act

Sec. 10. RCW 41.05.017 and 2022 c 236 s 3, 2022 c 228 s 2, and 2022 c 10 s 2 are each reenacted and amended to read as follows:

Each health plan that provides medical this insurance offered under including plans created bv insuring plans not subject entities, t.o provisions of Title 48 RCW, and plans created under RCW 41.05.140, are subject to the provisions of RCW 48.43.500, 70.02.045, 48.43.505 through 48.43.535, 48.43.537, 48.43.545, 48.43.550, 70.02.110, 70.02.900, 48.43.190, 48.43.083, 48.43.0128, 48.43.780, 48.43.815, <u>48.200.020</u> through 48.43.435, 48.200.280, sections 6 through 8 of this act, and chapter 48.49 RCW.

NEW SECTION. Sec. 11. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.

NEW SECTION. Sec. 12. Sections 5 and 7 through 9 of this act take effect January 1, 2026."

Correct the title.

Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Caldier; Davis; Macri; Maycumber; Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representatives Hutchins, Assistant Ranking Minority Member; and .

MINORITY recommendation: Without recommendation. Signed by Representatives ; Bronoske; Graham; and Mosbrucker.

Referred to Committee on Appropriations

February 20, 2024

ESB 5241

Prime Sponsor, Senator Randall: Concerning material changes to the operations and governance structure of participants in the health care marketplace. Reported by Committee on Civil Rights & Judiciary

#### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature finds and declares that:

(1) The existence of accessible and affordable health care services that are responsive to the needs of the community is

an important public policy goal.

- (2) The COVID-19 pandemic laid bare both the crucial importance of our health care systems and the inequities that exist and exacerbate harm to marginalized communities, including in access to and delivery of affordable, quality care.
- (3) Health entity mergers, acquisitions, and contracting affiliations impact cost, quality, and access to health care, and affect working conditions and employee benefits.
- (4) Health entity mergers, acquisitions, and contracting affiliations have been shown to result in anticompetitive consequences, including higher prices and a lack of any meaningful choice among health care providers within a community or geographic region. These negative outcomes are exacerbated for those in rural areas with few health care providers.
- (5) The legislature is committed to ensuring that Washingtonians have access to the full range of reproductive, end-of-life, and gender affirming health care services. Yet, Washingtonians continue to experience difficulty accessing gender affirming care, and health entity mergers and acquisitions in Washington state have resulted in material reductions in reproductive and end-of-life health care services, to the detriment of communities and patients.
- (6) Health entity mergers, acquisitions, and contracting affiliations must improve rather than harm access to affordable quality health care.

Sec. 2. RCW 19.390.010 and 2019 c 267 s 1 are each amended to read as follows:

(1) It is the intent of the legislature to ensure that competition beneficial to consumers in health care markets across Washington remains vigorous and robust and <u>health</u> care be affordable accessible. The legislature supports ((that intent() ) these intents through this chapter, which provides the attorney general with notice of all material health care transactions in this state so that the attorney general has the information determine whether necessary to investigation under the consumer protection act is warranted for potential anticompetitive conduct and consumer harm. potential This chapter is intended to supplement the Hart-Scott-Rodino federal antitrust improvements act, Title 15 U.S.C. Sec. 18a, by requiring notice of transactions not reportable under Hart-Scott-Rodino reporting thresholds and by providing the attorney general with a copy of any filings made pursuant to the Hart-Scott-Rodino act. In to ensuring vigorous and robust <u>addition</u> competition in health care markets, this chapter is also intended to ensure material change transactions result in the affected communities having the same or greater access to quality, affordable care, including emergency care, primary reproductive care, end-of-life care, care including services provided in accordance with chapter 70.245 RCW, and affirming care.

(2) Notwithstanding the language in this chapter regarding the attorney general's authority to determine the effect of a material change transaction on access to care, nothing in this chapter is intended to derogate from or otherwise affect in any way the attorney general's authority to conduct an investigation, or the process of any investigation, under chapter 19.86 RCW. Nothing in this section is intended to change or affect in any way any substantive law regarding the antitrust analysis of a material change transaction.

Sec. 3. RCW 19.390.020 and 2019 c 267 s 2 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Acquisition" means an agreement, arrangement, or activity the consummation of which results in a person acquiring directly or indirectly the control of another person, and includes the acquisition of voting securities and noncorporate interests, such as assets, capital stock, membership interests, or equity interests.
- interests, or equity interests.

  (2) "Affiliate" means a person that directly, or indirectly through one or more intermediaries, controls or has ownership of, is controlled or owned by, or is under common control or ownership of a person. A provider organization that is not otherwise affiliated with a hospital or hospital system is not considered an affiliate of a hospital or hospital system solely on the basis that it contracts with the hospital or hospital system to provide facility-based services including, but not limited to, emergency, anesthesiology, pathology, radiology, or hospital services.
- radiology, or hospital services.
  (3) "Carrier" means the same as in RCW 48.43.005.
- ((<del>(3)</del>))(<u>4</u>) "Contracting affiliation" means the formation of a relationship between two or more entities that permits the entities to negotiate jointly with carriers or third-party administrators over rates for professional medical services, or for one entity to negotiate on behalf of the other entity with carriers or third-party administrators over rates for professional medical services. "Contracting affiliation" does not include arrangements among entities under common ownership or arrangements where at least one entity in the arrangement is owned or operated by a state entity.

  ((<del>(4)</del>))(5) "Gender affirming care" means
- a service or product that a health care provider, as defined in RCW 70.02.010,

prescribes to an individual to treat any condition related to the individual's gender identity and is prescribed in accordance with generally accepted standards of care. <u>Gender affirming care must be covered in a</u> manner compliant with the federal mental <u>health parity and addiction equity act of</u> 2008 and the federal patient protection and affordable care act of 2010. Gender <u>affirming care can be prescribed to two</u> spirit, transgender, nonbinary, intersex,

and other gender diverse individuals.
 (6) "Health care services" means medical, chiropractic, hospital, surgical, optometric, podiatric, pharmaceutical, ambulance, mental health, substance use disorder, therapeutic, preventative, curative, diagnostic, rehabilitative, and any other custodial, palliative, services relating to the prevention, cure, or treatment of illness, injury, or disease. Health care services may be provided virtually, on-demand, or in brick and mortar <u>settings.</u>

((<del>(5)</del> "Health care services revenue" means the total revenue received for health care services in the previous twelve months.

(6))(7) "Health care revenue" means combined Washington-derived revenue from health care services or administration from a party and all of its affiliates including, but not limited to, patient revenue and premiums paid to carriers, as applicable.

- "Health maintenance organization" (8) an organization receiving a ate of registration pursuant to means certificate of registration pursuant to chapter 48.46 RCW which provides comprehensive health care services to enrolled participants of such organization on a group practice per capita prepayment basis or on a prepaid individual practice plan, except for an enrolled participant's responsibility for copayments and deductibles, either directly or through contractual or other arrangements with other institutions, entities, or persons, and which qualifies as a health maintenance organization pursuant to RCW 48.46.030 and 48.46.040.
- $((\frac{7}{1}))(9)$  "Hospital" means a facility licensed under chapter 70.41 or 71.12 RCW.

  (((8)))(10) "Hospital system" means:

  (a) A parent corporation of one or more

- hospitals and any entity affiliated with such parent corporation ((through ownership or control)); or
- (b) A hospital and any entity affiliated
- with such hospital  $((\frac{\text{through ownership}}{((\frac{\text{(+)}}{1}))(11)})$ . "Merger" means ((<del>(9)</del>))<u>(11)</u> consolidation of two or more organizations, including two or more organizations joining through a common parent organization or two or more organizations forming a new organization, but does not include a corporate reorganization.

 $((\frac{(10)}{(12)}))$  "Person" means, where applicable, natural persons, corporations, trusts, and partnerships.

 $((\frac{11}{(11)}))$  "Provider" means a natural person who practices a profession identified in RCW 18.130.040.

"Provider  $((\frac{(12)}{(14)}))$ organization" means a corporation, partnership, business trust, association, or organized group of persons, whether incorporated or not, which is in the business of health care delivery or management and that represents seven or more health care providers in contracting with carriers or third-party administrators for the payments of health care services. A "provider organization" includes physician organizations, physician-hospital independent practice organizations, provider associations, networks, accountable care organizations.

((<del>(13)</del>))<u>(15) "Reproductive health care"</u> means any medical services or treatments, including pharmaceutical and preventive care services or treatments, directly involved in the reproductive system and its processes, functions, and organs involved in reproduction, in all stages of life.

(16) "Successor persons" means persons

formed by, resulting from, or surviving any material change transaction under this

<u>chapter.</u>
<u>(17)</u> "Third-party administrator" means an entity that administers payments for health care services on behalf of a client in exchange for an administrative fee.

**Sec. 4.** RCW 19.390.030 and 2019 c 267 s 3 are each amended to read as follows:

(1) Not less than ((sixty)) 120 days prior to the effective date of any transaction that results in a material change, the parties to the transaction shall submit written notice to the attorney general of such material change <u>transaction</u>.

(2) For the purposes of ((<del>section</del>))<u>chapter</u>, a material change transaction includes a merger, acquisition, or contracting affiliation ((between)):

(a) Between two or more ((entities)) of the following ((types))entities:

((<del>(a)</del>))<u>(i)</u> Hospitals;

 $((\frac{b}{b}))$  (ii) Hospital systems; or

((<del>(c)</del>)) <u>(iii)</u> Provider organizations; or

(b) Between the following entities:

(i) An entity described in (a) of <u>subsection and a carrier or an insurance</u> holding company system, as defined in RCW 48.31B.005; or

(ii) An entity described in (a) of this subsection and any other person or entity that has as its primary function the provision of health care services or that is a parent organization of, has control over, or governance of, an entity that has as its primary function the provision of health <u>care services</u>.

change (3) A material transaction includes proposed changes identified in subsection (2) of this section between ((a Washington entity and an out-of-state entity where the out-of-state entity generates ten million dollars or more in health care services revenue from patients residing in Washington state, and the entities are of the types identified in subsection (2) of this section) ) Washington entities. Α material change transaction also includes <u>transactions between Washington entities</u> described in subsection (2)(a) of this section and out-of-state entities if the transaction will impact health care in Washington. Any party to a material change transaction that is licensed or operating in Washington state shall submit a notice as required under this section.

- (4) For purposes of subsection (2) of this section, a merger, acquisition, or contracting affiliation between two or more ((hospitals, hospital systems, or provider organizations))entities only qualifies as a material change transaction if the ((hospitals, hospital systems, or provider organizations))entities did not previously have common ownership or a contracting affiliation.
- Sec. 5. RCW 19.390.040 and 2019 c 267 s 4 are each amended to read as follows:
- (1) ((The)) For material change transactions where none of the parties have generated \$25,000,000 or more in health care revenue in any of their preceding three fiscal years, the written notice provided by the parties, as required by RCW 19.390.030, must include:
- (a) The names of the parties and their current business addresses;
- (b) Identification of all locations where health care services are currently provided by each party and its affiliates;
- (c) A brief description of the nature and purpose of the proposed material change transaction; and
- (d) The anticipated effective date of the proposed material change  $\underline{\text{transaction}}$ .
- (2) <u>For material change transactions</u> where none of the parties are hospitals or hospital systems or an affiliate of a hospital or hospital system and all of the parties serve predominantly low-income, medically underserved individuals, and all of the parties had for each of their preceding three fiscal years at least 50 percent of their total patient revenue come from medicaid or local, state, or federal funding to provide care to uninsured or underinsured individuals, and the material change transaction would not result in materially lowering the overall level of care the successor persons' provide to individuals on medicaid or who are uninsured or underinsured, or cause, for the successor persons, the percentage of total patient revenue that comes from medicaid or local, <u>state, or federal funding to provide care to</u> uninsured or underinsured individuals to drop below 50 percent, the written notice provided by the parties, as required by RCW 19.390.030, must include:
- (a) The information and documentation required under subsection (1)(a) through (d) of this section; and
- (b) Documentation demonstrating that all the parties to the material change transaction had for each of their preceding three fiscal years at least 50 percent of their total patient revenue come from medicaid or local, state, or federal funding to provide care to uninsured or underinsured individuals, and a statement from the parties describing how the material change transaction will result in the successor persons complying with the requirements under this subsection.
- (3) For all material change transactions other than those specified under subsections (1) and (2) of this section, the written notice provided by the parties, as required by RCW 19.390.030, must include:

- (a) The information and documentation required under subsection (1)(a) through (d) of this section;
- (b) A copy of the material change transaction agreements;
- (c) A copy of the organizational charts of the parties to the transaction and proposed organizational charts, if any, for after the closing of the transaction;
- (d) Financial statements for the prior three fiscal years;
- (e) If applicable, a copy of the notification and report form submitted to the federal trade commission and United States department of justice under the Hart-Scott-Rodino Act of 1976, and all rules and regulations promulgated thereunder, and any attachments thereto;
- (f) If applicable, a statement from each of the parties' board of directors that explains the anticipated effect the material change transaction will likely have on delivery and cost of health-related services to the communities impacted by the material change transaction, and the basis for this opinion;
- (g) If applicable, a copy of the two most recent community health needs assessments or any similar evaluations or assessments prepared by or for any entities that are the subject of the material change transaction;
- (h) If applicable, a description of all charity care provided in the last three years, as well as denials, and the projected charity care for three years following the material change transaction by the parties to the material change transaction, or any successor persons. This description must include:
  - (i) Annual total charity care spending;
- (ii) A description of how the amount of charity care spending was calculated;
- (iii) The number of charity care denials and reasons for denial; and
- (iv) A description of the policies, procedures, and eligibility requirements for the provision of charity care;
- (i) If applicable, a description of the health care services currently provided at each hospital, hospital system, or provider organization that is the subject of the material change transaction;
- (j) If applicable, a description of all services provided in the past three years by each hospital, hospital system, and provider organization that is the subject of the material change transaction to apple health patients, qualified health plan patients, and indigent patients;
- (k) If applicable, all policies, procedures, and other training materials related to registration, admission, and collections, including upfront, point-of-service, and postservice billing and collections;
- (1) If applicable, any updates to the following current policies for any hospital and, to the extent they exist, the following current policies for any party to the material change transaction that is the subject of the material change transaction:

  (i) Admission policies; (ii) end-of-life policies; (iv) reproductive health policies; and (v) the reproductive health

care services form as required under RCW
70.41.520;

(m) If applicable, the following proposed policies that will apply after the material <u>change transaction for any</u> <u>hospital</u> or provider organization that is the subject of the material change transaction: Admission policies; (ii) nondiscrimination (iii) end-of-life policies; (iv) policies; reproductive health policies; and (v) for the reproductive health form as required under hospitals, care <u>services</u> RCW 70.41.520;

(n) If applicable, and to the extent they exist, any policies concerning the information and referrals medical providers are required to provide or are restricted from providing to patients regarding end-of-life care, including services provided in accordance with chapter 70.245 RCW;

(o) If applicable, if the material change transaction will have any impact on reproductive health care services provided by any hospital, hospital system, or provider organization that is the subject of the material change transaction, or any <u>impact on the availability or accessibility</u> reproductive health care services Washington state, a description of the reproductive health care services provided in the last three years by each hospital, <u>hospital system, or provider organization</u> that is the subject of the material change <u>transaction and a description of the effect</u> the material change transaction will have on available reproductive health care services. This description must include the types and aggregate number of reproductive services provided in the last three years and those proposed to be provided after the material <u>change transaction, including, but not</u> limited to, information about contraception provision, pregnancy terminations, tubal ligations, and fertility treatments provided, and a description of how this information was compiled;

(p) If applicable, if the material change transaction will have any impact on end-of-<u>life health care services provided by any</u> hospital, hospital system, or provider <u>organization that is the subject of the</u> material change transaction, including services provided in accordance with chapter 70.245 RCW, or any impact on the availability or accessibility of end-of-life health care services in Washington state, including services provided in accordance with chapter 70.245 RCW, a description of <u>end-of-life</u> <u>health</u> <u>care</u> <u>services</u> provided in the last three years by each <u>hospital, hospital system, or provider</u> organization that is the subject of the material change transaction and description of the effect the material change transaction will have on available end-of-life care services. This description must include the types and aggregate number of end-of-life services provided in the last three years and those proposed to be provided after the material <u>change</u> transaction including, but not limited to, information about the number of occasions in which doctors served as consulting or attending physicians at the hospital, hospital system, or provider organization under chapter 70.245 RCW, a description of the end-of-life health care services expected to be available at the hospitals, hospital systems, or provider organizations that are the subject of the material change transaction, and a description of how this information was compiled;

(q) If applicable, if the material change transaction will have any impact on genderaffirming health care services provided by any hospital, hospital system, or provider organization that is the subject of the material change transaction, or any impact on the availability or accessibility of gender-affirming health care services Washington state, a description of all gender-affirming health care services provided in the last three years by each hospital, hospital system, or provider organization that is the subject of the material change transaction and a description of the effect the material change transaction will have on available gender-affirming care. This description must include the types and aggregate numbers of gender-affirming health care provided in the last three years and those proposed to be provided after the material change transaction including, but not limited to, facial gender-affirming care, body genderaffirming care, and primary sex characteristics care, and a description of how this information was compiled;

(r) A description of any anticipated changes in health care services provided by any party to the material change transaction after the transaction is completed. If anticipated alterations include a reduction, relocation, or elimination of a service, the following information should be included: (i) The need the population presently has for the service; and (ii) how the need will be adequately met by the proposed alteration or alternative arrangements designed to meet the identified need;

(s) A description of each measure proposed by the parties to mitigate or eliminate any potential adverse effect on the availability or accessibility of health care services to the affected communities that may result from the material change transaction;

(t) A description of any changes to sexual assault nurse examiner and forensic nurse examiner programs after the material change transaction at any hospital, hospital system, or provider organization that is the subject of the material change transaction and any measures proposed by the parties to mitigate or eliminate any potential adverse effects to these programs;

(u) A description of any community benefit program provided by any of the parties to the material change transaction during the past three years with an annual cost of at least \$10,000 and the annual cost of each program for the past five years;

(v) If applicable, a description of current policies and procedures on staffing for patient care areas; employee input on health quality and staffing issues; and employee wages, salaries, benefits, working conditions, and employment protections. This description must include a list of all existing staffing plans, policy and procedure manuals, employee handbooks,

collective bargaining agreements, or similar employment-related documents;

(w) If applicable, all existing documents setting forth any guarantees made by any entity that would be taking over operation or control of a party to the material change transaction relating to employee job security and retraining, or the continuation of current staffing levels and policies, employee wages, salaries, benefits, working conditions, and employment protections;

(x) A statement as to whether, after the material change transaction, neutrality will be maintained through all communications and usage of funds regarding nonunion employees

forming a union;

(y) For each hospital, hospital system, or provider organization that is the subject of the material change transaction, a statement as to whether any successor of the employer or union will be bound to any existing union certification and any existing collective bargaining agreement;

(z) A description of current debt collection practices and a description of any anticipated changes to debt collection practices following the material change

transaction;

(aa) If applicable, a detailed statement and documents relating to the parties' plans for existing provider privileges after the material change transaction;

(bb) A detailed statement and documents relating to the parties' plans for ensuring safeguards to avoid conflict of interest in patient referral after the material change transaction;

(cc) A detailed statement and documents relating to the parties' commitment and plans to provide health care to the disadvantaged, the uninsured, and the underinsured, and how benefits to promote improved health in the affected community will be provided after the material change transaction; and (dd) A list of the primary languages

(dd) A list of the primary languages spoken by patients in the service area that is the subject of the material change

transaction.

(4) (a) In cases of an extraordinary emergency situation that threatens access to health care services and has the potential to immediately harm consumers, the attorney general may limit the information otherwise required by subsection (3) of this section for the sole purpose of expediting the review process.

(b) If the parties to a material change transaction seek expedited review under (a) of this subsection, the parties shall provide documentation to the attorney general's office demonstrating the existence of an extraordinary emergency situation including a complete statement of facts, circumstances, and conditions which demonstrate the extraordinary emergency situation.

(c) The attorney general shall respond within 10 days to advise the parties as to whether any information otherwise required by subsection (3) of this section may be waived.

(d) Nothing in this subsection alters the preliminary or comprehensive review and oversight required under RCW 19.390.050,

19.390.070, and 19.390.080 and sections 7, 9 through 17, and 19 through 21 of this act.

(e) Nothing in this subsection alters the information collection requirements in other sections of this chapter including the requirement of a public hearing under section 12 of this act.

(5) The attorney general shall charge an applicant fee sufficient to cover the costs of implementing this chapter. Fees for a specific material change transaction review must be set relative to whether the review is preliminary or comprehensive.

(6) The attorney general may request additional information that is necessary to

implement the goals of this chapter.

(7) Nothing in this section prohibits the parties to a material change <u>transaction</u> from voluntarily providing additional information to the attorney general.

Sec. 6. RCW 19.390.050 and 2019 c 267 s 5 are each amended to read as follows:

((The)) For the purpose of conducting an investigation under chapter 19.86 RCW or federal antitrust laws, the attorney general shall make any requests for additional information from the parties under RCW 19.86.110 within ((thirty))30 days of the date notice is received under RCW 19.390.030 and 19.390.040. ((Nothing)) Regardless of whether the attorney general requests additional information from the parties, nothing in this section precludes the attorney general from conducting an investigation or enforcing any state or federal ((antitrust)) laws at a later date.

NEW SECTION. Sec. 7. (1) The attorney general shall determine if the notice required under RCW 19.390.030 and 19.390.040 is complete for the purposes of review. If the attorney general determines that a notice is incomplete, it shall notify the parties within 15 working days after the date the notice was received stating the reasons for its determination of incompleteness.

(2) A completed notice shall be deemed received on the date when all the information required by RCW 19.390.040 has been submitted to the attorney general's office.

(3) For all material change transactions included under RCW 19.390.040(3), the attorney general shall, within five working days after receipt of a completed notice, include information about the notice on the attorney general's website and in a newspaper of general circulation in the county or counties where communities impacted by the material change transaction are located. In addition, the attorney general shall notify by first-class United States mail, email, or facsimile transmission, any person who has requested notice of the filing of such notices. The information must state that a notice been received, state the names of parties to the material change transaction, describe the contents of the written notice in clear and simple terms, and state the date and process by which a person may submit written comments about the notice to the attorney general's office.

(4) The attorney general is not required to make public any information submitted pursuant to its investigative authority under chapter 19.86 RCW, or any information or analysis associated with an investigation under chapter 19.86 RCW.

Sec. 8. RCW 19.390.080 and 2019 c 267 s 8 are each amended to read as follows:

Any person who fails to comply with ((any provision of this chapter))RCW 19.390.030 or 19.390.040 is liable to the state for a civil penalty of ((not more than two hundred dollars per day for each day during which such person is in violation of this chapter))up to 15 percent of the value of the material change transaction, in the discretion of the attorney general.

NEW SECTION. Sec. 9. (1) No material change transaction under this chapter may take place if it would detrimentally affect the continued existence of accessible, affordable health care in Washington state for at least 10 years after the transaction occurs. To this end the material change transaction must result in the affected communities having the same or greater access to quality, affordable care, including but not limited to emergency care, primary care, reproductive health care, gender affirming care, and end-of-life care including services provided in accordance with chapter 70.245 RCW.

- (2) The material change transaction must also result in:
- (a) Reducing the growth in patient and health plan sponsor costs;
- (b) Increasing access to services in medically underserved areas;
- (c) Rectifying historical and contemporary factors contributing to a lack of health equities or access to services; or
- (d) Improving health outcomes for residents of this state.
- (3) The material change transaction must not result in the revocation of hospital privileges and must establish sufficient safeguards to maintain appropriate capacity for health provider education.
- (4) The material change transaction must not result in a reduction in staffing capacity for the provision of medically necessary services to the extent such reductions would diminish patients' access to quality care.
- (5) In determining whether a material change transaction fulfills the requirements of subsections (1) through (4) of this section, the attorney general shall take into consideration whether the material change transaction is necessary to maintain the solvency of an entity involved in the transaction. However, the attorney general may not determine that a material change transaction is necessary to maintain the solvency of an entity without first having an independent contractor prepare a financial assessment of the entity. Such must include to the material possible assessment alternatives change transaction, and the likely impact of those alternatives, if implemented, on the entity's solvency.

(6) Nothing in this chapter is intended to derogate from or otherwise affect in any way the attorney general's authority to conduct an investigation, or the process of any investigation, under chapter 19.86 RCW. Nothing in this section is intended to change or affect in any way any substantive law regarding the antitrust analysis of a material change transaction.

NEW SECTION. Sec. 10. (1) For all material change transactions included under RCW 19.390.040(3), the attorney general shall conduct a preliminary review of the completed notice to determine if the material change transaction will fulfill the requirements under section 9 of this act. The review must include, but is not limited to, an analysis of the information and documentation provided under RCW 19.390.040 and one public hearing.

(2) After conducting the preliminary review, if the attorney general determines that the material change transaction is likely to fulfill the requirements under section 9 of this act, the attorney general may not conduct a comprehensive review of the material change transaction as provided under sections 11, 13, and 14 of this act.

(3) The attorney general shall, within 60 days of receiving a completed notice, inform parties to a material change transaction as to whether a comprehensive review of the material change transaction is required as provided under sections 11, 13, and 14 of this act.

(4) Nothing in this chapter is intended to derogate from or otherwise affect in any way the attorney general's authority to conduct an investigation, or the process of any investigation, under chapter 19.86 RCW. Nothing in this section is intended to change or affect in any way any substantive law regarding the antitrust analysis of a material change transaction.

NEW SECTION. Sec. 11. (1) For all material change transactions included under RCW 19.390.040(3) that are not limited to the preliminary review under section 10 of this act, the attorney general shall review the completed notice and conduct a comprehensive review. After conducting a comprehensive review, the attorney general shall within 120 days of receiving the completed notice:

(a) Approve the material change transaction in writing. The approval of a material change transaction pursuant to this chapter does not constitute approval for the purpose of RCW 19.86.170, or any other provision of state or federal consumer protection or antitrust law. Such approval pursuant to this chapter does not preclude the attorney general from taking any action to enforce state or federal consumer protection or antitrust law;

(b) Impose conditions or modifications on the material change transaction to ensure the requirements of section 9 of this act are met and that sufficient safeguards are in place to ensure communities have continued or improved access to affordable quality care. The imposition of such conditions or modifications shall be in

writing and constitute a final decision subject to all appellate rights contained within this chapter; or

- (c) Disapprove the material change transaction in writing with written justification, which shall constitute a final decision subject to all appellate rights contained within this act.
- (2) Within 30 days after a final decision of the attorney general either denying or approving with modifications a material  $% \left( 1\right) =\left( 1\right) \left( 1\right)$ change transaction, any party t.o t.he material change transaction may appeal the decision to the superior court for review in accordance with RCW 34.05.570(4). An appeal to the superior court shall be to the superior court of a county in which the material change transaction is to have occurred or to the superior court for Thurston county. Such appeal shall be perfected by filing with the clerk of the court a notice of appeal and by serving a copy thereof by mail, or personally, on the general or their attornev appointed designee. The attorney general shall, in all cases within 15 days after the receipt of such notice of appeal, serve and file its notice of appearance and such appeal shall thereupon be deemed at issue. The attorney general shall serve upon the appealing party and file with the clerk of the court within 30 days of the filing of the appeal, a certified copy of the attorney general's official record which shall include the decision, final and all accompanying subject documents. t.o t.he same confidentiality protections provided to such documents in the underlying act. These shall become the record in the case subject to leave of the court. The superior court shall review the final decision of the attorney general, subject to the statutory requirements of the underlying act and chapter 34.05 RCW.
- (3) The attorney general may not make its decision to disapprove the material change transaction subject to any condition not directly and rationally related to the requirements under section 9 of this act and any condition or modification must bear a direct and rational relationship to the notice under review and the requirements under section 9 of this act.
- (4) Nothing in this chapter is intended to derogate from or otherwise affect in any way the attorney general's authority to conduct an investigation, or the process of any investigation, under chapter 19.86 RCW. Nothing in this section is intended to change or affect in any way any substantive law regarding the antitrust analysis of a material change transaction.
- NEW SECTION. Sec. 12. During the course of the preliminary review of notices of material change transactions under RCW 19.390.040(3), as provided under section 10 of this act, the attorney general shall conduct one or more public hearings, at least one of which must be in a county where one of the communities impacted by the material change transaction is located and must also allow individuals to participate remotely in the hearing. If a material change transaction undergoes the

- comprehensive review process as provided for under sections 11, 13, and 14 of this act, the attorney general may conduct additional public hearings. At the hearings, anyone may file written comments and exhibits or appear and make a statement. The attorney general may subpoena additional information or witnesses, require and administer oaths, require sworn statements, take depositions, and use related discovery procedures for purposes of the hearing and at any time prior to making a decision on the material change transaction.
- (1) The first public hearing must be held no later than 30 days after the attorney general receives a completed notice.
- (2) At least 15 days prior to the public hearing, the attorney general shall provide notice of the time and place of the hearing on its website and to any person who has requested notice of the hearing in writing.
- (3)(a) At least 15 days prior to the public hearing, the parties to the material change transaction shall provide notice of the time and place of the hearing. The notice must be provided:
- (i) Through publication in a newspaper of general circulation in the communities that will be impacted by the material change transaction;
- (ii) At the public entrance and on the bulletin board designated for legal or public notices of any hospital, hospital system, provider organization, and other health care facility that is the subject of the material change transaction;
- (iii) Prominently on the website available to the public of any hospital, hospital system, provider organization, and other health care facility that is the subject of the material change transaction; and
- (iv) On the website available to the employees of any hospital, hospital system, provider organization, and other health care facility that is the subject of the material change transaction.
- The notice of the time and place of the meeting must be provided in English and in the languages spoken in the county or counties in which the hospitals, hospital systems, provider organizations, or other health care facilities that are the subject of the material change transaction are located.
- (b) For purposes of this section, "health care facility" means a hospital, clinic, nursing home, laboratory, office, or similar place where a health care provider provides health care to patients.
- (4) Within 15 business days of the last hearing, the attorney general shall compile a summary report of each public hearing proceeding and post the summary report on its website.
- (5) If during the course of the preliminary or comprehensive review, there is any change in the terms of the material change transaction that materially alters any of the information that the parties to the material change transaction provided under RCW 19.390.040(3), the attorney general shall conduct an additional public hearing to ensure adequate public comment regarding the proposed change.

(6) Nothing in this chapter is intended to derogate from or otherwise affect in any way the attorney general's authority to conduct an investigation, or the process of any investigation, under chapter 19.86 RCW. Nothing in this section is intended to change or affect in any way any substantive law regarding the antitrust analysis of a material change transaction.

NEW SECTION. Sec. 13. (1) For any material change transactions included under RCW 19.390.040(3), which are not limited to the preliminary review under section 10 of this act, the attorney general must hire an independent contractor to prepare a health equity assessment. The independent contractor shall be screened for any conflicts of interest in advance, agree to maintain confidentiality of information pursuant to this chapter, agree to charge a reasonable market-rate fee, and have necessary experience and expertise. In creating a health equity assessment, the independent contractor must engage with and provide input in the assessment from the department of health, local public health jurisdictions, emergency health care coalitions, health care entities, public health experts, organizations representing employees of the applicant, health care employees of the applicant, health care advocates, community members who reside in the service areas of the parties to the material change transaction, the parties to the material change transaction, and other individuals or organizations the attorney general, secretary of health, or independent contractor determine should be consulted. Any assessment conducted under this section must be completed 30 days prior to the attorney general's deadline to complete a review under section 10 of this act.

- (2) The health equity assessment must contain information and data, including health services data, to better inform the attorney general as to whether the parties meet the requirements for a material change transaction under section 9 of this act.
- (3) The health equity assessment must include, but is not limited to, the following information:
- (a) An assessment of whether the material change transaction will improve or reduce access to health services in the communities impacted by the material change transaction including, but not limited to, emergency care services, primary care services, specialty services, reproductive health care services, gender affirming health care, and end-of-life services including services provided in accordance with chapter 70.245 RCW;
- (b) An assessment of whether the material change transaction will reduce health disparities with particular reference to members of medically underserved groups in the parties' service areas;
- (c) An assessment of the effect of the material change transaction on the affordability and provision of health care services to individuals eligible for medical assistance under chapter 74.09 RCW or medicare, indigent individuals, individuals with disabilities, women, racial and ethnic minorities, lesbian, gay, bisexual,

transgender, gender diverse, or queer individuals, terminally ill individuals, and other underserved or marginalized populations;

(d) An assessment of the effect of the material change transaction on the level and type of charity care the parties to the material change transaction will provide;

(e) An assessment of the effect of the material change transaction on any community benefit program that the parties to the material change transaction have historically funded or operated;

- (f) An assessment of the effect of the material change transaction on staffing for patient care and areas of patient care within facilities as it may affect availability of care, on the likely retention of employees as it may affect continuity of care, and on the rights of employees to provide input on health quality and staffing issues;
- (g) An assessment of the effect of the material change transaction on the cost of patient care;
- of (h) An assessment the performance of the parties to the material change transaction in meeting state and federal requirements to provide uncompensated care, community services, and access by minorities and people with disabilities to programs receiving federal financial assistance, including the existence of any civil rights access complaints against any of the parties, and how the material change transaction will fulfillment impact the of these requirements;
- (i) An assessment of whether the material change transaction will have a positive or negative impact on effective communication between the hospitals, hospital systems, or provider organizations and people with limited English-speaking ability and those with speech, hearing, or visual impairments; (j) An assessment of whether the material
- (j) An assessment of whether the material change transaction will reduce architectural barriers for people with mobility impairments with specific input from the department of health;
- (k) A review of how the parties to the material change transaction will maintain or improve the quality of health services including a review of:
- (i) Demographics of the parties' service areas;
- (ii) Economic status of the population of the parties' services area;
- (iii) Physician and professional staffing issues related to the material change transaction;
- (iv) Availability of similar services at other institutions in or near the parties' services area; and
- (v) Historical and projected market shares of hospitals, hospital systems, and provider organizations in the parties' service area;
- (1) A financial and economic assessment that includes a description of current costs and competition in the relevant geographic and product market and any anticipated changes in such costs and competition as a result of the material change transaction; and

- (m) A discussion of alternatives, and anticipated impacts of alternatives, to the material change transaction, including: (i) Closure of any of the health facilities that are the subject of the material change transaction; and (ii) recommendations for additional feasible mitigation measures that would reduce or eliminate any significant adverse effect on health care services and affordability identified in the health equity assessment.
- (4) The information contained in the independent heath equity assessment must be used by the attorney general's office in determining under section 11 of this act whether to impose conditions or modifications or disapprove the material change transaction.
- (5) The health equity assessment must be posted on the attorney general's website.
- NEW SECTION. Sec. 14. (1) The attorney general may at its discretion appoint a review board of stakeholders to conduct a comprehensive review and make recommendations as to whether a material change transaction under RCW 19.390.040(3), other than material change transactions limited to the preliminary review under section 10 of this act, fulfills the requirements under section 9 of this act.
- (2) A review board convened by the attorney general under this section must consist of members of the communities affected by the material change transaction, consumer advocates, and health care experts.
- (3) No more than one-third of the members of the review board may be representatives of institutional health care providers. The attorney general may not appoint to a review board an individual who is employed by or has a contract with a party to the material change transaction or is employed by a competitor that is of a similar size to a party to the material change transaction.
- (4) A member of a review board shall file a notice of conflict of interest and the notice shall be made public.
- NEW SECTION. Sec. 15. (1) The secretary of state may not accept any forms or documents in connection with any material change transaction if the attorney general, in accordance with section 11 of this act, disapproved the material change transaction or the parties to the material change transaction have not agreed to any conditions or modifications imposed by the attorney general in accordance with section 11 of this act.
- (2) The attorney general may seek an injunction to prevent any material change transaction that has been disapproved by the attorney general in accordance with section 11 of this act or that does not incorporate any conditions or modifications imposed by the attorney general in accordance with section 11 of this act.
- NEW SECTION. Sec. 16. For any material change transaction included under RCW 19.390.040(3), the following apply:
- (1) Once a material change transaction is finalized the parties shall inform the

- attorney general in the form and manner prescribed by the attorney general.
- (2) For at least 10 years, the attorney general shall monitor the parties' and any successor persons' ongoing compliance with this chapter.
- (3) The attorney general shall, for 10 years, require annual reports from the parties to the material change transaction or any successor persons to ensure compliance with section 9 of this act and any conditions or modifications the attorney general imposed on the material change transaction. The attorney general may request information and documents and conduct on-site compliance audits.
- (4) To effectively monitor ongoing compliance, the attorney general shall regularly provide the opportunity for the public to submit written comments, and may, in its discretion, contract with experts and consultants. Contract costs must not exceed an amount that is reasonable and necessary to conduct the review and evaluation.
- to conduct the review and evaluation.

  (5) If the attorney general has reason to believe that the parties or successor persons' of a material change transaction no longer satisfy the requirements of section 9 of this act, or are not complying with any conditions or modifications imposed by the attorney general under section 11 of this act, the attorney general shall conduct an investigation. As part of the investigation the attorney general will provide public notice of the investigation and obtain input from community members impacted by the material change transaction. Following the investigation, the attorney general shall publish a report of its findings.
- (6) If after the investigation, the attorney general determines that the parties or successor persons no longer satisfy the requirements of section 9 of this act, or are not complying with conditions or modifications imposed under section 11 of this act, the attorney general shall issue an order directing the parties or successor persons to come into compliance with this chapter and a timeline by which the parties must enter into compliance.
- (7) If the parties or successor persons do not enter into compliance with the attorney general's order, the attorney general may impose civil fines of no less than \$10,000 per day until the parties or successor persons comply with the order, and may take legal action under section 17 of this act.
- (8) The cost of the investigation and any on-site reviews related to determining the validity of the information will be borne by the parties to the material change transaction or successor persons.
- (9) The attorney general may bill the parties or successor persons and the parties or successor persons billed by the attorney general shall promptly pay. If the parties or successor persons fail to pay within 30 days, the attorney general may assess a civil fine of five percent of the billed amount for each day the party does not pay.
- <u>NEW SECTION.</u> **Sec. 17.** The attorney general has the authority to ensure compliance with commitments that inure to

the public interest. The attorney general take legal action to enforce this chapter, any conditions or modifications the attorney general imposes on a material change transaction, or any order the attorney general issues under section 16 of this act. The attorney general may obtain restitution, injunctive relief, disgorgement penalties. of profits, attorneys' fees, and such other relief as the court deems necessary to ensure compliance. The remedies provided under this chapter are in addition to any other remedy that may be available under any other provision of law.

Sec. 18. RCW 19.390.070 and 2019 c 267 s 7 are each amended to read as follows:

(1) Information submitted to the attorney general ((pursuant to this chapter)) under RCW 19.390.050 shall be maintained and used by the attorney general in the same manner and under the same protections as provided in RCW 19.86.110. The information, including documentary material, answers to written interrogatories, or transcripts of oral testimony produced pursuant to a demand or copies, must not, unless otherwise ordered by a superior court for good cause shown, be produced for inspection or copying pursuant to chapter 42.56 RCW by the person who produced the material, answered written interrogatories or gave oral testimony.

(2) (a) The parties to a material change transaction may designate portions of submitted pursuant 19.390.040(3) and any documents thereafter submitted by the parties as confidential if the information is sensitive financial, commercial, or proprietary information or is protected from disclosure by state federal law. The applicant shall provide two versions of any document designated as confidential. One shall be marked as "CONFIDENTIAL" and shall contain the full unredacted version of the document and shall be maintained as such by the attorney general. The second shall be marked as "PUBLIC" and shall contain a redacted version of the materials from which the confidential portions have been removed or obscured and shall be made available by the attorney general to the public, the entity providing the health care equity assessment pursuant to section 13 of this act, the entity providing the financial assessment pursuant to section 9 of this act, and the review board of stakeholders pursuant to section 14 of this act. An applicant claiming confidentiality in respect to documents shall include a redaction log that provides a reasonably detailed statement of the grounds on which confidentiality is claimed, citing the applicable basis for confidentiality of each portion.

(b) Confidential materials provided by a party to a material change transaction that is subject to review by the attorney general shall be maintained as confidential materials and not subject to disclosure under chapter 42.56 RCW.

(3) All materials provided during public hearings are considered public records for purposes of chapter 42.56 RCW.

(4) Nothing in this chapter limits the attorney general's authority under RCW 19.86.110 or 19.86.115. Nothing in this chapter expands the attorney general's authority under chapter 19.86 RCW, federal or state antitrust law, or any other law. Failure to comply with this chapter does not provide a private cause of action.

 $\underline{\text{NEW SECTION.}}$  Sec. 19. No provision of chapter 19.390 RCW derogates from the common law or statutory authority of the attorney general.

Sec. 20. The attorney NEW SECTION. general may adopt rules necessary to implement chapter 19.390 RCW and may with and provide reasonable contract reimbursement to qualified persons to assist in determining whether parties or successor persons are in compliance with the requirements under this chapter.

 $\underline{\text{NEW SECTION.}}$   $\mbox{\bf Sec. 21.}$  If a material change transaction is also subject to review under chapter 70.38 or 70.45 RCW, the review under those chapters shall be concurrent with the review under this chapter, to the extent practicable.

NEW SECTION. Sec. 22. Every four years, the attorney general shall commission a study of the impact of material change transactions in Washington state. The study must review material change transactions occurring during the previous four-year period and include an analysis of:

(1) The impact on costs to consumers and health sponsors for health care; and

(2) Any increases or decreases in the quality of care, including:

(a) Improvement or reductions in morbidity;

(b) Improvement or reductions in the

management of population health;

(c) Improvement or reductions in access to emergency care services, primary care services, reproductive health care services, gender affirming care services, and end-oflife care services including services provided in accordance with chapter 70.245 RCW; and

(d) Changes to health and patient outcomes, particularly for underserved and uninsured individuals, recipients of medical assistance and other low-income individuals, and individuals living in rural areas, as measured by nationally recognized measures of the quality of health care, such as measures used or endorsed by the national committee for quality assurance, the national quality forum, the physician consortium for performance improvement, or the agency for health care research and quality.

(3) The attorney general shall commission the first study under this section no later than January 1, 2028.

NEW SECTION. Sec. 23. (1) By January, 2026, the attorney general shall complete a study on the impact of health care mergers and acquisitions in Washington state between

health carriers as defined in RCW 48.43.005 and hospitals, hospital systems, or provider organizations. The study shall include:

(a) The impact on costs to consumers and

health sponsors for health care; and

(b) Any increases or decreases in the quality of care, including:

(i) Improvement or reductions in morbidity;

(ii) Improvement or reductions in the management of population health;

(iii) Improvement or reductions in access to emergency care services, primary care services, reproductive health care services, gender affirming care services, and end-of-life care services including services provided in accordance with chapter 70.245 RCW; and

Changes to health and patient (iv) outcomes, particularly for underserved and uninsured individuals, recipients of medical assistance and other low-income individuals, and individuals living in rural areas, as measured by nationally recognized measures of the quality of health care, measures used or endorsed by the national committee for quality assurance, quality national forum, the physician consortium for performance improvement, or the agency for health care research and quality.

(2) This section expires July 1, 2026.

 $\underline{\text{NEW SECTION.}}$  Sec. 24. This act may be known and cited as the keep our care act.

 ${
m NEW~SECTION.}\over 17$ , and 19 through 24 of this act are each added to chapter 19.390 RCW.

 $\underline{\text{NEW SECTION.}}$  Sec. 26. This act takes effect January 1, 2025.

NEW SECTION. Sec. 27. 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."

Correct the title.

Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Entenman; Goodman; Peterson and Walen.

MINORITY recommendation: Do not pass. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; and Cheney.

MINORITY recommendation: Without recommendation. Signed by Representative Thai.

Referred to Committee on Appropriations

February 21, 2024

2ESSB 5284 Prime Sponsor, State Government & Elections: Concerning campaign finance disclosure. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; Stearns, Vice Chair; Gregerson and Mena.

MINORITY recommendation: Without recommendation. Signed by Representatives Cheney, Ranking Minority Member; Assistant Ranking Minority Member; and Low.

Referred to Committee on Rules for second reading

February 20, 2024

ESSB 5299 Prime Sponsor, Law & Justice: Concerning law enforcement officer protection. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 9A.36.031 and 2013 c 256 s 1 are each amended to read as follows:

(1) A person is guilty of assault in the third degree if he or she, under circumstances not amounting to assault in the first or second degree:

(a) With intent to prevent or resist the execution of any lawful process or mandate of any court officer or the lawful apprehension or detention of himself, herself, or another person, assaults another; or

(b) Assaults a person employed as a transit operator or driver, the immediate supervisor of a transit operator or driver, a mechanic, or a security officer, by a public or private transit company or a contracted transit service provider, while that person is performing his or her official duties at the time of the assault; or

(c) Assaults a school bus driver, the immediate supervisor of a driver, a mechanic, or a security officer, employed by a school district transportation service or a private company under contract for transportation services with a school district, while the person is performing his or her official duties at the time of the assault; or

(d) With criminal negligence, causes bodily harm to another person by means of a weapon or other instrument or thing likely to produce bodily harm; or

(e) Assaults a firefighter or other employee of a fire department, county fire marshal's office, county fire prevention bureau, or fire protection district who was performing his or her official duties at the time of the assault; or

(f) With criminal negligence, causes bodily harm accompanied by substantial pain that extends for a period sufficient to cause considerable suffering; or

(g) Assaults a law enforcement officer or other employee of a law enforcement agency who was performing his or her official duties at the time of the assault; or

(h) Assaults a law enforcement officer or other employee of a law enforcement agency who was off duty at the time of the assault, but the assault was committed with the intent to specifically target the person due to their employment as a law enforcement professional; or

(i) Assaults a peace officer with a projectile stun gun; or ((\(\frac{(i)}{(i)}\))(\(\frac{j}{i}\)) Assaults a nurse, physician, or health care provider who was performing his or her nursing or health care duties at the time of the assault. For purposes of this subsection: "Nurse" means a person licensed under chapter 18.79 RCW; "physician" means a person licensed under chapter 18.57 or 18.71 RCW; and "health care provider" means a person certified under chapter 18.71 or 18.73 RCW who performs emergency medical services or a person regulated under Title 18 RCW and employed by, or contracting with, a hospital licensed under chapter 70.41 RCW; or

((\(\frac{(++)}{1}\))) (\(\k)\) Assaults a judicial officer, court-related employee, county clerk, or county clerk's employee, while that person is performing his or her official duties at the time of the assault or as a result of that person's employment within the judicial system. For purposes of this subsection, "court-related employee" includes bailiffs, court reporters, judicial assistants, court managers, court managers' employees, and any other employee, regardless of title, who is engaged in equivalent functions; or

((<del>(k)</del>))(<u>1</u>) Assaults a person located in a courtroom, jury room, judge's chamber, or any waiting area or corridor immediately adjacent to a courtroom, jury room, or judge's chamber. This section shall apply only: (i) During the times when a courtroom, jury room, or judge's chamber is being used for judicial purposes during court proceedings; and (ii) if signage was posted in compliance with RCW 2.28.200 at the time of the assault.

(2) Assault in the third degree is a class  $\ensuremath{\text{C}}$  felony.

Sec. 2. RCW 9.94A.831 and 2009 c 141 s 1 are each amended to read as follows:

In a criminal case where:

(1) The defendant has been convicted of assaulting a law enforcement officer or other employee of a law enforcement agency who was performing his or her official duties at the time of the assault as provided under RCW 9A.36.031; and

(2) There has been a special allegation pleaded and proven beyond a reasonable doubt that the defendant intentionally committed the assault with a deadly weapon as defined in RCW 9A.04.110, or what appears to be a firearm;

the court shall make a finding of fact of the special allegation, or if a jury trial is had, the jury shall, if it finds the defendant guilty, also find a special verdict as to the special allegation.

NEW SECTION. Sec. 3. 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."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Fosse and Graham.

MINORITY recommendation: Do not pass. Signed by Representative Farivar.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5306

Prime Sponsor, Agriculture, Water, Natural Resources & Parks: Authorizing the department of fish and wildlife to establish disease interdiction and control check stations. Reported by Committee on Agriculture & Natural Resources

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Rules for second reading

February 20, 2024

ESSB 5334

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Providing a local government option for the funding of essential affordable housing programs. Reported by Committee on Local Government

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 82.14 RCW to read as follows:

(1)(a) The legislative body of a county, city, or town is authorized to impose a special excise tax on the sale of or charge made for the furnishing of lodging of short-term rentals subject to tax under chapter 82.08 RCW, as provided in this section.

(b) The tax under this section applies exclusively to the sale of or charge made for the furnishing of lodging of short-term rentals facilitated through a short-term rental platform.

(c) The rate of tax under this section is imposed on the sale of, or charge made for, the furnishing of lodging of a short-term rental subject to tax under chapter 82.08 RCW. The rate of tax may not exceed 10 percent on the sale of or charge made for the furnishing of lodging of short-term rentals. The rate of tax under this section must not be imposed in increments of less than one percent. The department of revenue shall perform the collection of such taxes on behalf of a county, city, or town imposing the tax at no cost to the county, city, or town.

(d) Any county ordinance or resolution adopted under this section shall contain a provision allowing a credit against the county tax for the full amount of any city or town tax imposed under this section upon the same taxable event. The legislative authority of any county or any city may impose the tax authorized in this section throughout the county for the county tax and in the corporate limits of the city for the city tax.

- (e) The tax authorized in this section does not apply to the sale of, or charge made for, the furnishing of a room for lodging in a dwelling unit that is the primary residence of the owner and in which all rented rooms share a common entryway. A short-term rental platform must provide a means by which an owner can attest that a dwelling unit is the owner's primary residence and that all rooms rented in the dwelling unit share a common entryway. If the short-term rental platform collects and remits taxes on behalf of an owner, the owner must provide such an attestation to the short-term rental platform in order to qualify for this exemption. When collecting and remitting taxes on behalf of an owner, a short-term platform must notify the county, city, or town when an exemption applies under this section. Upon notification from a county, city, or town imposing the tax authorized in this section that t.he exemption does not apply to an owner's property, the short-term rental platform shall, if collecting and remitting taxes on the owner's behalf, collect and remit the tax authorized in this section.
- (2)(a) The legislative body of a county, city, or town must adopt a resolution of intent to adopt legislation authorizing the tax under this section prior to imposing the tax under this section.
- (b) Adoption of the resolution of intent and legislation requires simple majority approval of the enacting legislative authority.
- (3) (a) Except as provided in (b) of this subsection, moneys collected from the special excise tax under this section must be deposited into a separate fund to be used exclusively for the following purposes:
- (i) Acquiring, rehabilitating, or constructing affordable or workforce housing, which may include new units of affordable housing within an existing structure, or facilities providing supportive housing services;
- (ii) Funding the operations and maintenance costs of units of affordable, workforce, or supportive housing;
- (iii) Providing rental assistance to tenants; or
- (iv) Funding the operations of social service organizations and nonprofit organizations dedicated to providing services and assistance related to attaining and maintaining housing including, but not limited to, employment assistance, utilities assistance, nutritional assistance, and child care assistance.
- (b) A county, city, or town may retain up to five percent of the moneys collected under this section in each calendar year for the direct and indirect costs incurred in the administration of services and programs as provided in (a) of this subsection.
- (c) A county, city, or town imposing the tax authorized under this section may enter into an interlocal agreement under chapter 39.34 RCW with another county, city, or town, to jointly undertake projects satisfying the requirements of (b) of this subsection.
- (4) Beginning the year after the special excise tax authorized in this section is first collected, a county, city, or town

- imposing the tax must publish an annual report by March 1st of each year detailing how the revenue from the tax was spent in the prior year. The report must be made available to the public. This may include posting the report on the county's, city's, or town's website.
  - (5) For the purposes of this section:
- (a) "Operator" has the same meaning as in RCW 64.37.010.
- (b) "Short-term rental" and "short-term rental platform" have the same meanings as in RCW 64.37.010.
- Sec. 2. RCW 67.28.181 and 2015 3rd sp.s. c 24 s 703 are each amended to read as follows:
- (1)The legislative body municipality may impose an excise tax on the sale of or charge made for the furnishing of lodging that is subject to tax under chapter 82.08 RCW. The rate of tax shall not exceed the lesser of two percent or a rate that, when combined with all other taxes imposed upon sales of lodging within municipality under this chapter and chapters 36.100,  $((\frac{67.40}{}))$  82.08, and 82.14 RCW, equals twelve percent. A tax under this chapter shall not be imposed in increments smaller than tenths of a percent.
- (2) Notwithstanding subsection (1) of this section:
- (a) If a municipality was authorized to impose taxes under this chapter or RCW 67.40.100 or both with a total rate exceeding four percent before July 27, 1997, such total authorization shall continue through January 31, 1999, and thereafter the municipality may impose a tax under this section at a rate not exceeding the rate actually imposed by the municipality on January 31, 1999.
- (b) If a city or town, other than a municipality imposing a tax under (a) of this subsection, is located in a county that imposed taxes under this chapter with a total rate of four percent or more on January 1, 1997, the city or town may not impose a tax under this section.
- (c) If a city has a population of ((four hundred thousand))400,000 or more and is located in a county with a population of ((one million))1,000,000 or more, the rate of tax imposed under this chapter by the city shall not exceed the lesser of four percent or a rate that, when combined with all other taxes imposed upon sales of lodging in the municipality under this chapter and chapters 36.100, ((67.40,)) 82.08, and 82.14 RCW, equals ((fifteen))15 and two-tenths percent.
- (d) If a municipality was authorized to impose taxes under this chapter or RCW 67.40.100, or both, at a rate equal to six percent before January 1, 1998, the municipality may impose a tax under this section at a rate not exceeding the rate actually imposed by the municipality on January 1, 1998.
- (3) Any county ordinance or resolution adopted under this section shall contain a provision allowing a credit against the county tax for the full amount of any city or town tax imposed under this section upon the same taxable event.

- (4) In determining the effective combined rate of tax for purposes of the limit in subsections (1) and (2)(c) of this section, the tax rates under RCW 82.14.530 (( $\frac{1}{100}$ )) and section 1 of this act are not included.
- Sec. 3. RCW 82.14.410 and 2015 3rd sp.s. c 24 s 704 are each amended to read as follows:
- (1) A local sales and use tax change adopted after December 1, 2000, must provide an exemption for those sales of lodging for which, but for the exemption, the total sales tax rate imposed on sales of lodging would exceed the greater of:

(a) Twelve percent; or

- (b) The total sales tax rate that would have applied to the sale of lodging if the sale were made on December 1, 2000.
  - (2) For the purposes of this section:

(a) "Local sales and use tax change" is

defined as provided in RCW 82.14.055.

(b) "Sale of lodging" means the sale of or charge made for the furnishing of lodging and all other services by a hotel, rooming house, tourist court, motel, trailer camp, and the granting of any similar license to use real property.(c) "Total sales tax rate" means the

(c) "Total sales tax rate" means the combined rates of all state and local taxes imposed under this chapter and chapters 36.100, 67.28, ((67.40,)) and 82.08 RCW, and any other tax authorized after March 29, 2001, if the tax is in the nature of a sales tax collected from the buyer, but excluding taxes imposed under RCW 81.104.170 before December 1, 2000, ((and)) taxes imposed under RCW 82.14.530, and taxes imposed under section 1 of this act."

Correct the title.

Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; and Berg.

MINORITY recommendation: Do not pass. Signed by Representatives Jacobsen, Assistant Ranking Minority Member; and Griffey.

MINORITY recommendation: Without recommendation. Signed by Representative, Ranking Minority Member.

Referred to Committee on Finance

February 20, 2024

ESB 5344 Prime Sponsor, Senator Schoesler: Establishing a public school revolving fund. Reported by Committee on Education

MAJORITY recommendation: Do pass. Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; Bergquist; Couture; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Capital Budget

February 20, 2024

ESB 5363

Prime Sponsor, Senator MacEwen:
Concerning cannabis retailer advertising.
Reported by Committee on Regulated
Substances & Gaming

MAJORITY recommendation: Do pass. Signed by Representatives Kloba, Co-Chair; Wylie, Co-Chair; Stearns, Vice Chair; Robertson, Assistant Ranking Minority Member; Cheney; Reeves and Waters.

MINORITY recommendation: Without recommendation. Signed by Representatives Chambers, Ranking Minority Member; ; and Caldier.

Referred to Committee on Rules for second reading

February 21, 2024

SB 5419

Prime Sponsor, Senator Gildon: Removing a Washington state institute of public policy outcome evaluation requirement. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass. Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member; Couture, Assistant Ranking Minority Member; Callan; Dent; Goodman; Ortiz-Self; Taylor and Walsh.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 5427

Prime Sponsor, Ways & Means: Supporting people who have been targeted or affected by hate crimes and bias incidents by establishing a reporting hotline and tracking hate crimes and bias incidents. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; and Entenman.

Referred to Committee on Appropriations

February 20, 2024

2SSB 5444

Prime Sponsor, Ways & Means: Restricting the possession of weapons, excluding carrying a pistol by a person licensed to carry a concealed pistol, on the premises of libraries, zoos, aquariums, and transit facilities. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Do not pass. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; and Cheney.

Referred to Committee on Rules for second reading

February 20, 2024

ESB 5462

Prime Sponsor, Senator Liias: Promoting inclusive learning standards and instructional materials in public schools. Reported by Committee on Education

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

- "NEW SECTION. Sec. 1. (1) The legislature recognizes that Washington state law prohibits discrimination in public schools for certain protected classes. The legislature also acknowledges that school districts are required to adopt a policy related to the selection or removal of instructional materials. Under state rule, the instructional materials policy of each school district must establish and use appropriate screening criteria to identify and eliminate bias pertaining to protected classes.
- (2) The legislature intends to expand these requirements by requiring school districts to adopt policies and procedures that incorporate adopting inclusive selecting curricula and inclusive instructional materials that include the histories, contributions, and perspectives historically marginalized and underrepresented groups. The legislature recognizes that inclusive curricula have been shown to often improve the mental health, academic performance, attendance rates, and graduation rates of marginalized communities. Research on students' sense of belonging and community in the school setting confirms that inclusive curricula and learning environments contribute to increased school motivation, participation, and achievement.
- (3) The legislature intends to promote culturally and experientially representative learning opportunities for all students by directing the office of the superintendent of public instruction, when revising or developing state learning standards, to screen for inappropriate bias in the proposed state learning standards and to ensure that the histories, contributions, and perspectives of underrepresented peoples and communities are included in the standards.
- (4) The legislature believes that promoting inclusive learning standards, curricula, and instructional materials will improve student achievement, attendance, parent and family engagement, and other dimensions that contribute to student success.
- $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 28A.345 RCW to read as follows:
- (1) By June 1, 2025, the Washington state school directors' association, with the assistance of the office of the superintendent of public instruction, must review and update a model policy and procedure regarding course design, selection, and adoption of instructional materials.
- (2) The model policy and procedure must require that school district boards of directors, within available materials, adopt inclusive curricula and select diverse, equitable, inclusive, age-appropriate instructional materials that include the histories, contributions, and perspectives of historically marginalized and

- underrepresented groups including, but not limited to, people from various racial, ethnic, and religious backgrounds, people with differing learning needs, people with disabilities, LGBTQ people as the term is defined in RCW 43.114.010, and people with various socioeconomic and immigration backgrounds.
- (3) The model policy and procedure must require that, in adopting curricula and selecting instructional materials in accordance with this section, school district boards of directors must seek curricula and instructional materials that are as culturally and experientially diverse as possible, recognizing that the availability of materials that include the histories, contributions, and perspectives of historically marginalized groups may vary.
- (4) By October 1, 2025, school district boards of directors must amend the policy and procedures required under RCW 28A.320.230 to incorporate the elements described in this section. For the purpose of documenting compliance with this section and assisting school districts in accordance with section 5 of this act, school district boards of directors, within 10 days of completing the policy and procedure updates required by this subsection (4), shall provide notice of the completed actions and electronic copies of the applicable policies and procedures to the office of the superintendent of public instruction.
- (5) This section governs school operation and management under RCW 28A.710.040 and 28A.715.020, and applies to charter schools established under chapter 28A.710 RCW and state-tribal education compact schools subject to chapter 28A.715 RCW to the same extent as it applies to school districts.

Sec. 3. RCW 28A.655.070 and 2019 c 252 s 119 are each amended to read as follows:

- (1) The superintendent of public instruction shall develop state learning standards that identify the knowledge and skills all public school students need to know and be able to do based on the student learning goals in RCW 28A.150.210, develop student assessments, and implement the accountability recommendations and requests regarding assistance, rewards, and recognition of the state board of education.
- (2) The superintendent of public instruction shall:
- (a) Periodically revise the state learning standards, as needed, based on the student learning goals in RCW 28A.150.210. Goals one and two shall be considered primary. To the maximum extent possible, the superintendent shall integrate goal four and the knowledge and skill areas in the other goals in the state learning standards; ((and))
- (b) Include a screening for biased content in each development or revision of a state learning standard and ensure that the concepts of diversity, equity, and inclusion, as those terms are defined in RCW 28A.415.443, are incorporated into each new or revised state learning standard. In meeting the requirements of this subsection (2) (b), the superintendent of public

instruction shall consult with the applicable commissions established in Title 43 RCW and other persons and organizations with relevant expertise; and

- (c) Review and prioritize the state learning standards and identify, with clear and concise descriptions, the grade level content expectations to be assessed on the statewide student assessment and used for state or federal accountability purposes. The review, prioritization, identification shall result in more focus and targeting with an emphasis on depth over breadth in the number of grade level content expectations assessed at each grade level. Grade level content expectations shall be articulated over the grades as a sequence of expectations and performances that are logical, build with increasing depth after foundational knowledge and skills are acquired, and reflect, where appropriate, the sequential nature of the discipline. The office of the superintendent of public instruction, within seven working days, shall post on its website any grade level content expectations provided to an assessment vendor for use in constructing the statewide student assessment.
- (3) (a) In consultation with the state board of education, the superintendent of public instruction shall maintain and continue to develop and revise a statewide academic assessment system in the content areas of reading, writing, mathematics, and science for use in the elementary, middle, and high school years designed to determine if each student has mastered the state learning standards identified in subsection (1) of this section. School districts shall administer the assessments under guidelines adopted by the superintendent of public instruction. The academic assessment system may include a variety of assessment methods, including criterion-referenced and performance-based measures.
- (b) Effective with the 2009 administration of the Washington assessment of student learning and continuing with the statewide student assessment, the superintendent shall redesign the assessment in the content areas of reading, mathematics, and science in all grades except high school by shortening test administration and reducing the number of short answer and extended response questions.
- (c) By the 2014-15 school year, the superintendent of public instruction, in consultation with the state board of education, shall modify the statewide student assessment system to transition to assessments developed with a multistate consortium, as provided in this subsection:
- (i) The assessments developed with a multistate consortium to assess student proficiency in English language arts and mathematics shall be administered beginning in the 2014-15 school year, and beginning with the graduating class of 2020, the assessments must be administered to students in the tenth grade. The reading and writing assessments shall not be administered by the superintendent of public instruction or schools after the 2013-14 school year.
- (ii) The high school assessments in English language arts and mathematics in (c)

- (i) of this subsection shall be used for the purposes of federal and state accountability and for assessing student career and college readiness.
- (d) The statewide academic assessment system must also include the Washington access to instruction and measurement assessment for students with significant cognitive challenges.
- (4) If the superintendent proposes any modification to the state learning standards or the statewide assessments, then the superintendent shall, upon request, provide opportunities for the education committees of the house of representatives and the senate to review the assessments and proposed modifications to the state learning standards before the modifications are adopted.
- (5) The assessment system shall be designed so that the results under the assessment system are used by educators as tools to evaluate instructional practices, and to initiate appropriate educational support for students who have not mastered the state learning standards at the appropriate periods in the student's educational development.
- (6) By September 2007, the results for reading and mathematics shall be reported in a format that will allow parents and teachers to determine the academic gain a student has acquired in those content areas from one school year to the next.
- (7) To assist parents and teachers in their efforts to provide educational support to individual students, the superintendent of public instruction shall provide as much individual student performance information as possible within the constraints of the assessment system's item bank. The superintendent shall also provide to school districts:
- (a) Information on classroom-based and other assessments that may provide additional achievement information for individual students; and
- (b) A collection of diagnostic tools that educators may use to evaluate the academic status of individual students. The tools shall be designed to be inexpensive, easily administered, and quickly and easily scored, with results provided in a format that may be easily shared with parents and students.
- (8) To the maximum extent possible, the superintendent shall integrate knowledge and skill areas in development of the assessments.
- (9) Assessments for goals three and four of RCW 28A.150.210 shall be integrated in the state learning standards and assessments for goals one and two.
- (10) The superintendent shall develop assessments that are directly related to the state learning standards, and are not biased toward persons with different learning styles, racial or ethnic backgrounds, or on the basis of gender.
- (11) The superintendent shall review available and appropriate options for competency-based assessments that meet the state learning standards. In accordance with the review required by this subsection, the superintendent shall provide a report and recommendations to the education committees

of the house of representatives and the senate by November 1, 2019.

(12) The superintendent shall consider methods to address the unique needs of special education students when developing the assessments under this section.

(13) The superintendent shall consider to address the unique needs of methods highly capable students when developing the

assessments under this section.

(14) The superintendent shall post on the superintendent's website lists of resources and model assessments in social studies, the arts, and health and fitness.

(15) The superintendent shall integrate financial education skills and content knowledge into the state learning standards

pursuant to RCW 28A.300.460(2)(d).

- (16)(a) The superintendent shall notify the state board of education in writing before initiating the development or revision of the state learning standards under subsections (1) and (2) of this section. The notification must be provided to the state board of education in advance for review at a regularly scheduled or special board meeting and must include the following information:
- (i) The subject matter of the state learning standards;
- reason The or reasons t.he (ii) superintendent is initiating the development or revision; and
- (iii) The process and timeline that the superintendent intends to follow for development or revision.
- (b) The state board of education may provide a response to the superintendent's notification for consideration in the development or revision process in (a) of this subsection.
- (C) Prior to adoption superintendent of any new or revised state learning standards, the superintendent shall submit the proposed new or revised state learning standards to the state board of education in advance in writing for review at a regularly scheduled or special board meeting. The state board of education may provide a response to the superintendent's proposal for consideration prior to final adoption.
- (17) The state board of education may new or revised state learning propose standards to the superintendent. superintendent must respond to the state board of education's proposal in writing.
- (18) The superintendent shall produce and post on its website a schedule for the revision of state learning standards under subsection (2) of this section by September 1, 2025. In addition to notifying parents, schools, and the public of the schedule and timelines for revision, the website posting must be updated as necessary to inform persons of the status of any pending revisions, and of any plans or actions related to developing new state learning standards under subsection (1) of this section.

NEW SECTION. Sec. 4. A new section is added to chapter 28A.300 RCW to read as follows:

- Subject to the availability of appropriated for this specific (1)amounts purpose, the office of the superintendent of public instruction, in collaboration with the statewide association of educational service districts, the legislative youth advisory council established under 43.15.095, and the Washington state school directors' association, must create an open collection of educational resources inclusive curricula. The office of superintendent of public instruction must consult with the Washington state office of equity established in RCW 43.06D.020 and any other relevant state agencies when creating collection the open of educational resources.
- (2) The open collection of educational resources must include resources that include the histories, contributions, perspectives of historically marginalized and underrepresented groups.

NEW SECTION. Sec. 5. A new section is added to chapter 28A.300 RCW to read as follows:

- (1) The office of the superintendent of public instruction shall, as soon as practicable, compile information received under section 2(4) of this act and, based on received materials, prepare best. practices and other informative materials to support school districts, charter schools, and state-tribal education compact schools in meeting the requirements of section 2 of this act.
  - (2) This section expires June 30, 2028."

Correct the title.

Signed by Representatives Santos, Chair; Shavers, Vice Chair; Bergquist; Nance; Ortiz-Self; Pollet; Stonier and Timmons.

MINORITY recommendation: Do not pass. Signed by Representatives Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; ; Couture; Eslick; McClintock; and Steele.

Referred to Committee on Appropriations

February 21, 2024

ESSB 5481

Prime Sponsor, Health & Long Term Care: Concerning the uniform law commission's uniform telehealth act. Reported Committee on Health Care & Wellness

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. SHORT TITLE. This act may be known and cited as the uniform telehealth act.

NEW SECTION. Sec. 2. DEFINITIONS. The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

(1) "Disciplining authority" means entity to which a state has granted the authority to license, certify, or discipline individuals who provide health care.

- (2) "Electronic" means relating to technology having electrical, digital, magnetic, wireless, optical, electromagnetic, or similar capabilities.
- (3) "Health care" means care, treatment, or a service or procedure, to maintain, monitor, diagnose, or otherwise affect an individual's physical or behavioral health, injury, or condition.
  - (4)(a) "Health care practitioner" means:
- (i) A physician licensed under chapter 18.71 RCW;
- (ii) An osteopathic physician or surgeon licensed under chapter 18.57 RCW;
- (iii) A podiatric physician and surgeon licensed under chapter 18.22 RCW;
- (iv) An advanced registered nurse
  practitioner licensed under chapter 18.79
  RCW;
- (v) A naturopath licensed under chapter  $18.36 \ \ RCW;$
- (vi) A physician assistant licensed under chapter 18.71A RCW; or
- (vii) A person who is otherwise authorized to practice a profession regulated under the authority of RCW 18.130.040 to provide health care in this state, to the extent the profession's scope of practice includes health care that can be provided through telehealth.
- (b) "Health care practitioner" does not include a veterinarian licensed under chapter 18.92 RCW.
- (5) "Professional practice standard" includes:
  - (a) A standard of care;
- (b) A standard of professional ethics; and
- (c) A practice requirement imposed by a disciplining authority.
- (6) "Scope of practice" means the extent of a health care practitioner's authority to provide health care.
- (7) "State" means a state of the United States, the District of Columbia, Puerto Rico, the United States Virgin Islands, or any other territory or possession subject to the jurisdiction of the United States. The term includes a federally recognized Indian tribe.
- (8) "Telecommunication technology" means technology that supports communication through electronic means. The term is not limited to regulated technology or technology associated with a regulated industry.
- industry.

  (9) "Telehealth" includes telemedicine and means the use of synchronous or asynchronous telecommunication technology by a practitioner to provide health care to a patient at a different physical location than the practitioner. "Telehealth" does not include the use, in isolation, of email, instant messaging, text messaging, or fax.
- (10) "Telehealth services" means health care provided through telehealth.
- (2) This chapter does not apply to the provision of telehealth services to a patient located outside this state.

- NEW SECTION. (1) A health care practitioner may provide telehealth services to a patient located in this state if the services are consistent with the health care practitioner's scope of practice in this state, applicable professional practice standards in this state, and requirements and limitations of federal law and law of this state.
- (2) This chapter does not authorize provision of health care otherwise regulated by federal law or law of this state, unless the provision of health care complies with the requirements, limitations, and prohibitions of the federal law or law of this state.
- (3) A practitioner-patient relationship may be established through telehealth. A practitioner-patient relationship may not be established through email, instant messaging, text messaging, or fax.
- NEW SECTION. Sec. 5. PROFESSIONAL PRACTICE STANDARD. (1) A health care practitioner who provides telehealth services to a patient located in this state shall provide the services in compliance with the professional practice standards applicable to a health care practitioner who provides comparable in-person health care in this state. Professional practice standards and law applicable to the provision of health care in this state, including standards and law relating to prescribing medication or treatment, informed consent, confidentiality, privacy, and security, apply to the provision of telehealth services in this state.
- (2) A disciplining authority in this state shall not adopt or enforce a rule that establishes a different professional practice standard for telehealth services merely because the services are provided through telehealth or limits the telecommunication technology that may be used for telehealth services.
- NEW SECTION. Sec. 6. OUT-OF-STATE HEALTH CARE PRACTITIONER. An out-of-state health care practitioner may provide telehealth services to a patient located in this state if the out-of-state health care practitioner:
- (1) Holds a current license or certification required to provide health care in this state or is otherwise authorized to provide health care in this state, including through a multistate compact of which this state is a member; or
- (2) Holds a license or certification in good standing in another state and provides the telehealth services:
- (a) In the form of a consultation with a health care practitioner who has a practitioner-patient relationship with the patient and who remains responsible for diagnosing and treating the patient in the state;
- (b) In the form of a specialty assessment, diagnosis, or recommendation for treatment. This does not include the provision of treatment; or

(c) In the form of follow up by a primary care practitioner, mental health practitioner, or recognized clinical specialist to maintain continuity of care with an established patient who is temporarily located in this state and received treatment in the state where the practitioner is located and licensed.

NEW SECTION. Sec. 7. LOCATION OF CARE—VENUE. (1) The provision of a telehealth service under this chapter occurs at the patient's location at the time the service is provided.

(2) In a civil action arising out of a health care practitioner's provision of a telehealth service to a patient under this chapter, brought by the patient or the patient's personal representative, conservator, guardian, or a person entitled to bring a claim under the state's wrongful death statute, venue is proper in the patient's county of residence in this state or in another county authorized by law.

NEW SECTION. Sec. 8. RULE-MAKING AUTHORITY. Disciplining authorities may adopt rules to administer, enforce, implement, or interpret this chapter.

NEW SECTION. Sec. 9. UNIFORMITY OF APPLICATION AND CONSTRUCTION. In applying and construing this chapter, a court shall consider the promotion of uniformity of the law among jurisdictions that enact the uniform telehealth act.

NEW SECTION. Sec. 10. (1) Nothing in this act shall be construed to require a health carrier as defined in RCW 48.43.005, a health plan offered under chapter 41.05 RCW, or medical assistance offered under chapter 74.09 RCW to reimburse for telehealth services that do not meet statutory requirements for reimbursement of telemedicine services.

(2) This chapter does not permit a health care practitioner to bill a patient directly for a telehealth service that is not a permissible telemedicine service under chapter 48.43, 41.05, or 74.09 RCW without receiving patient consent to be billed prior to providing the telehealth service.

Sec. 11. RCW 28B.20.830 and 2021 c 157 s 9 are each amended to read as follows:

(1) The collaborative for the advancement of ((telemedicine))telehealth is created to enhance the understanding and use of health provided services through ((telemedicine))telehealth and other similar models in Washington state. shall be hosted by collaborative University of Washington telehealth services and shall be comprised of one member from each of the two largest caucuses of the senate and the house of representatives, and representatives from the academic community, hospitals, clinics, and health care providers in primary care and specialty practices, carriers, and other interested parties.

- (2) By July 1, 2016, the collaborative shall be convened. The collaborative shall develop recommendations on improving reimbursement and access to services, including originating site restrictions, provider to provider consultative models, and technologies and models of care not currently reimbursed; identify the existence ((<del>telemedicine</del>))<u>telehealth</u> practices, guidelines, billing requirements, and fraud prevention developed by recognized medical and ((telemedicine))telehealth organizations; and explore other priorities identified by members of the collaborative. After review of existing resources, the collaborative shall explore and make recommendations on whether to create a technical assistance center to support providers in implementing or expanding services delivered through ((telemedicine)) telehealth technologies.
- (3) The collaborative must submit an initial progress report by December 1, 2016, with follow-up policy reports including recommendations by December 1, 2017, December 1, 2018, and December 1, 2021. The reports shall be shared with the relevant professional associations, governing boards or commissions, and the health care committees of the legislature.
- (4) The collaborative shall study store and forward technology, with a focus on:

(a) Utilization;

- (b) Whether store and forward technology should be paid for at parity with in-person services;
- (c) The potential for store and forward technology to improve rural health outcomes in Washington state; and
  - (d) Ocular services.
- (5) The meetings of the board shall be open public meetings, with meeting summaries available on a web page.
- (6) The collaborative must study the need for an established patient/provider relationship before providing audio-only ((telemedicine)) telehealth, including considering what types of services may be provided without an established relationship. By December 1, 2021, the collaborative must submit a report to the legislature on its recommendations regarding the need for an established relationship for audio-only ((telemedicine)) telehealth.
- (7) The collaborative must review the proposal authored by the uniform law commission for the state to implement a process for out-of-state health care providers to register with the disciplinary authority regulating their profession in this state allowing that provider to provide services through telehealth or store and forward technology to persons located in this state. By December 1, 2024, the collaborative must submit a report to the legislature on its recommendations regarding the proposal.
- (8) The future of the collaborative shall be reviewed by the legislature with consideration of ongoing technical assistance needs and opportunities. ((The collaborative terminates December 31, 2023.))
  - (9) This section expires July 1, 2025.

Sec. 12. NEW SECTION. SEVERABILITY. 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.

Sec. 13. NEW SECTION. Sections 1 through 10 of this act constitute a new chapter in Title 18 RCW."

Correct the title.

Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

Referred to Committee on Rules for second reading

February 21, 2024

2E2SSB 5580 Prime Sponsor, Ways & Means: Improving maternal health outcomes. Reported by Committee on Health Care & Wellness

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 74.09 RCW to read as follows:

- (1) By no later than January 1, 2026, the authority shall create a postdelivery and transitional care program that allows for extended postdelivery hospital care for people with a substance use disorder at the time of delivery. The authority shall:
- (a) Allow for up to five additional days hospitalization stay for the birth parent;
- (b) Provide the birth parent access to integrated care and medical services including, but not limited to, access to clinical health, medication management, behavioral health, addiction medicine, consultations, and psychiatric specialty providers;
- (c) Provide the birth parent access to social work support which includes coordination with the department of children, youth, and families to develop a plan for safe care;
- (d) Allow dedicated time for health professionals to assist in facilitating early bonding between the birth parent and infant by helping the birth parent recognize and respond to their infant's cues; and

(e) Establish provider requirements and pay only those qualified providers for the services provided through the program.

(2) In administering the program, authority shall seek any available federal financial participation under the medical assistance program, as codified at Title XIX of the federal social security act, the state children's health insurance program, as codified at Title XXI of the federal social security act, and any other federal funding sources that are now available or may become available.

- $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 74.09 RCW to read as follows:
- (1) Subject to the amounts appropriated for this specific purpose, the authority shall update the maternity support services program to address perinatal outcomes and increase equity and healthier birth outcomes. By January 1, 2026, the authority shall:
- (a) Update current screening tools to be culturally relevant, include current risk factors, ensure the tools address health equity, and include questions identifying various social determinants of health that impact a healthy birth outcome and improve health equity;

(b) Ensure care coordination, including sharing screening tools with the patient's health care providers as necessary;

- (c) Develop a mechanism to collect the results of the maternity support services screenings and evaluate the outcomes of the program. At minimum, the program evaluation shall:
- (i) Identify gaps, strengths, weaknesses of the program; and
- (ii) Make recommendations for how the program may improve to better align with the authority's maternal and infant initiatives; and
- (d) Increase the allowable benefit reimbursement rates with the goal of increasing utilization of services to all eligible maternity support services clients who choose to receive the services.
- (2) The authority shall adopt rules to implement this section.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 74.09~RCW to read as follows:

By November 1, 2024, the income standards for a pregnant person eligible for Washington apple health pregnancy coverage shall have countable income equal to or below 210 percent of the federal poverty level.

**Sec. 4.** RCW 74.09.830 and 2021 c 90 s 2 are each amended to read as follows:

- (1) The authority shall extend health care coverage from 60 days postpartum to one year postpartum for pregnant or postpartum persons who, on or after the expiration date of the federal public health emergency declaration related to COVID-19, are receiving postpartum coverage provided under this chapter.
- (2) By June 1, 2022, the authority must:
  (a) Provide health care coverage to postpartum persons who reside in Washington state, have countable income equal to or below 193 percent of the federal poverty level, and are not otherwise eligible under Title XIX or Title XXI of the federal social security act; and
- (b) Ensure all persons approved for pregnancy or postpartum coverage at any time are continuously eligible for postpartum coverage for 12 months after the pregnancy ends regardless of whether they experience a change in income during the period of eligibility.

(3) By November 1, 2024, the income standards for a postpartum person eligible for Washington apple health pregnancy or postpartum coverage shall have countable income equal to or below 210 percent of the federal poverty level.

(4) Health care coverage under this section must be provided during the 12-month period beginning on the last day of the

pregnancy.

((4+))(5) The authority shall provide health care coverage under this section to individuals who are eligible to receive health care coverage under Title XIX or Title XXI of the federal social security act. Health care coverage for these individuals shall be provided by a program that is funded by Title XIX or Title XXI of the federal social security act. Further, the authority shall make every effort to complete expedite and eligibility determinations for individuals who are presumptively eligible to receive health care coverage under Title XIX or Title XXI of the federal social security act to ensure the state is receiving the maximum federal match. This includes, but is not limited to, working with the managed care organizations to provide continuous outreach in various modalities until the individual's eligibility eligibility determination is completed. Beginning January 1, 2022, the authority must submit quarterly reports to the caseload forecast work group on the number who individuals are presumptively eligible to receive health care coverage under Title XIX or Title XXI of the federal social security act but are awaiting for the authority to complete eligibility determination, the number of individuals who were presumptively eligible but are receiving health care coverage with maximum federal match under Title XIX or Title XXI of the federal social security act, and outreach activities including the work with managed care organizations.

 $((\frac{5}{}))(6)$  To ensure continuity of care and maximize the efficiency of the program, the amount and scope of health care services provided to individuals under this section must be the same as that provided to pregnant and postpartum persons under medical assistance, as defined in RCW

74.09.520.

 $((\frac{(6)}{(6)}))$  In administering this program, authority must seek any available federal financial participation under the medical assistance program, as codified at Title XIX of the federal social security act, the state children's health insurance program, as codified at Title XXI of the federal social security act, and any other that funding sources federal are now available or may become available. This includes, but is not limited to, ensuring the state is receiving the maximum federal match for individuals who are presumptively eligible to receive health care coverage under Title XIX or Title XXI of the federal social security act by expediting completion individual's the eligibility determination.

(((7)))(8) Working with stakeholder and community organizations and the Washington health benefit exchange, the authority must establish a comprehensive community

education and outreach campaign to facilitate applications for and enrollment in the program or into a more appropriate program where the state receives maximum federal match. Subject to the availability of amounts appropriated for this specific purpose, the education and outreach campaign must provide culturally and linguistically accessible information to facilitate participation in the program, including but not limited to enrollment procedures, program services, and benefit utilization.

 $((\frac{8}{(8)}))$  Beginning January 1, 2022, the managed care organizations contracted with the authority to provide postpartum coverage must annually report to the legislature on their work to improve maternal health for including but not limited enrollees, postpartum services offered to enrollees, the percentage of enrollees utilizing each postpartum service offered, outreach activities to engage enrollees in available postpartum services, and efforts to collect eligibility information for the authority to ensure the enrollee is in the appropriate program for the state to receive the maximum federal match."

Correct the title.

Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

Referred to Committee on Appropriations

February 20, 2024

SSB 5588

Prime Sponsor, Law & Justice: Concerning the mental health sentencing alternative. Reported by Committee on Community Safety

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 9.94A.695 and 2021 c 242 s 1 are each amended to read as follows:

(1) A defendant is eligible for the mental health sentencing alternative if:

- (a) The defendant is convicted of a felony that is not a serious violent offense or sex offense;
- (b) The defendant is diagnosed with a serious mental illness recognized by the diagnostic manual in use by mental health professionals at the time of sentencing;

(c) The defendant and the community would benefit from supervision and treatment, as determined by the judge; and

(d) The defendant is willing to participate in the sentencing alternative.

(2) A motion for a sentence under this section may be made by any party or the court, but is contingent upon the defendant's agreement to participate in the sentencing alternative. To determine whether the defendant has a serious mental illness, the court may rely on information including reports completed pursuant to chapters 71.05 and 10.77 RCW, or other mental health

professional as defined in RCW 71.05.020, or other information and records related to mental health services. Information and records relating to mental health services must be handled consistently with RCW 9.94A.500(2). If insufficient information is available to determine whether a defendant has a serious mental illness, the court may order an examination of the defendant.

- (3) To assist the court in its determination, the department shall provide a written report, which shall be in the form of a presentence investigation. Such report may be ordered by the court on the motion of a party prior to conviction if such a report will facilitate negotiations. The court may waive the production of this report if sufficient information is available to the court to make a determination under subsection (4) of this section. The report must contain:
- (a) A proposed treatment plan for the defendant's mental illness, including at a minimum:
- (i) The name and address of ((the))a treatment provider that ((has agreed))is agreeing to provide treatment to the defendant, including an intake evaluation, a psychiatric evaluation, and development of an individualized plan of treatment which shall be submitted as soon as possible to the department and the court; and
- (ii) An agreement by the treatment provider to monitor the progress of the defendant on the sentencing alternative and notify the department and the court at any time during the duration of the order if reasonable efforts to engage the defendant fail to produce substantial compliance with court-ordered treatment conditions;
- (b) A proposed monitoring plan, including any requirements regarding living conditions, lifestyle requirements, and monitoring by family members and others;
- (c) Recommended crime-related prohibitions and affirmative conditions; and
- (d) A release of information, signed by the defendant, allowing the parties and the department to confirm components of the treatment and monitoring plan.
- (4) After consideration of all available information and determining whether the defendant is eligible, the court shall consider whether the defendant and the community will benefit from the use of this sentencing alternative. The court shall consider the victim's opinion whether the defendant should receive a sentence under this section. If the sentencing court determines that a sentence under this section is appropriate, the court shall waive imposition of the sentence within the standard range. The court shall impose a term of community custody between 12 and 24 months if the midpoint of the defendant's standard range sentence is less than or equal to 36 months, and a term of community custody between 12 months and 36 months if the midpoint of the defendant's standard range sentence is longer than 36 months. The actual length of community custody within these ranges shall be at the discretion of the court.
- (5) If the court imposes an alternative sentence under this section, the department shall assign a community corrections officer

to supervise the defendant. The department shall provide a community corrections officer assigned under this section with appropriate training in mental health to be determined by the department.

(6)((\(\frac{(a)}{(a)}\)) For a defendant participating in this sentencing alternative, the court and correctional facility may delay the defendant's release from total confinement in order to facilitate adherence to the defendant's treatment plan. This may include delaying release in order to:

(a) Allow a defendant to transfer directly to an inpatient treatment facility or supportive housing provider;

(b) Ensure appropriate transportation is established and available; or

(c) Release the defendant during business hours on a weekday when services are available

available.

(7) (a) The court may schedule progress hearings for the defendant to evaluate the defendant's progress in treatment and compliance with conditions of supervision.

(b) Before any progress hearing, the department and the treatment provider shall each submit a written report informing the parties of the defendant's progress and compliance with treatment, unless waived by the court. At the progress hearing, the court shall hear from the parties regarding the defendant's compliance and may modify the conditions of community custody if the modification serves the interests of justice and the best interests of the defendant.

 $((\frac{(7)}{(1)}))$  (a) (a) If the court imposes this sentencing alternative, the court shall impose conditions under RCW 9.94A.703 that  $(\frac{(do \ not \ conflict)}{(do \ not \ conflict)})$  are consistent with this section and may impose any additional conditions recommended by any of the written reports regarding the defendant.

(b) The court shall impose specific
treatment conditions:

(i) Meet with treatment providers and follow the recommendations provided in the individualized treatment plan as initially constituted or subsequently modified by the treatment provider;

(ii) Take medications as prescribed, including monitoring of compliance with medication if needed;

(iii) Refrain from using alcohol and nonprescribed controlled substances if the defendant has a diagnosis of a substance use disorder. The court may order the department to monitor for the use of alcohol or nonprescribed controlled substances if the court prohibits use of those substances.

((\(\frac{(\frac{1}{8}\)}{0}\))) (9) Treatment issues arising during supervision shall be discussed collaboratively. The treatment provider, community corrections officer, and any representative of the person's medical assistance plan shall jointly determine intervention for violation of a treatment condition. The community corrections officer shall have the authority to address the violation independently if:

(a) The violation is safety related with respect to the defendant or others;

(b) The treatment violation consists of decompensation related to psychosis that presents a risk to the community or the defendant and cannot be mitigated by community intervention. The community

corrections officer may intervene available resources such as a designated crisis responder; or

(c) The violation relates to a standard condition for supervision.

The community corrections  $((\frac{(9)}{(10)}))$ officer, treatment provider, and any engaged representative of the defendant's medical assistance plan should collaborate prior to a progress update to the court. Required treatment interventions taken between court progress hearings shall be reported to the court as a part of the regular progress update to the court.

(((10)))(11) The court may schedule a review hearing for a defendant under this alternative at any time to sentencing evaluate the defendant's progress with treatment or to determine if any violations

have occurred.

(a) At a review hearing the court may modify the terms of the community custody or impose sanctions if the court finds that the conditions have been violated or that different or additional terms are in the best interest of the defendant.

(b) The court may order the defendant to serve a term of total or partial confinement for violating the terms of community custody or failing to make satisfactory progress in

treatment.

 $((\frac{11}{11}))(12)$  The court shall schedule a termination hearing one month prior to the end of the defendant's community custody. A termination hearing may also be scheduled if the department or the state reports that the defendant has violated the terms community custody imposed by the court. At that hearing, the court may:

(a) Authorize the department to terminate the defendant's community custody status on

the expiration date; or

(b) Continue the hearing to a date before the expiration date of community custody, with or without modifying the conditions of

community custody; or

- (c) Revoke the sentencing alternative and a term of total or ment within the standard impose partial confinement sentence range or impose an exceptional sentence the standard sentencing range if compelling reasons are found by the court or the parties agree to the downward departure. The defendant shall receive credit for time served while <u>actively</u> supervised in the of total community against any term confinement. The court must issue written indicating a substantial findings compelling reason to revoke this sentencing alternative.
- $((\frac{(12)}{(13)}))$  The health care authority shall directly reimburse behavioral health providers for:
- (a) Conducting in-custody evaluations and developing treatment plans for individuals recommended for this sentencing alternative; <u>and</u>
- <u>individual's</u> the <u> Monitoring</u> compliance with this sentencing alternative, including reporting to the court and the department of corrections.
- (14) For the purposes of this section:
  (a) "Behavioral health provider" has the same meaning as in RCW 71.24.025.
- "Serious mental illness" means (b) а mental, behavioral, or emotional disorder

resulting in а serious functional impairment, which substantially interferes with or limits one or more major life activities.

 $((\frac{b}{b}))(c)$  "Victim" means any person who psychological, emotional, sustained physical, or financial injury to person or property as a result of the crime charged. "Victim" also means a parent or guardian of a victim who is a minor child unless the parent or guardian is the perpetrator of the offense.

NEW SECTION. to chapter 71.24 RCW to read as added to follows:

Beginning January 1, 2025, the authority shall require that any contract with a managed care organization include requirement that managed t.he care organization prioritize existing care coordination responsibilities, including incustody mental health evaluations, treatment plan development, and same-day prescription access, for incarcerated individuals who are recommended for the mental health sentencing alternative under RCW 9.94A.695."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Griffey, Assistant Ranking Minority Member; ; Davis; Farivar and Fosse.

MINORITY recommendation: Without recommendation. Signed by Representatives Mosbrucker, Ranking Minority Member; and Graham.

Referred to Committee on Appropriations

February 20, 2024

Prime Sponsor, Law & Justice: Concerning ESSB 5589 probate. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member.

Referred to Committee on Rules for second reading

February 21, 2024

2SSB 5591 Prime Sponsor, Ways & Means: Providing dependent youth with financial education and support. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass as amended.

everything after the Strike enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature finds that many youth exiting foster care have not been financially prepared for a successful transition to independence. The legislature finds that financial awareness can play a key role in ensuring safe and stable housing and long-term economic wellbeing. Therefore, the legislature resolves to create a program to aid young people in foster care with establishing private selfcontrolled accounts to promote successful transition from foster care into independence.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 74.13 RCW to read as

- follows:
   (1) The department shall develop a financial savings program for eligible vouth.
- (a) The department shall provide an eligible youth with the opportunity to open a private self-controlled account with a financial institution. If interested, the eligible youth may open the account with assistance from any supportive adult, including but not limited to: Independent caregivers, service providers, caseworkers, kinship and other family members, attorneys, and supportive adults in the community which may include mentors, teachers, and coaches. It is the department's responsibility to ensure that every eligible youth receives information about this program beginning at age 14, and to inquire as to whether a youth has a private self-controlled the youth's shared planning established account at meeting that is used to develop a transition plan, as provided for in this chapter. If it is determined that an eligible youth has not established a private self-controlled account at the time of the shared planning meeting, information on opening an account with a financial institution must included in a youth's transition plan.
- (b) As appropriate, the department shall engage various partners to work with young people to establish their accounts, including but not limited to independent living providers, established communitybased organizations, foster parents and caregivers, foster care in-school support staff, and other direct service department staff.
- (c) The department shall deposit minimum of \$25 per month into an eligible youth's account as established under this program. The department shall make a first deposit within one month of the youth's opening of an account. Eligible youth may opt out of receiving minimum deposits under this section at any time. It is the department's responsibility to inform the eligible youth about the impact that deposits could have on public benefit eligibility.
- (d) The department shall create an online platform to allow youth to establish their financial accounts.
- (e) The program is to be operational by January 1, 2025, and fully implemented in all regions by July 1, 2028. The program shall be established and made fully operational statewide in phases over the state fiscal years as follows:
- (i) Over the 2024-2025 fiscal year, Spokane and Pierce counties;
- (ii) Over the 2025-2026 fiscal year, the remaining counties in the department's regions 1 and 5;

- (iii) Over the 2026-2027 fiscal year, regions 2 and 6; and
- (iv) Over the 2027-2028 fiscal year, regions 3 and 4.
- (f) The department shall conduct annual electronic survey of 15 percent of eligible youth as a method of program evaluation.
- (g) An eligible youth is a dependent youth ages 14 and up, including youth in extended foster care, and remains eligible to open an account with the financial support of the department until the dependency proceeding is dismissed.
- (2)(a) The department shall convene a temporary advisory committee to advise on the development of the implementation plan of this program, collections and reports of data, expansion of partnerships with financial institutions and service providers, and review of communications and marketing materials. The department shall consult the temporary advisory committee regarding the financial savings program to ensure statewide access to a high quality, developmentally, and culturally appropriate program for eligible youth. The temporary advisory committee shall develop a survey for eligible youth to help determine the effectiveness of the program, including whether the eligible youth has established a self-controlled account. The department is encouraged to utilize existing resources readily available including those provided by the department of financial institutions, among other agencies and programs. Members of the temporary advisory committee shall include, but are not limited to: Current or former foster youth, current or former caregivers, including kinship caregivers, the financial education public-private partnership, financial institutions, and those with expertise in providing financial education or mentorship to youth ages 12 and
- (b) By November 1, 2025, and compliance with RCW 43.01.036, and department shall submit a report on the work of the advisory committee as well as the status of the program implementation to the appropriate committees of the legislature and the governor. By December 1, 2025, and annually thereafter, and in compliance with RCW 43.01.036, the department shall submit a report summarizing the results of the survey as provided for in subsection (1) of this section to the appropriate committees of the legislature.

Sec. 3. RCW 74.04.005 and 2023 c 418 s 1 are each amended to read as follows:

For the purposes of this title, unless the context indicates otherwise, the following definitions shall apply:

- (1) "Aged, blind, or disabled assistance program" means the program established under RCW 74.62.030.
- (2) "Applicant" means any person who has made a request, or on behalf of whom a request has been made, to any county or local office for assistance.

  (3) "Authority" means the health care
- authority.

- (4) "County or local office" means the administrative office for one or more counties or designated service areas.
- (5) "Department" means the department of social and health services.
- (6) "Director" means the director of the health care authority.
- (7) "Essential needs and housing support program" means the program established in RCW 43.185C.220.
- (8) "Federal aid assistance" means the specific categories of assistance for which provision is made in any federal law existing or hereafter passed by which payments are made from the federal government to the state in aid or in respect to payment by the state for public assistance rendered to any category of needy persons for which provision for federal funds or aid may from time to time be made, or a federally administered needs-based program.
  - (9) "Income" means:
- (a) All appreciable gains in real or personal property (cash or kind) or other assets, which are received by or become available for use and enjoyment by an applicant or recipient during the month of application or after applying for or receiving public assistance. The department may by rule and regulation exempt income received by an applicant for or recipient of public assistance which can be used by him or her to decrease his or her need for public assistance or to aid in rehabilitating him or her or his or her dependents, and must exempt funds deposited by the department of children, youth, and <u>families into a</u> dependent youth's independently controlled financial account opened under the program established in section 2 of this act, but such ((exemption)) exemptions shall not, unless otherwise provided in this title, exceed the exemptions of resources granted under this chapter to an applicant for public assistance. In addition, for cash assistance the department may disregard income pursuant to RCW 74.08A.230 and 74.12.350.
- (b) If, under applicable federal requirements, the state has the option of considering property in the form of lump sum compensatory awards or related settlements received by an applicant or recipient as income or as a resource, the department shall consider such property to be a resource.
- (10) "Need" means the difference between the applicant's or recipient's standards of assistance for himself or herself and the dependent members of his or her family, as measured by the standards of the department, and value of all nonexempt resources and nonexempt income received by or available to the applicant or recipient and the dependent members of his or her family.

  (11) "Public assistance" or "assistance"
- (11) "Public assistance" or "assistance" means public aid to persons in need thereof for any cause, including services, medical care, assistance grants, disbursing orders, work relief, benefits under RCW 74.62.030 and 43.185C.220, and federal aid assistance.
- (12) "Recipient" means any person receiving assistance and in addition those dependents whose needs are included in the recipient's assistance.

- (13) "Resource" means any asset, tangible or intangible, owned by or available to the applicant at the time of application, which can be applied toward meeting the applicant's need, either directly or by conversion into money or its equivalent. The department may by rule designate resources that an applicant may retain and not be ineligible for public assistance because of such resources. Exempt resources shall include, but are not limited to:
- (a) A home that an applicant, recipient, or their dependents is living in, including the surrounding property;
- (b) Household furnishings and personal effects;
- (c) One motor vehicle, other than a motor home, that is used and useful;
- (d) A motor vehicle necessary to transport a household member with a physical disability. This exclusion is limited to one vehicle per person with a physical
- disability;
   (e) Retirement funds, pension plans, and
  retirement accounts;
- (f) All other resources, including any excess of values exempted, not to exceed \$12,000 or other limit as set by the department, to be consistent with limitations on resources and exemptions necessary for federal aid assistance;
- (g) Applicants for or recipients of benefits under RCW 74.62.030 and 43.185C.220 shall have their eligibility based on resource limitations consistent with the temporary assistance for needy families program rules adopted by the department; and
- program rules adopted by the department; and
  (h) If an applicant for or recipient of public assistance possesses property and belongings in excess of the ceiling value, such value shall be used in determining the need of the applicant or recipient, except that: (i) The department may exempt resources or income when the income and resources are determined necessary to the applicant's or recipient's restoration to independence, to decrease the need for assistance, or aid public to in rehabilitating the applicant or recipient or a dependent of the applicant or recipient; and (ii) the department may provide grant assistance for a period not to exceed nine months from the date the agreement is signed pursuant to this section to persons who are otherwise ineligible because of excess real property owned by such persons when they are making a good faith effort to dispose of that property if:
- (A) The applicant or recipient signs an agreement to repay the lesser of the amount of aid received or the net proceeds of such sale:
- (B) If the owner of the excess property ceases to make good faith efforts to sell the property, the entire amount of assistance may become an overpayment and a debt due the state and may be recovered pursuant to RCW 43.20B.630;
- (C) Applicants and recipients are advised of their right to a fair hearing and afforded the opportunity to challenge a decision that good faith efforts to sell have ceased, prior to assessment of an overpayment under this section; and

- (D) At the time assistance is authorized, the department files a lien without a sum certain on the specific property.
- (14) "Secretary" means the secretary of social and health services.
- (15) "Standards of assistance" means the level of income required by an applicant or recipient to maintain a level of living specified by the department.
- specified by the department.

  (16)(a) "Victim of human trafficking"
  means a noncitizen and any qualifying family
  members who have:
- (i) Filed or are preparing to file an application for T nonimmigrant status with the appropriate federal agency pursuant to 8 U.S.C. Sec. 1101(a)(15)(T), as it existed on January 1, 2020;
- (ii) Filed or are preparing to file an application with the appropriate federal agency for status pursuant to 8 U.S.C. Sec. 1101(a)(15)(U), as it existed on January 1, 2020; or
- (iii) Been harmed by either any violation of chapter 9A.40 or 9.68A RCW, or both, or by substantially similar crimes under federal law or the laws of any other state, and who:
- (A) Are otherwise taking steps to meet the conditions for federal benefits eligibility under 22 U.S.C. Sec. 7105, as it existed on January 1, 2020; or (B) Have filed or are preparing to file
- (B) Have filed or are preparing to file an application with the appropriate federal agency for status under 8 U.S.C. Sec. 1158. (b) (i) "Qualifying family member" means:
  - (A) A victim's spouse and children; and
- (B) When the victim is under 21 years of age, a victim's parents and unmarried siblings under the age of 18.
- (ii) "Qualifying family member" does not include a family member who has been charged with or convicted of attempt, conspiracy, solicitation, or commission of any crime referenced in this subsection or described under 8 U.S.C. Sec. 1101(a)(15)(T) or (U) as either existed on January 1, 2020, when the crime is against a spouse who is a victim of human trafficking or against the child of a victim of human trafficking.
- (17) For purposes of determining eligibility for public assistance and participation levels in the cost of medical care, the department shall exempt restitution payments made to people of Japanese and Aleut ancestry pursuant to the Civil Liberties Act of 1988 and the Aleutian and Pribilof Island Restitution Act passed by congress, P.L. 100-383, including all income and resources derived therefrom.
- (18) In the construction of words and phrases used in this title, the singular number shall include the plural, the masculine gender shall include both the feminine and neuter genders, and the present tense shall include the past and future tenses, unless the context thereof shall clearly indicate to the contrary."

Correct the title.

Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member; Couture, Assistant Ranking Minority Member; Callan; Dent; Goodman; Ortiz-Self; Taylor and Walsh.

Referred to Committee on Appropriations

February 20, 2024

ESB 5592

Prime Sponsor, Senator Hunt: Requiring semiautomatic external defibrillator at fitness centers. Reported by Committee on Health Care & Wellness

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 70.54 RCW to read as follows:

- (1) The owner of a fitness center shall acquire and maintain at least one semiautomatic external defibrillator on premises.
- (2) The fitness center must comply with the requirements of RCW 70.54.310, including instruction of personnel on the use of the defibrillator, maintenance of the defibrillator, and notification of the local emergency medical services organization about the location of the defibrillator.
- (3) An employee of a fitness center who has completed the instruction required under RCW 70.54.310 may render emergency care or treatment using a semiautomatic external defibrillator on the fitness center premises.
- (4) A person who uses a semiautomatic external defibrillator at the scene of an emergency is immune from civil liability pursuant to RCW 70.54.310.
- (5)(a) "Fitness center" means any premises used for recreation, instruction, training, physical exercise, body building, weight loss, figure development, martial arts, or other similar activity, that offers access on a membership basis.
- (b) "Fitness center" does not include: (i) Public common schools, private schools approved under RCW 28A.195.010, and public or private institutions of higher education; (ii) facilities operated by bona nonprofit organizations which have granted tax-exempt status by the internal revenue service, the functions of which as fitness centers are only incidental to their overall functions; and (iii) private facilities operated out of a home that do not offer memberships."

Correct the title.

Signed by Representatives, Chair; Vice Chair; Hutchins, Assistant Ranking Minority Member; Bronoske; Caldier; Davis; Macri; Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Without recommendation. Signed by Representatives Schmick, Ranking Minority Member; ; Graham; Maycumber; and Mosbrucker.

Referred to Committee on Rules for second reading

February 21, 2024

2SSB 5660

Prime Sponsor, Ways & Means: Establishing a mental health advance directive effective implementation work group. Reported by Committee on Civil Rights & Judiciary MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

Referred to Committee on Appropriations

February 21, 2024

SSB 5667

Prime Sponsor, Agriculture, Water, Natural Resources & Parks: Concerning eligibility, enrollment, and compensation of small forestland owners volunteering for participation in the forestry riparian easement program. Reported by Committee on Agriculture & Natural Resources

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Capital Budget

February 21, 2024

SSB 5709

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning irrigation district elections. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; , Assistant Ranking Minority Member and Low.

MINORITY recommendation: Do not pass. Signed by Representatives Gregerson; and Mena.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5774

Prime Sponsor, Early Learning & K-12 Education: Increasing the capacity to conduct timely fingerprint-based background checks for prospective child care employees and other programs. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature finds that accurate background checks play an important role in ensuring the safety of Washington families seeking child services and for those involved in the child welfare system. The legislature finds that many areas of the state lack convenient access to fingerprinting services, thereby significantly delaying or inhibiting hiring approval processes. The legislature finds that completing background checks more help will address child quickly care workforce shortfalls by allowing providers to hire, train, and employ new staff. The legislature therefore intends to improve workforce stability by reducing processing times for background checks and directing department of children, youth,

families to make fingerprinting services available at selected early learning and child welfare offices as provided in this

Sec. 2. RCW 43.216.270 and 2023 c 437 s 2 are each amended to read as follows:

(1) (a) Ιn determining whether individual is of appropriate character, suitability, and competence to provide child and early learning services children, the department may consider the involvement of past history of child protective services or law enforcement. agencies with the individual for the purpose establishing a pattern of behavior, or inaction with regard to health, safety, or welfare of a child. report of child abuse or neglect that destroyed or expunged under RCW been 26.44.031 may be used for such purposes. No allegation unfounded or inconclusive οf child abuse or neglect as defined in RCW 26.44.020 may be disclosed to a provider licensed under this chapter.

(b) The department may not deny or delay license to provide child care and early learning services under this chapter to an individual solely because of a founded of physical abuse or negligent finding or maltreatment involving individual revealed in the background check process or solely because the individual's child was found by a court to be dependent as a result of a finding that the individual abused or neglected their child pursuant to 13.34.030(6)(b) RCW when founded that finding or court finding is accompanied by a certificate of parental improvement defined in chapter 74.13 RCW related to the same incident.

(2) In order to determine the suitability of individuals newly applying for an agency license, new licensees, their new employees, and other persons who newly have unsupervised access to children in child care, shall be fingerprinted.

(a) The fingerprints shall be forwarded to the Washington state patrol and federal bureau of investigation for a criminal

history record check.

(b) All individuals applying for first-time agency licenses, all new employees, and other persons who have not been previously qualified by the department to have unsupervised access to children in child care must be fingerprinted and obtain a criminal history record check pursuant to this section.

(c) The secretary shall use the fingerprint criminal history record check information solely for the purpose of determining eligibility for a license and for determining the character, suitability, and competence of those persons or agencies, excluding parents, not required to be licensed who are authorized to care for children.

(d) Criminal justice agencies shall provide the secretary such information as they may have and that the secretary may require for such purpose.

(e) No later than July 1, 2013, all agency licensees holding licenses prior to July 1, 2012, persons who were employees

before July 1, 2012, and persons who have been qualified by the department before July 1, 2012, to have unsupervised access to children in child care, must submit a new background application to the department.

(f) The department shall issue a background check clearance card or certificate to the applicant if after the completion of a background check the department concludes the applicant is qualified for unsupervised access to children in child care. The background check clearance card or certificate is valid for five years from the date of issuance. A valid card or certificate must be accepted by a potential employer as proof that the applicant has successfully completed a background check as required under this chapter. For purposes of renewal of the background clearance card or certificate, all agency licensees holding a license, persons who are employees, and persons who have been previously qualified by the department, must submit a new background application to the department on a date to be determined by the department.

(g) The original applicant for an agency license, licensees, their employees, and other persons who have unsupervised access to children in child care shall submit a new background check application to the department, on a form and by a date as determined by the department.

(h) The applicant and agency shall maintain on-site for inspection a copy of the background check clearance card or certificate.

- (i) Individuals who have been issued a background check clearance card or certificate shall report nonconviction and conviction information to the department within twenty-four hours of the event constituting the nonconviction or conviction information.
- (j) The department shall investigate and conduct a redetermination of an applicant's or licensee's background clearance if the department receives a complaint or information from individuals, a law enforcement agency, or other federal, state, or local government agency. Subject to the requirements contained in RCW 43.216.325 and 43.216.327 and based on a determination that an individual lacks the appropriate character, suitability, or competence to provide child care or early learning services to children, the department may: (i) Invalidate the background card or certificate; or (ii) suspend, modify, or revoke any license authorized by this chapter.
- (3) To satisfy the shared background check requirements of the department of children, youth, and families, the office of the superintendent of public instruction, and the department of social and health services, each department shall share federal fingerprint-based background check results as permitted under the law. The purpose of this provision is to allow these departments to fulfill their joint background check responsibility of checking any individual who may have unsupervised access to vulnerable adults, children, or juveniles. These departments may not share

the federal background check results with any other state agency or person.

(4) Individuals who have completed a fingerprint background check as required by the office of the superintendent of public instruction, consistent with 28A.400.303, and have been continuously employed by the same school district or educational service district, can meet the requirements in subsection (2) of this section by providing a true and accurate copy of their Washington state patrol and federal bureau of investigation background check report results to the department or if the school district or the educational service district provides an affidavit to the department that the individual has been authorized to work by the school district or educational service district after completing a record check consistent with RCW 28A.400.303. The department may require that additional background checks be completed that do not require additional fingerprinting.

(5) Subject to the availability of amounts appropriated for this specific purpose and to help satisfy the background check requirements in this section, the department shall maintain the capacity to roll, print, or scan fingerprints in at least seven of the department's early learning and child welfare offices for the purposes of Washington state patrol and federal bureau of investigation fingerprint-based background checks. Office locations must:

(a) Be prioritized based on proximity to existing fingerprinting service capacity, regional demand, and criteria to enhance timely access;

(b) Provide staff support of a minimum of 0.5 full-time equivalent employees per office location; and

(c) Provide fingerprinting services solely for prospective and current child care employees, licensed group care employees, families, and relatives involved in child welfare.

Sec. 3. RCW 74.15.030 and 2019 c 470 s 20 are each amended to read as follows:

The secretary shall have the power and it shall be the secretary's duty:

- (1) In consultation with the children's services advisory committee, and with the advice and assistance of persons representative of the various type agencies to be licensed, to designate categories of facilities for which separate or different requirements shall be developed as may be appropriate whether because of variations in the ages, sex and other characteristics of persons served, variations in the purposes and services offered or size or structure of the agencies to be licensed hereunder, or because of any other factor relevant thereto;
- (2) In consultation with the children's services advisory committee, and with the advice and assistance of persons representative of the various type agencies to be licensed, to adopt and publish minimum requirements for licensing applicable to each of the various categories of agencies to be licensed.

The minimum requirements shall be limited to:

(a) The size and suitability of a facility and the plan of operation for carrying out the purpose for which an applicant seeks a license;

(b) Obtaining background information and any out-of-state equivalent, to determine whether the applicant or service provider is disqualified and to determine the character, competence, and suitability of an agency, the agency's employees, volunteers, and other persons associated with an agency;

(c) Conducting background checks for those who will or may have unsupervised access to children or expectant mothers; however, a background check is not required if a caregiver approves an activity pursuant to the prudent parent standard contained in RCW 74.13.710;

(d) Obtaining child protective services information or records maintained in the department case management information system. No unfounded allegation of child abuse or neglect as defined in RCW 26.44.020 may be disclosed to a child-placing agency, private adoption agency, or any other provider licensed under this chapter;

(e) Submitting a fingerprint-based background check through the Washington state patrol under chapter 10.97 RCW and through the federal bureau of investigation for:

(i) Agencies and their staff, volunteers, students, and interns when the agency is seeking license or relicense;

(ii) Foster care and adoption placements; and

(iii) Any adult living in a home where a child may be placed;

(f) If any adult living in the home has not resided in the state of Washington for the preceding five years, the department shall review any child abuse and neglect registries maintained by any state where the adult has resided over the preceding five years;

(g) The cost of fingerprint background check fees will be paid as required in RCW 43.43.837;

(h) The capacity to roll, print, or scan fingerprints in the department's early learning and child welfare offices for the purposes of Washington state patrol and federal bureau of investigation fingerprint-based background checks as provided in RCW 43.216.270(5);

(i) National and state background information must be used solely for the purpose of determining eligibility for a license and for determining the character, suitability, and competence of those persons or agencies, excluding parents, not required to be licensed who are authorized to care for children or expectant mothers;

 $((\frac{1}{2}))(\frac{1}{2})$  The number of qualified persons required to render the type of care and treatment for which an agency seeks a

 $((\frac{1}{2}))(\underline{k})$  The safety, cleanliness, and general adequacy of the premises to provide for the comfort, care and well-being of children or expectant mothers;

 $((\frac{(k)}{l}))(\underline{l})$  The provision of necessary care, including food, clothing, supervision and discipline; physical, mental and social

well-being; and educational, recreational
and spiritual opportunities for those
served;

 $((\frac{1}{1}))\underline{(m)}$  The financial ability of an agency to comply with minimum requirements established pursuant to this chapter and RCW 74.13.031; and

 $((\frac{m}{n}))(\underline{n})$  The maintenance of records pertaining to the admission, progress, health and discharge of persons served;

(3) To investigate any person, including relatives by blood or marriage except for parents, for character, suitability, and competence in the care and treatment of children or expectant mothers prior to authorizing that person to care for children or expectant mothers. However, if a child is placed with a relative under RCW 13.34.065 or 13.34.130, and if such relative appears otherwise suitable and competent to provide care and treatment the criminal history background check required by this section need not be completed before placement, but shall be completed as soon as possible after placement;

(4) On reports of alleged child abuse and neglect, to investigate agencies in accordance with chapter 26.44 RCW, including agencies or facilities operated by the department of social and health services that receive children for care outside their own homes, child day-care centers, and family day-care homes, to determine whether the alleged abuse or neglect has occurred, and whether child protective services or referral to a law enforcement agency is appropriate;

(5) To issue, revoke, or deny licenses to agencies pursuant to this chapter and RCW 74.13.031. Licenses shall specify the category of care which an agency is authorized to render and the ages, sex and number of persons to be served;

(6) To prescribe the procedures and the form and contents of reports necessary for the administration of this chapter and RCW 74.13.031 and to require regular reports from each licensee;

(7) To inspect agencies periodically to determine whether or not there is compliance with this chapter and RCW 74.13.031 and the requirements adopted hereunder;

(8) To review requirements adopted hereunder at least every two years and to adopt appropriate changes after consultation with affected groups for child day-care requirements and with the children's services advisory committee for requirements for other agencies; and

(9) To consult with public and private agencies in order to help them improve their methods and facilities for the care of children or expectant mothers.

NEW SECTION. Sec. 4. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

Correct the title.

Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member;

Couture, Assistant Ranking Minority Member; Callan; Dent; Goodman; Ortiz-Self and Taylor.

MINORITY recommendation: Do not pass. Signed by Representative Walsh.

Referred to Committee on Appropriations

February 21, 2024

2SSB 5780

Prime Sponsor, Ways & Means: Encouraging participation in public defense and prosecution professions. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

Referred to Committee on Appropriations

February 21, 2024

2SSB 5784

Prime Sponsor, Ways & Means: Concerning deer and elk damage to commercial crops. Reported by Committee on Agriculture & Natural Resources

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature has historically appropriated \$30,000 per fiscal year from the state general fund and \$120,000 per fiscal year from the fish, wildlife, and conservation account for the payment of claims for crop damage and tasked the department of fish and wildlife with prioritizing those claims within amounts appropriated. The legislature has never intended to assume responsibility for claims in excess of amounts appropriated in any fiscal year.

Claims awarded or agreed upon prior to the effective date of this section are in of amounts appropriated. to appropriate legislature intends an additional \$184,000 for those claims. No further amounts will be appropriated for payment on those claims. Going forward, the legislature intends to prioritize claims in a more equitable manner that compensates claimants according to the percentage of their loss.

**Sec. 2.** RCW 77.36.080 and 2009 c 333 s 60 are each amended to read as follows:

(1) Unless the legislature declares an emergency under this section, the department may pay no more than ((thirty thousand dollars)) \$300,000 per fiscal year from the general fund for claims and assessment costs for damage to commercial crops caused by wild deer or elk submitted under RCW 77.36.100.

- (2)(a) The legislature may declare an emergency if weather, fire, or other natural events result in deer or elk causing excessive damage to commercial crops.
- (b) After an emergency declaration, the department may pay as much as may be

subsequently appropriated, in addition to the funds authorized under subsection (1) of this section, for claims and assessment costs under RCW 77.36.100. Such money shall be used to pay wildlife interaction claims only if the claim meets the conditions of RCW 77.36.100 and the department has expended all funds authorized under RCW 77.36.070 or subsection (1) of this section.

Sec. 3. RCW 77.36.100 and 2013 c 329 s 4 are each amended to read as follows:

RCW (1)(a) Except as limited bу 77.36.070, 77.36.080, 77.36.170, and 77.36.180, the department shall offer to distribute money appropriated to pay claims to the owner of commercial crops for damage caused by wild deer or elk or to the owners of livestock that has been killed by bears, wolves, or cougars, or injured by bears, wolves, or cougars to such a degree that the market value of the livestock has been diminished. Payments for claims for damage to livestock are not subject to the limitations of RCW 77.36.070 and 77.36.080, but may not, except as provided in RCW 77.36.170 and 77.36.180, exceed the total

amount specifically appropriated therefor.
 (b) Owners of commercial crops or
livestock are only eligible for a claim
under this subsection if:

(i) The commercial crop owner satisfies the definition of "eligible farmer" in RCW 82.08.855;

(ii) The conditions of RCW 77.36.110 have been satisfied; and

(iii) The damage caused to the commercial crop or livestock satisfies the criteria for damage established by the commission under (c) of this subsection.

(C) The commission shall adopt maintain by rule criteria that clarifies the damage to commercial crops and livestock qualifying for compensation under subsection. An owner of a commercial crop or livestock must satisfy the criteria prior to compensation receiving under subsection. The criteria for damage adopted under this subsection must include, but not be limited to, a required minimum economic loss to the owner of the commercial crop or livestock, which may not be set at a value of less than ((five hundred dollars)) \$500.

(2)(a) Subject to the availability of nonstate funds, nonstate resources than cash, or amounts appropriated for this specific purpose, the department may offer to provide compensation to offset wildlife interactions to a person who applies to the department for compensation for damage to property other than commercial crops or livestock that is the result of a mammalian species of wildlife avian case-specific basis if the conditions of RCW 77.36.110 have been satisfied and if damage satisfies the criteria for damage established by the commission under (b) of this subsection.

(b) The commission shall adopt and maintain by rule criteria for damage to property other than a commercial crop or livestock that is damaged by wildlife and may be eligible for compensation under this subsection, including criteria for filing a

compensation under for subsection.

(3)(a) To prevent or offset wildlife interactions, the department may offer materials or services to a person who applies to the department for assistance in providing mitigating actions designed to reduce wildlife interactions if the actions are designed to address damage that satisfies the criteria for damage established by the commission under this section.

The commission shall adopt and maintain by rule criteria for mitigating actions designed to address wildlife interactions that may be eligible for materials and services under this section, including criteria for submitting application under this section.

(4) (a) An owner who files a claim under this section may appeal the decision of the department pursuant to rules adopted by the commission if the claim:

 $((\frac{a}{a}))$  is denied; or

 $((\frac{b}{b}))$  (ii) Is disputed by the owner and the owner disagrees with the amount of compensation determined by the department.

(b) An appeal of a decision of the department addressing deer or elk damage to commercial crops is limited to \$30,000.

(5) ((The))(a) Consistent with section, the commission shall adopt rules setting limits and conditions for the department's expenditures on claims and assessments for commercial crops, livestock, other property, and mitigating actions.

(b) Claims awarded or agreed upon that are unpaid due to being in excess of available funds in the current fiscal year are eligible for payment in the next state

<u>fiscal year.</u>

(c) If additional funds are not appropriated by the legislature in the subsequent fiscal year specifically for unpaid claims, then no further payment may be made on the claim.

(d) Claims awarded or agreed upon during a fiscal year must be prioritized for payment based upon the highest percentage of loss, calculated by comparing agreed-upon or awarded commercial crop damages to the gross sales or harvested value of commercial crops for the previous tax year.

(e) The payment of a claim under this section is conditional on the availability of specific funding for this purpose and is not a guarantee of reimbursement.

Sec. 4. RCW 77.36.130 and 2013 c 329 s 5 are each amended to read as follows:

(1) Except as otherwise provided in this section and as limited by RCW 77.36.100, 77.36.070, 77.36.080, 77.36.170, and 77.36.180, the cash compensation portion of each claim by the department under this chapter is limited to the lesser of:

(a) The value of the damage to the property by wildlife, reduced by the amount of compensation provided to the claimant by any nonprofit organizations that provide compensation to private property owners due to financial losses caused by wildlife interactions. The value of killed or injured livestock may be no more than the market value of the lost livestock subject to the

conditions and criteria established by rule of the commission; or

(b) ((Ten thousand dollars)) \$30,000.

(2) ((The department may offer to pay a claim for an amount in excess of ten thousand dollars to the owners of commercial crops or livestock filing a claim under RCW 77.36.100 only if the outcome of an appeal filed by the claimant under RCW 77.36.100 determines a payment higher than ten thousand dollars.

(3))) All payments of claims by the department under this chapter must be paid to the owner of the damaged property and may

not be assigned to a third party.

((-(4+)))(3) The burden of proving all property damage, including damage to commercial crops and livestock, belongs to the claimant.

 $\underline{\text{NEW SECTION.}}$  Sec. 5. By December 1, 2024, the department of fish and wildlife shall review crop and livestock wildlife damage programs in other states and submit to the legislature a list of recommendations for changes to Washington statutes.

NEW SECTION. Sec. 6. A new section is added to chapter 77.36 RCW to read as follows:

(1) The department, in coordination, decision making, and stewardship with tribal comanagers, shall develop a three-year pilot program to collar elk within herds nearest agricultural lands within the department's south central management region. The pilot program must include elk herds that cause year-round damage or seasonal crop damage. The collaring of elk may include a data sharing agreement between the department, a technology company, and farmers to provide the farmers with knowledge of when elk are in the area or nearing private property when damage may occur to their crops. The use of the data agreement and the intent of the pilot project is to help farmers in training and education as a means to more effectively deploy hazing techniques in an effort to prevent crop, fence, and property damage from elk. Other tools may include damage permits issued to tribal and nontribal hunters to reduce the local population on private lands, as long as an agreement is signed by the landowner, tribal member, and the department.

(2) Subject to amounts appropriated for this specific purpose, the department shall make funding available to the Yakama nation wildlife staff to participate in the pilot project established in this section, including for collaring and monitoring the elk population. The department shall share GPS collar data with the Yakama nation wildlife resource management program to assist in management goals and objectives and to provide best management practices.

(3) The department must report back to the appropriate committees of the legislature by December 1, 2027, regarding the pilot program created in this section.

(4) This section expires July 1, 2028."

Correct the title.

Signed by Representatives , Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Appropriations

February 21, 2024

SSB 5785

Prime Sponsor, Agriculture, Water, Natural Resources & Parks: Concerning department of fish and wildlife authority with regard to certain nonprofit and volunteer organizations. Reported by Committee on Agriculture & Natural Resources

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 77.12 RCW to read as follows:

- (1) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.
  - (a) "Nonprofit organization" means any:
- (i) Organization described in section 501(c)(3) of the internal revenue code of 1986 (26 U.S.C. Sec. 501(c)(3)) and exempt from tax under section 501(a) of the internal revenue code; or
- (ii) Not-for-profit organization that is organized and conducted for public benefit and operated primarily for charitable, civic, educational, religious, welfare, or health purposes.
- (b)(i) "Volunteer" or "volunteer organization" means an individual or entity performing services for a nonprofit organization or a governmental entity who does not receive compensation, other than reasonable reimbursement or allowances for expenses actually incurred, or any other thing of value, in excess of \$500 per year.
- (ii) "Volunteer" includes a volunteer serving as a director, officer, trustee, or direct service volunteer.
- (2) The director is authorized to enter into those contracts, agreements, or other arrangements as are necessary to collaborate with volunteer organizations and nonprofit organizations to maintain, protect, and enhance department lands including, but not limited to, entering into:
- (a) Agreements with nonprofit organizations and volunteer organizations for work; and
- (b) Master agreements with nonprofit organizations and volunteer organizations, allowing for the issuing of work orders as needed pursuant to the terms of those master agreements.
- (3) Agreements under this section are limited to a duration of five years and work valued at less than \$250,000 per year.
- (4) The requirements of chapter 39.04 RCW do not apply to contracts, agreements, or other arrangements between the department and nonprofit organizations, volunteers, and volunteer organizations, for the purposes set forth in this section.
- (5) Whenever volunteers or volunteer organizations are authorized to perform

activities or carry out projects under this section or agreements entered into pursuant to this section, the volunteers or members of the volunteer organization may not be considered employees or agents of the department and the department is not subject to any liability whatsoever arising out of volunteer activities or projects. The liability of the department to volunteers and members of the volunteer organizations is limited in the same manner as provided for in RCW 4.24.210.

(6)(a) Nothing in this section shall diminish the responsibility of the department to protect the resources and access guaranteed to federally recognized Indian tribes in certain treaties made with the United States.

(b) Nothing in this section shall alter, diminish, or expand the rights of any federally recognized Indian tribe with treaty reserved rights."

Correct the title.

Signed by Representatives, Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 5786

Prime Sponsor, Law & Justice: Making updates to the Washington business corporation act. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 5787

Prime Sponsor, Law & Justice: Enacting the uniform electronic estate planning documents act. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member.

Referred to Committee on Rules for second reading

February 21, 2024

ESSB 5788

Prime Sponsor, Law & Justice: Concerning service animal training. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representative Walsh, Ranking Minority Member.

Referred to Committee on Rules for second reading

February 20, 2024

ESSB 5793

Prime Sponsor, Labor & Commerce: Concerning paid sick leave. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5798

Prime Sponsor, Business, Financial Services, Gaming & Trade: Extending certain insurance notice requirements. Reported by Committee on Consumer Protection & Business

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 48.18.290 and 2006 c 8 s 212 are each amended to read as follows:

- (1) Cancellation by the insurer of any policy which by its terms is cancellable at the option of the insurer, or of any binder based on such policy which does not contain a clearly stated expiration date, may be effected as to any interest only upon compliance with the following:
- (a) For all insurance policies other than medical malpractice insurance policies or fire insurance policies canceled under RCW 48.53.040:
- (i) The insurer must deliver or mail written notice of cancellation to the named insured at least ((forty-five))60 days before the effective date of the cancellation; and
- (ii) The cancellation notice must include the insurer's actual reason for canceling the policy.
- (b) For medical malpractice insurance
  policies:
- (i) The insurer must deliver or mail written notice of the cancellation to the named insured at least ((ninety))90 days before the effective date of the cancellation; and
- (ii) The cancellation notice must include the insurer's actual reason for canceling the policy and describe the significant risk factors that led to the insurer's underwriting action, as defined under RCW 48.18.547(1) (e).
- (c) If an insurer cancels a policy described under (a) or (b) of this subsection for nonpayment of premium, the insurer must deliver or mail the cancellation notice to the named insured at least  $((ten)) \underline{10}$  days before the effective date of the cancellation.
- (d) If an insurer cancels a fire insurance policy under RCW 48.53.040, the

insurer must deliver or mail the cancellation notice to the named insured at least five days before the effective date of the cancellation.

(e) Like notice must also be so delivered or mailed to each mortgagee, pledgee, or other person shown by the policy to have an interest in any loss which may occur thereunder. For purposes of this subsection (1) (e), "delivered" includes electronic transmittal, facsimile, or personal delivery.

(2) The mailing of any such notice shall be effected by depositing it in a sealed envelope, directed to the addressee at his or her last address as known to the insurer or as shown by the insurer's records, with proper prepaid postage affixed, in a letter depository of the United States post office. The insurer shall retain in its records any such item so mailed, together with its envelope, which was returned by the post office upon failure to find, or deliver the mailing to, the addressee.

(3) The affidavit of the individual making or supervising such a mailing, shall constitute prima facie evidence of such facts of the mailing as are therein affirmed.

- (4) The portion of any premium paid to the insurer on account of the policy, unearned because of the cancellation and in amount as computed on the pro rata basis, must be actually paid to the insured or other person entitled thereto as shown by the policy or by any endorsement thereon, or be mailed to the insured or such person as soon as possible, and no later than ((forty-five))45 days after the date of notice of cancellation to the insured for homeowners', dwelling fire, and private passenger auto. Any such payment may be made by cash, or by check, bank draft, or money order.
- (5) This section shall not apply to contracts of life or disability insurance without provision for cancellation prior to the date to which premiums have been paid, or to contracts of insurance procured under the provisions of chapter 48.15 RCW.

Sec. 2. RCW 48.18.2901 and 2006 c 8 s 213 are each amended to read as follows:

- (1) Each insurer must renew any insurance policy subject to RCW 48.18.290 unless one of the following situations exists:
- (a) (i) For all insurance policies subject to RCW 48.18.290(1) (a):
- (A) The insurer must deliver or mail written notice of nonrenewal to the named insured at least ((forty-five))60 days before the expiration date of the policy; and
- (B) The notice must include the insurer's actual reason for refusing to renew the policy.
- (ii) For medical malpractice insurance policies subject to RCW 48.18.290(1)(b):
- (A) The insurer must deliver or mail written notice of the nonrenewal to the named insured at least ((ninety))90 days before the expiration date of the policy; and
- (B) The notice must include the insurer's actual reason for refusing to renew the policy and describe the significant risk

factors that led to the insurer's underwriting action, as defined under RCW 48.18.547(1) (e);

- (b) At least ((twenty))20 days prior to its expiration date, the insurer has communicated, either directly or through its agent, its willingness to renew in writing to the named insured and has included in that writing a statement of the amount of the premium or portion thereof required to be paid by the insured to renew the policy, and the insured fails to discharge when due his or her obligation in connection with the payment of such premium or portion thereof; (c) The insured has procured equivalent
- (c) The insured has procured equivalent coverage prior to the expiration of the policy period;
- (d) The contract is evidenced by a written binder containing a clearly stated expiration date which has expired according to its terms; or
- (e) The contract clearly states that it is not renewable, and is for a specific line, subclassification, or type of coverage that is not offered on a renewable basis. This subsection (1)(e) does not restrict the authority of the insurance commissioner under this code.
- (2) Any insurer failing to include in the notice required by subsection (1)(b) of this section the amount of any increased premium resulting from a change of rates and an explanation of any change in the contract provisions shall renew the policy if so required by that subsection according to the rates and contract provisions applicable to the expiring policy. However, renewal based rates and contract provisions the applicable to the expiring policy shall not prevent the insurer from making changes in the rates and/or contract provisions of the policy once during the term of its renewal after at least ((twenty))20 days' advance notice of such change has been given to the named insured.
- (3) Renewal of a policy shall not constitute a waiver or estoppel with respect to grounds for cancellation which existed before the effective date of such renewal, or with respect to cancellation of fire policies under chapter 48 53 RCW
- policies under chapter 48.53 RCW.

  (4) "Renewal" or "to renew" means the issuance and delivery by an insurer of a contract of insurance replacing at the end of the contract period a contract of insurance previously issued and delivered by the same insurer, or the issuance and a certificate delivery of or notice extending the term of a contract beyond its policy period or term. However, (a) any contract of insurance with a policy period or term of six months or less whether or not made continuous for successive terms upon the payment of additional premiums shall for the purpose of RCW 48.18.290 and 48.18.293 48.18.295 be considered as through written for a policy period or term of six months; and (b) any policy written for a term longer than one year or any policy with no fixed expiration date, shall, for the of RCW 48.18.290 and 48.18.293 purpose through 48.18.295, be considered as if written for successive policy periods or terms of one year.
- (5) A midterm blanket reduction in rate, approved by the commissioner, for medical

malpractice insurance shall not be considered a renewal for purposes of this section.

NEW SECTION. Sec. 3. Sections 1 and 2 of this act apply to all affected policies issued or renewed on or after July 1, 2025.

NEW SECTION. Sec. 4. Sections 1 through 3 of this act take effect July 1, 2025."

Correct the title.

Signed by Representatives Walen, Chair; Reeves, Vice Chair; Robertson, Ranking Minority Member; ; Connors; Donaghy; Hackney; Ryu; Sandlin and Santos.

MINORITY recommendation: Do not pass. Signed by Representative Volz.

MINORITY recommendation: Without recommendation. Signed by Representatives McClintock, Assistant Ranking Minority Member; and Corry.

Referred to Committee on Rules for second reading

February 21, 2024

SB 5799 Prime Sponsor, Senator Wilson, C.: Concerning the sale of halal foods. Reported by Committee on Agriculture & Natural

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5803

Prime Sponsor, Ways & Means: Concerning the recruitment and retention of Washington national guard members. Reported by Committee on Technology, Economic Development, & Veterans

MAJORITY recommendation: Do pass. Signed by Representatives Ryu, Chair; Donaghy, Vice Chair; Rule, Vice Chair; Volz, Ranking Minority Member; ; Caldier; Chambers; Cortes; Paul; Senn; Shavers; Street and Waters.

Referred to Committee on Appropriations

February 21, 2024

<u>SB 5811</u>

Prime Sponsor, Senator Kauffman: Expanding the definition of family member for individual providers. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 18.88B.041 and 2023 c 424 s 7 are each amended to read as follows:

(1) The following long-term care workers are not required to become a certified home care aide pursuant to this chapter:

- (a) (i) (A) Registered nurses, licensed practical nurses, certified nursing assistants or persons who are in an approved training program for certified nursing assistants under chapter 18.88A RCW, medicare-certified home health aides, or other persons who hold a similar health credential, as determined by the secretary, or persons with special education training granted by an endorsement superintendent of public instruction, as described in RCW 28A.300.010, if the secretary determines that the circumstances do not require certification.
- (B) A person who was initially hired as a long-term care worker prior to January 7, 2012, and who completes all of the training requirements in effect as of the date the person was hired.
- (ii) Individuals exempted by (a)(i) of this subsection may obtain certification as a home care aide without fulfilling the training requirements in RCW 74.39A.074(1)(d)(ii) but must successfully complete a certification examination pursuant to RCW 18.88B.031.
- (b) All long-term care workers employed by community residential service businesses.
- (c)(i) An individual provider caring only for the individual provider's ((biological, step, or adoptive)) child or parent, including when related by marriage or domestic partnership; and
- (ii) An individual provider caring only for the individual provider's sibling, aunt, uncle, cousin, niece, nephew, grandparent, or grandchild, including when related by marriage or domestic partnership.
- (d) A person working as an individual provider who provides ((twenty))20 hours or less of nonrespite care for one person in any calendar month.
- (e) A person working as an individual provider who only provides respite services and works less than ((three hundred))300 hours in any calendar year.
- (f) A long-term care worker providing approved services only for a spouse or registered domestic partner, pursuant to the long-term services and supports trust program established in chapter 50B.04 RCW.
- (g) A long-term care worker providing approved services only for a spouse or registered domestic partner and funded through the United States department of veterans affairs home and community-based programs.
- (2) A long-term care worker exempted by this section from the training requirements contained in RCW 74.39A.074 may not be prohibited from enrolling in training pursuant to that section.
- (3) The department shall adopt rules to implement this section.
- Sec. 2. RCW 74.39A.076 and 2023 c 424 s 8 are each amended to read as follows:
- (1) Beginning January 7, 2012, except for long-term care workers exempt from certification under RCW 18.88B.041(1)(a):
- (a) A ((biological, step, or adoptive)) parent who is the individual provider only for the person's developmentally disabled ((son or daughter))child, including when related by marriage or domestic partnership,

- must receive ((twelve)) $\frac{12}{2}$  hours of training relevant to the needs of individuals with developmental disabilities within the first ((one hundred twenty)) $\frac{120}{20}$  days after becoming an individual provider.
- (b) A spouse or registered domestic partner who is a long-term care worker only for a spouse or domestic partner, pursuant to the long-term services and supports trust program established in chapter 50B.04 RCW, must receive ((fifteen))15 hours of basic training, and at least six hours of additional focused training based on the care-receiving spouse's or partner's needs, within the first ((one hundred twenty))120 days after becoming a long-term care worker.
- (c) A person working as an individual provider who (i) provides respite care only for individuals services developmental disabilities receiving services under Title 71A RCW or only for individuals who receive services under this chapter, and (ii) works ((three hundred))300 hours or less in any calendar year, must complete ((fourteen))14 hours of training within the first ((one hundred twenty))120 days after becoming an individual provider. Five of the ((fourteen))14 hours must be completed before becoming eligible t.o provide care, including two hours orientation training regarding the caregiving role and terms of employment and three hours of safety training. The training partnership identified in RCW 74.39A.360 must offer at least ((twelve))12 of the ((fourteen))14 hours online, and five of those online hours must be individually selected from elective courses.
- (d) Individual providers identified in or (ii) of this subsection must complete ((thirty-five))35 hours of training within the first ((one hundred twenty)) 120 days after becoming an individual provider. Five of the ((thirty-five))35 hours must be completed before becoming eligible provide care. Two of these five hours shall be devoted to an orientation training regarding an individual provider's role as caregiver and the applicable terms of employment, and three hours shall be devoted to safety training, including basic safety precautions, emergency procedures, infection control. Individual providers subject to this requirement include:
- (i) (A) ((An)) Unless covered by (a) of this subsection, an individual provider caring only for the individual provider's ((biological, step, or adoptive)) child or parent ((unless covered by (a) of this subsection)), including when related by marriage or domestic partnership; ((and))
- (B) An individual provider caring only for the individual provider's sibling, aunt, uncle, cousin, niece, nephew, grandparent, or grandchild, including when related by marriage or domestic partnership;
- (ii) A person working as an individual provider who provides  $(({\sf twenty})) \, \underline{20}$  hours or less of care for one person in any calendar month; and
- (iii) A long-term care worker providing approved services only for a spouse or registered domestic partner and funded through the United States department of veterans affairs home and community-based programs.

(2) In computing the time periods in this section, the first day is the date of hire.

(3) Only training curriculum approved by the department may be used to fulfill the training requirements specified in this section. The department shall only approve training curriculum that:

(a) Has been developed with input from consumer and worker representatives; and

(b) Requires comprehensive instruction by qualified instructors.

(4) If a pandemic, natural disaster, or other declared state of emergency impacts the ability of long-term care workers to complete training as required by this section, the department may adopt rules to allow long-term care workers additional time to complete the training requirements.

- (a) Rules adopted under this subsection (4) are effective until the termination of the pandemic, natural disaster, or other declared state of emergency or until the department determines that all long-term care workers who were unable to complete the training required in subsection (1) of this section have had adequate access to complete the required training, whichever is later. Once the department determines a rule adopted under this subsection (4) is no longer necessary, it must repeal the rule under RCW 34.05.353.
- (b) Within 12 months of the termination of the pandemic, natural disaster, or other declared state of emergency, the department shall conduct a review compliance with subsection of training (1) of this section and provide the legislature with a report.
- (5) The department shall adopt rules to implement this section.

**Sec. 3.** RCW 74.39A.341 and 2023 c 424 s 6 are each amended to read as follows:

(1) All long-term care workers shall complete ((twelve))12 hours of continuing education training in advanced training topics each year. This requirement applies beginning July 1, 2012.

(2) Completion of continuing education as required in this section is a prerequisite to maintaining home care aide certification

under chapter 18.88B RCW.

(3) Unless voluntarily certified as a home care aide under chapter 18.88B RCW, subsection (1) of this section does not apply to:

(a) An individual provider caring only for his or her biological, step, or adoptive

child;

- (b) ((An individual provider caring only for the individual provider's sibling, aunt, uncle, cousin, niece, nephew, grandparent, or grandchild, including when related by marriage or domestic partnership;
- Registered nurses and practical nurses licensed under chapter 18.79 RCW;
- ((<del>(d)</del>))<u>(c)</u> Before January 1, 2016, а long-term care worker employed by а community residential service business;
- $((\frac{(e)}{(e)}))$  (d) A person working as an provider provides individual who ((twenty))20 hours or less of care for one person in any calendar month;

 $((\frac{f}{f}))$  (e) A person working as an individual provider who only provides respite services and works less than ((three hundred))300 hours in any calendar year; or

 $((\frac{g}{g}))$  A person whose certificate has been expired for less than five years who seeks to restore the certificate to active status. The person does not need to complete continuing education requirements in order for their certificate to be restored to active status. Subsection (1) of this section applies to persons once t.he certificate has been restored to active beginning on the status. dat.e certificate is restored to active status.

(4) Only training curriculum approved by the department may be used to fulfill the training requirements specified in this section. The department shall only approve training curriculum that:

(a) Has been developed with input from consumer and worker representatives; and

(b) Requires comprehensive instruction by qualified instructors.

providers Individual under 74.39A.270 shall be compensated for training time required by this section.

(6) If a pandemic, natural disaster, or other declared state of emergency impacts the ability of long-term care workers to complete training as required by this section, the department may adopt rules to allow long-term care workers additional time to complete the training requirements.

(a) Rules adopted under this subsection (6) are effective until the termination of the pandemic, natural disaster, or other declared state of emergency or until the department determines that all long-term care workers who were unable to complete the training required in this section have had adequate access to complete the required training, whichever is later. Once the department determines a rule adopted under this subsection (6) is no longer necessary, it must repeal the rule under RCW 34.05.353.

(b) Within 12 months of the termination of the pandemic, natural disaster, or other declared state of emergency, the department shall conduct a review of compliance with subsection (1) training of this section and provide the legislature with a report.

(7) The department of health shall adopt rules to implement subsection (1) of this section.

(8) The department shall adopt rules to implement subsection (2) of this section.

NEW SECTION. Sec. 4. Section 3 of this act takes effect January 1, 2025."

Correct the title.

Signed by Representatives , Chair; , Vice Chair; ; Bronoske; Davis; Macri; Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representatives Hutchins, Assistant Ranking Minority Member; ; and Maycumber.

MINORITY recommendation: Without recommendation. Signed by Representatives Schmick, Ranking Minority Member; Caldier; Graham; and Mosbrucker.

Referred to Committee on Appropriations

February 20, 2024

ESB 5816

Prime Sponsor, Senator Van De Wege: Concerning alcohol server permits. Reported by Committee on Regulated Substances & Gaming

MAJORITY recommendation: Do pass. Signed by Representatives Kloba, Co-Chair; Wylie, Co-Chair; Stearns, Vice Chair; Chambers, Ranking Minority Member; Robertson, Assistant Ranking Minority Member; ; Caldier; Cheney; Reeves and Waters.

Referred to Committee on Rules for second reading

February 20, 2024

SB 5821

Prime Sponsor, Senator Muzzall: Establishing a uniform standard for creating an established relationship for the purposes of coverage of audio-only telemedicine services. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Vice Chair; Hutchins, Assistant Ranking Minority Member; ; Bronoske; Davis; Macri; Simmons; Stonier and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representative Caldier.

MINORITY recommendation: Without recommendation. Signed by Representatives Schmick, Ranking Minority Member; Graham; Maycumber; and Mosbrucker.

Referred to Committee on Rules for second reading

February 21, 2024

ESB 5824

Prime Sponsor, Senator Hunt: Concerning the dissolution of libraries and library districts. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; , Assistant Ranking Minority Member; Gregerson; Low and Mena.

Referred to Committee on Rules for second reading

February 21, 2024

2SSB 5825

Prime Sponsor, Ways & Means: Concerning guardianship and conservatorship. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 11.130.090 and 2019 c 437 s 118 are each amended to read as follows:

(1) Any suitable person over the age of ((twenty-one))21 years, or any parent under the age of ((twenty-one))21 years or, if the petition is for appointment of а professional guardian or conservator, any individual or guardianship or conservatorship service any that meets

certification requirements established the administrator for the courts, may, i f otherwise disqualified, be appointed guardian or conservator of a person subject to guardianship, conservatorship, or both. A institution subject financial t.o jurisdiction of the department of financial institutions and authorized to exercise trust powers, and a federally chartered financial institution when authorized to do so, may be appointed to act as a guardian or conservator of a person subject t.o guardianship, conservatorship, without having to meet the certification requirements established by administrator for the courts. No person is qualified to guardian serve as а conservator who is:

(a) Under ((eighteen))18 years of age except as otherwise provided herein;

(b) (i) Except as provided otherwise in (b) (ii) of this subsection, convicted of a crime involving dishonesty, neglect, or use of physical force or other crime relevant to the functions the individual would assume as quardian;

(ii) A court may, upon consideration of the facts, find that a relative convicted of a crime is qualified to serve as a guardian or conservator;

(c) A nonresident of this state who has not appointed a resident agent to accept service of process in all actions or proceedings with respect to the estate and caused such appointment to be filed with the court;

(d) A corporation not authorized to act as a fiduciary, guardian, or conservator in the state;

(e) A person whom the court finds unsuitable.

(2) If a guardian, or conservator is not certified professional guardian, conservator, or financial institution authorized under this section, the guardian conservator must complete anv standardized training video or web cast for lay quardians or conservators made available by the administrative office of the courts and the superior court where the petition is filed unless granted a waiver by the court. The training video or web cast must be provided at no cost to the guardian, or conservator.

(a) Ιf petitioner requests а appointment of a specific individual to act as a guardian or conservator, the petition for guardianship or conservatorship must include evidence of the successful completion of the required training video or the proposed guardian or cast by conservator. The superior court may defer the completion of the training requirement to a date no later than ninety days after appointment if the petitioner requests expedited appointment due to emergent circumstances.

(b) If no person is identified to be appointed guardian or conservator at the time the petition is filed, then the court must require that the petitioner identify within ((fourteen)) 30 days from the filing of the petition a specific individual to act as guardian or conservator subject to the training requirements set forth herein. If the petitioner fails to identify a quardian

or conservator within 30 days of filing, the court shall dismiss the guardianship or conservatorship.

Sec. 2. RCW 11.130.100 and 2020 c 312 s 304 are each amended to read as follows:

(1) Unless otherwise compensated or reimbursed, an attorney for a respondent in a proceeding under this chapter is entitled to reasonable compensation for services and reimbursement of reasonable expenses from the property of the respondent.

(2) Unless otherwise compensated or reimbursed, an attorney, or other person whose services resulted in an order beneficial to an individual subject to quardianship or conservatorship or for whom a protective arrangement under Article 5 of this chapter was  $ordered_L$  is entitled to reasonable compensation for services and reimbursement of reasonable expenses from

the property of the individual. (3) Where the person subject t.o guardianship or conservatorship is a department of social and health services client, or health care authority client, and is required to contribute a portion of their income towards the cost of long-term care services or room and board, the amount of compensation or reimbursement shall not exceed the amount allowed by the department of social and health services or health care authority by rule.

(4) Where the person subject to guardianship or conservatorship receives guardianship, conservatorships, or other protective services from the office of public guardianship, the amount of compensation or reimbursement shall not exceed the amount allowed by the office of

public guardianship.
 (5) The court must approve compensation and expenses payable under this section before payment. Approval is not required before a service is provided or an expense is incurred.

(6) If the court dismisses a petition under this chapter and determines the petition was filed in bad faith, the court may assess the cost of any court-ordered professional evaluation, court-appointed attorney, or court visitor against the petitioner.

Sec. 3. RCW 11.130.270 and 2019 c 437 s 302 are each amended to read as follows:

(1) A person interested in an adult's welfare, including the adult for whom the order is sought, may petition for appointment of a guardian for the adult.

(2) A person interested in the welfare of minor who, within 45 days of the filing of the petition, will attain the age of majority, may petition for appointment of a guardian for the minor. The minor may petition on the minor's own behalf.

(3) A petition under subsection (1) or of this section must state the titioner's name, principal residence, petitioner's name, principal current street address, if different, relationship to the respondent, interest in the appointment, the name and address of any attorney representing the petitioner, and, to the extent known, the following:

(a) The respondent's name, age, principal residence, current street address. if different, and, if different, address of the dwelling in which it is proposed the respondent will reside if the petition is granted;

The name and address of (b) t.he

respondent's:

(i) Spouse or domestic partner or, if the respondent has none, an adult with whom the respondent has shared responsibilities for more than six months in the ((twelve)) <u>12</u>-month period immediately before the filing of the petition;

(ii) Adult children or, if none, each parent and adult sibling of the respondent, or, if none, at least one adult nearest in kinship to the respondent who can be found with reasonable diligence; ((and))

(iii) Adult stepchildren whom the respondent actively parented during the stepchildren's minor years and with whom the respondent had an ongoing relationship in the two-year period immediately before the filing of the petition; and

(iv) Parents, if living and involved in

the respondent's life;

(c) The name and current address of each of the following, if applicable:

(i) A person responsible for care of the respondent;

(ii) Any attorney currently representing the respondent;

(iii) Any representative payee appointed by the social security administration for the respondent;

(iv) A guardian or conservator acting for the respondent in this state or in another jurisdiction;

(v) A trustee or custodian of a trust or custodianship of which the respondent is a beneficiary;

(vi) Any fiduciary for the respondent appointed by the department of veterans affairs:

(vii) An agent designated under a power of attorney for health care in which the respondent is identified as the principal;

(viii) An agent designated under a power of attorney for finances in which the respondent is identified as the principal;

(ix) A person nominated as guardian by the respondent;

(x) A person nominated as guardian by the

respondent's parent or spouse or domestic partner in a will or other signed record; (xi) A proposed guardian and the reason the proposed guardian should be selected;

(xii) A person known to have routinely assisted the respondent with decision making during the six months immediately before the filing of the petition;

(d) The reason a guardianship necessary, including a brief description of:

(i) The nature and extent of respondent's alleged need;

(ii) Any protective arrangement instead of guardianship or other less restrictive alternatives for meeting the respondent's alleged need which have been considered or

implemented;

protective (iii) If no arrangement instead of guardianship or other less restrictive alternatives have

considered or implemented, the reason they have not been considered or implemented; and

(iv) The reason a protective arrangement instead of guardianship or other less restrictive alternative is insufficient to meet the respondent's alleged need;

(e) Whether the petitioner seeks a limited guardianship or full guardianship;

(f) If the petitioner seeks a full guardianship, the reason a limited guardianship or protective arrangement instead of guardianship is not appropriate;

If a limited guardianship requested, the powers to be granted to the guardian;

(h) The name and current address, if known, of any person with whom the petitioner seeks to limit the respondent's contact;

(i) If the respondent has property other than personal effects, a general statement of the respondent's property, with an estimate of its value, including any insurance or pension, and the source and amount of other anticipated income or amount of other anticipated receipts; and

(j) Whether the respondent needs an interpreter, translator, or other form of support to communicate effectively with the court or understand court proceedings.

Sec. 4. RCW 11.130.280 and 2020 c 312 s 309 are each amended to read as follows:

(1) On receipt of a petition under RCW 11.130.270 for appointment of a guardian for an adult, the court shall appoint a court visitor. The court visitor must be an individual with training or experience in the type of abilities, limitations, and needs alleged in the petition.

(2) The court, in the order appointing a court visitor, shall specify the hourly rate the court visitor may charge for his or her services, and shall specify the maximum amount the court visitor may charge without additional court review and approval. The fee shall be charged to the person subject quardianship or conservatorship proceeding unless the court finds that such payment would result in substantial hardship upon such person, in which case the county shall be responsible for such costs: PROVIDED, That the court may charge such fee to the petitioner, the person subject to a guardianship or conservatorship proceeding, or any person who has appeared in the action; or may allocate the fee, as it deems just. If the petition is found to be frivolous or not brought in good faith, the court visitor fee shall be charged to the petitioner. The court shall not be required to provide for the payment of a fee to any salaried employee of a public agency.

(3) (a) The court visitor appointed under subsection (1) of this section shall within days of receipt of notice of appointment file with the court and serve, either personally or by certified mail with return receipt, the respondent or his or her legal counsel, the petitioner or his or her legal counsel, and any interested party entitled to notice under RCW 11.130.080 with a statement including: His or her training relating to the duties as a court visitor; his or her criminal history as defined in

RCW 9.94A.030 for the period covering ((ten))10 years prior to the appointment; his or her hourly rate, if compensated; whether the court visitor has had any contact with a party to the proceeding prior to his or her appointment; and whether he or she has an apparent conflict of interest. Within three days of the later of the actual service or filing of the court visitor's statement, any party may set a hearing and file and serve a motion for an order to show cause why the court visitor should not be removed for one of the following three reasons:

(i) Lack of expertise necessary for the proceeding;

(ii) An hourly rate higher than what is reasonable for the particular proceeding; or

(iii) A conflict of interest.

(b) Notice of the hearing shall be provided to the court visitor and all parties. If, after a hearing, the court enters an order replacing the court visitor, findings shall be included, expressly stating the reasons for the removal. If the court visitor is not removed, the court has the authority to assess to the moving party attorneys' fees and costs related to the motion. The court shall assess attorneys' fees and costs for frivolous motions.

(4) A court visitor appointed under subsection (1) of this section shall interview the respondent in person and, in a manner the respondent is best able to understand:

(a) Explain to the respondent substance of the petition, the nature, purpose, and effect of the proceeding, the respondent's rights at the hearing on the petition, the right to counsel of choice and to a jury trial, and the general powers and duties of a guardian;

(b) Determine whether the respondent would like to request the appointment of an attorney, and determine the respondent's
views about the appointment sought by the petitioner, including views about a proposed quardian, the quardian's proposed powers and duties, and the scope and duration of the proposed guardianship; and

(c) Inform the respondent that all costs and expenses of the proceeding, including the respondent's attorney's fees, may be

paid from the respondent's assets.

(5) <u>If the respondent objects to petition or requests appointment of </u> attorney, the court visitor shall petition the court to have an attorney appointed within five days of meeting the respondent.

(6) The court visitor appointed under

subsection (1) of this section shall:

(a) Interview the petitioner and proposed guardian, if any;

(b) Visit the respondent's present dwelling and any dwelling in which it is reasonably believed the respondent will live if the appointment is made;

(c) Obtain information from any physician or other person known to have treated, advised, or assessed the respondent's relevant physical or mental condition; and

(d) Investigate the allegations in the petition and any other matter relating to

the petition the court directs.

((+6))(7) A court visitor appointed under subsection (1) of this section shall

file a report in a record with the court and provide a copy of the report to the respondent, petitioner, and any interested party entitled to notice under RCW 11.130.080 at least ((fifteen))15 days prior to the hearing on the petition filed under RCW 11.130.270, which must include:

(a) A summary of self-care and independent living tasks the respondent can manage without assistance or with existing supports, could manage with the assistance of appropriate supportive services, technological assistance, or supported decision making, and cannot manage;

(b) A recommendation regarding the appropriateness of guardianship, including whether a protective arrangement instead of guardianship or other less restrictive alternative for meeting the respondent's needs is available and:

(i) If a guardianship is recommended, whether it should be full or limited; and  $% \left( 1\right) =\left( 1\right) =\left( 1\right) ^{2}$ 

(ii) If a limited guardianship is recommended, the powers to be granted to the guardian;

(c) A statement of the qualifications of the proposed guardian and whether the respondent approves or disapproves of the proposed guardian;

(d) A statement whether the proposed dwelling meets the respondent's needs and whether the respondent has expressed a preference as to residence;

(e) A statement whether the respondent declined a professional evaluation under RCW 11.130.290 and what other information is available to determine the respondent's needs and abilities without the professional evaluation;

(f) A statement whether the respondent is able to attend a hearing at the location court proceedings typically are held;

(g) A statement whether the respondent is able to participate in a hearing and which identifies any technology or other form of support that would enhance the respondent's ability to participate; and

(h) Any other matter the court directs.

(((7+))) (8) The appointment of a court visitor has no effect on the determination of the adult respondent's legal capacity and does not overcome the presumption of legal capacity or full legal and civil rights of the adult respondent.

Sec. 5. RCW 11.130.315 and 2019 c 437 s 311 are each amended to read as follows:

(((1) A guardian appointed under RCW 11.130.305 shall give the adult subject to guardianship and all other persons given notice under RCW 11.130.275 a copy of the order of appointment, together with notice of the right to request termination or modification. The order and notice must be given not later than fourteen days after the appointment.

(2)) Not later than ((thirty))14 days after appointment of a guardian under RCW 11.130.305, the guardian shall give to the adult subject to guardianship and any other person entitled to notice under RCW 11.130.310 (5) or (6) or a subsequent order a copy of the order of appointment and a statement of the rights of the adult subject to guardianship and procedures to seek

relief if the adult is denied those rights. The statement must be in at least sixteen-point font, in plain language, and, to the extent feasible, in a language in which the adult subject to guardianship is proficient. The statement must notify the adult subject to guardianship of the right to:

 $((\frac{1}{2}))(1)$  Seek termination or modification of the guardianship, or removal of the guardian, and choose an attorney to

represent the adult in these matters;

((\(\frac{(\)}}{(\))}} \) \) \) \) \) \dectrimed \text{def}}} \) Be involved in decisions affecting the adult, including decisions about the adult, including decisions about the adult's care, dwelling, activities, or social interactions, to the extent reasonably feasible;

(((++)))(3) Be involved in health care decision making to the extent reasonably feasible and supported in understanding the risks and benefits of health care options to

the extent reasonably feasible;

((<del>(d)</del>))(<u>4)</u> Be notified at least fourteen days before a change in the adult's primary dwelling or permanent move to a nursing home, mental health facility, or other facility that places restrictions on the individual's ability to leave or have visitors unless the change or move is proposed in the guardian's plan under RCW 11.130.340 or authorized by the court by specific order;

 $((\frac{(+)}{(+)}))$  Object to a change or move described in  $(\frac{(+)}{(+)})$  subsection  $\frac{(+)}{(+)}$  of this section and the process for objecting;

 $((\frac{f}{f}))(6)$  Communicate, visit, or interact with others, including receiving visitors, and making or receiving telephone calls, personal mail, or electronic communications, including through social media, unless:

 $((\frac{1}{2}))(a)$  The guardian has been authorized by the court by specific order to restrict communications, visits, or interactions;

 $((\frac{(ii)}{)}))\underline{(b)}$  A protective order or protective arrangement instead of guardianship is in effect that limits contact between the adult and a person; or

 $((\frac{\text{(iii)}}{\text{)}}))$  (c) The guardian has good cause to believe restriction is necessary because interaction with a specified person poses a risk of significant physical, psychological, or financial harm to the adult, and the restriction is:

((+A+))(i) For a period of not more than seven business days if the person has a relative or preexisting social relationship with the adult; or

 $((\frac{B}{D}))$  (ii) For a period of not more than sixty days if the person does not have a relative or preexisting social relationship with the adult;

 $((\frac{(g)}{0}))\frac{(7)}{1}$  Receive a copy of the guardian's plan under RCW 11.130.340 and the guardian's report under RCW 11.130.345;

 $((\frac{h}{h}))(8)$  Object to the guardian's plan or report; and

 $((\frac{1}{2}))(9)$  Associate with persons of their choosing as provided in RCW 11.130.335(5).

Sec. 6. RCW 11.130.320 and 2020 c 312 s 204 are each amended to read as follows:

- (1) A person interested in an adult's welfare, including the adult for whom the order is sought, may petition for appointment of an emergency guardian for the adult.
- (2) An emergency petition under subsection (1) of this section must state the petitioner's name, principal residence, and current street address, if different, and  $((\frac{1}{17}))_{L}$  to the extent known, the following:
- (a) The respondent's name, age, principal
  residence((<del>{,}</del>)), and current street
  address, if different;
- (b) The name and address of the
  respondent's:
- (i) Spouse or domestic partner or, if the respondent has none, an adult with whom the respondent has shared household responsibilities for more than six months in the twelve-month period immediately before the filing of the emergency petition;
- (ii) Adult children or, if none, each parent and adult sibling of the respondent, or, if none, at least one adult nearest in kinship to the respondent who can be found with reasonable diligence; and
- (iii) Adult stepchildren whom the respondent actively parented during the stepchildren's minor years and with whom the respondent had an ongoing relationship in the two-year period immediately before the filing of the emergency petition;
- (c) The name and current address of each of the following, if applicable:
- (i) A person responsible for care of the respondent;
- (ii) Any attorney currently representing the respondent;
- (iii) Any representative payee appointed by the social security administration for the respondent;
- (iv) A guardian or conservator acting for the respondent in this state or in another jurisdiction;
- (v) A trustee or custodian of a trust or custodianship of which the respondent is a beneficiary;
- (vi) Any fiduciary for the respondent appointed by the department of veterans affairs;
- (vii) Any representative payee or authorized representative or protective payee;
- (viii) An agent designated under a power
  of attorney for health care in which the
  respondent is identified as the principal;
- (ix) An agent designated under a power of attorney for finances in which the respondent is identified as the principal;
- (x) A person nominated as guardian by the respondent;
- (xi) A person nominated as guardian by the respondent's parent or spouse or domestic partner in a will or other signed record;
- $(\mbox{xii})$  A proposed emergency guardian, and the reason the proposed emergency guardian should be selected; and
- (xiii) A person known to have routinely assisted the respondent with decision making during the six months immediately before the filing of the emergency petition;
- (d) The reason an emergency guardianship is necessary, including a specific description of:

- (i) The nature and extent of the emergency situation;
- (ii) The nature and extent of the respondent's alleged emergency need that arose because of the emergency situation;
- (iii) The substantial and irreparable harm to the respondent's health, safety, welfare, or rights that is likely to be prevented by the appointment of an emergency guardian;
- (iv) All protective arrangements or other less restrictive alternatives that have been considered or implemented to meet the respondent's alleged emergency need instead of emergency guardianship;
- (v) If no protective arrangements or other less restrictive alternatives have been considered or implemented instead of emergency guardianship, the reason they have not been considered or implemented; and
- (vi) The reason a protective arrangement
  or other less restrictive alternative
  instead of emergency guardianship is
  insufficient to meet the respondent's
  alleged emergency need;
- (e) The reason the petitioner believes that a basis for appointment of a guardian under RCW 11.130.265 exists;
- (f) Whether the petitioner intends to also seek guardianship for an adult under RCW 11.130.270;
- (g) The reason the petitioner believes that no other person appears to have authority and willingness to act to address the respondent's identified needs caused by the emergency circumstances;
- (h) The specific powers to be granted to the proposed emergency guardian and a description of how those powers will be used to meet the respondent's alleged emergency need;
- (i) If the respondent has property other than personal effects, a general statement of the respondent's property, with an estimate of its value, including any insurance or pension, and the source and amount of other anticipated income or receipts; and
- (j) Whether the respondent needs an interpreter, translator, or other form of support to communicate effectively with the court or understand court proceedings.
- (3) The requirements of RCW 11.130.090 apply to an emergency guardian appointed for an adult with the following exceptions for any proposed emergency guardian required to complete the training under RCW 11.130.090:
- (a) The proposed emergency guardian shall present evidence of the successful completion of the required training video or web cast to the court no later than the hearing on the petition for appointment of an emergency guardian for an adult; and
- (b) The superior court may defer the completion of the training requirement to a date no later than fourteen days after appointment if the petitioner requests an extension of time to complete the training due to emergent circumstances beyond the control of (([the])) the petitioner.
- (4) On its own after a petition has been filed under RCW 11.130.270, or on petition for appointment of an emergency guardian for an adult, the court may appoint an emergency guardian for the adult if the court makes

specific findings based on clear and convincing evidence that:

- (a) An emergency exists such that appointment of an emergency guardian is likely to prevent substantial and irreparable harm to the adult's physical health, safety, or welfare;
- (b) The respondent's identified needs caused by the emergency cannot be met by a protective arrangement or other less restrictive alternative instead of emergency guardianship;
- (c) No other person appears to have authority and willingness to act to address the respondent's identified needs caused by the emergency circumstances; and

(d) There is reason to believe that a basis for appointment of a guardian under RCW 11.130.265 exists.

- (5) If the court acts on its own to appoint an emergency guardian after a petition has been filed under RCW 11.130.270, all requirements of this section shall be met.
- (6) A court order appointing an emergency quardian for an adult shall:
- (a) Grant only the specific powers necessary to meet the adult's identified emergency need and to prevent substantial and irreparable harm to the adult's physical health, safety, or welfare;
  (b) Include a specific finding that clear

(b) Include a specific finding that clear and convincing evidence established that an emergency exists such that appointment of an emergency guardian is likely to prevent substantial and irreparable harm to the respondent's health, safety, or welfare; (c) Include a specific finding that the

- (c) Include a specific finding that the identified emergency need of the respondent cannot be met by a protective arrangement instead of guardianship or other less restrictive alternative, including any relief available under chapter 74.34 RCW or use of appropriate supportive services, technological assistance, or supported decision making;
- (d) Include a specific finding that clear and convincing evidence established the respondent was given proper notice of the hearing on the petition;
- (e) State that the adult subject to emergency guardianship retains all rights the adult enjoyed prior to the emergency guardianship with the exception of the rights not retained during the period of emergency guardianship;
- (f) Include the date that the sixty-day period of emergency guardianship ends, and the date the emergency guardian's report, required by this section, is due to the court; and
- (g) Identify any person or notice party that subsequently is entitled to:
  - (i) Notice of the rights of the adult;
- (ii) Notice of a change in the primary dwelling of the adult;
- (iii) Notice of the removal of the quardian;
- (iv) A copy of the emergency guardian's
  plan and the emergency guardian's report
  under this section;
- (v) Access to court records relating to the emergency guardianship;
- (vi) Notice of the death or significant change in the condition of the adult;

- (vii) Notice that the court has limited
  or modified the powers of the emergency
  guardian; and
- (viii) Notice of the removal of the emergency guardian.
- (7) A spouse, a domestic partner, and adult children of an adult subject to emergency guardianship are entitled to notice under this section unless the court orders otherwise based on good cause. Good cause includes the court's determination that notice would be contrary to the preferences or prior directions of the adult subject to emergency guardianship or not in the best interest of the adult subject to the emergency guardianship.
- (8) The duration of authority of an emergency guardian for an adult may not exceed sixty days, and the emergency guardian may exercise only the powers specified in the order of appointment. Upon a motion by the petitioner, adult subject to emergency guardianship, court visitor, or the emergency guardian, with notice served upon all applicable notice parties, the emergency guardian's authority may be extended once for not more than sixty days if the court finds that the conditions for appointment of an emergency guardian in subsection (4) of this section continue.
- $\ensuremath{(9)}$  Immediately on filing of a petition for appointment of an emergency guardian for an adult, the court shall appoint an attorney to represent the respondent in the proceeding. Except as otherwise provided in subsection (10) of this section, an order appointing an emergency guardian for the respondent may not be entered unless the respondent, the respondent's attorney, and the court visitor appointed under subsection (11) of this section have received a minimum of fourteen days' notice of the date, time, and place of a hearing on the petition. ((A))The petitioner must cause a copy of the emergency petition and notice of a hearing petition ((<del>must be</del> on the <del>-served</del> personally))to be personally served on the respondent, the respondent's attorney, and the court visitor not more than two court days after the petition has been filed. The notice must inform the respondent of the respondent's rights at the hearing, including the right to an attorney and to attend the hearing. The notice must include a description of the nature, purpose, and consequences of granting the emergency petition. The court shall not grant the emergency petition if notice substantially complying with this subsection is not served on the respondent.
- (10) The court may appoint an emergency guardian for an adult without notice to the adult and any attorney for the adult only if the court finds from an affidavit or testimony that the respondent's physical health, safety, or welfare will be substantially harmed before a hearing with notice on the appointment can be held. If the court appoints an emergency guardian without giving notice under subsection (9) of this section, the court must:
- (a) Give notice of the appointment not later than forty-eight hours after the appointment to:
  - (i) The respondent;
  - (ii) The respondent's attorney; and

- other person (iii) Any determines; and
- (b)  $((\frac{Hold}{Hold}))$  Schedule and hold a hearing on the appropriateness of the appointment not later than five days after the appointment.
- (11) On receipt of a petition for appointment of emergency guardian for an adult, the court shall appoint a court visitor. ((Notice)) The petitioner must cause notice of appointment of the court visitor
  ((must))to be served upon the court visitor within two days of appointment. The court visitor must be an individual with training or experience in the type of abilities, limitations, and needs alleged in the emergency petition. The court, in the order appointing a court visitor, shall specify the hourly rate the (([court])) court visitor may charge for his or her services, and shall specify the maximum amount the court visitor may charge without additional court review and approval.
- (a) The court visitor shall within two days of service of notice of appointment file with the court and serve, either personally or by certified mail with return receipt, the respondent or the respondent's legal counsel, the petitioner or the petitioner's legal counsel, and any notice party with a statement including the court visitor's: Training relating to the duties as a court visitor; criminal history as defined in RCW 9.94A.030 for the period covering ten years prior to the appointment; hourly rate, if compensated; contact, if any, with a party to the proceeding prior to appointment; and apparent or conflicts of interest.
- (b) A court visitor appointed under this section shall use due diligence to attempt to interview the respondent in person and, in a manner the respondent is best able to understand:
- (i) Explain to the respondent substance of the emergency petition, the nature, purpose, and effect of proceeding, the respondent's rights at the hearing on the petition, and the proposed specific powers and duties of the proposed quardian as stated in the emergency
- (ii) Determine the respondent's views about the emergency appointment sought by the petitioner, including views about a proposed emergency guardian, the emergency guardian's proposed powers and duties, and the scope and duration of the proposed emergency guardianship; and
- (iii) Inform the respondent that all costs and expenses of the proceeding, including but not limited to the respondent's attorneys' fees, the appointed guardian's fees, and the appointed guardian's attorneys' fees, will be paid from the respondent's assets upon approval by the court.
- (c) The court visitor appointed under this section shall:
- (i) Interview the petitioner and proposed emergency guardian;
- (ii) Use due diligence to attempt to visit the respondent's present dwelling;
- (iii) Use due diligence to attempt to obtain information from any physician or other person known to have treated, advised,

- assessed the respondent's physical or mental condition; and
- (iv) Investigate the allegations in the emergency petition and any other matter relating to the emergency petition the court directs.
- (d) A court visitor appointed under this section shall file a report in a record with the court and provide a copy of the report to the respondent, petitioner, and any notice party at least seven days prior to the hearing on the emergency petition, which must include:
- self-care (i) A of summary and independent living tasks the respondent can manage without assistance or with existing supports, could manage with the assistance appropriate supportive services, technological assistance, or supported decision making, and cannot manage;
- (ii) A recommendation regarding appropriateness of emergency guardianship, including whether a protective arrangement instead of guardianship or other less restrictive alternative for meeting the respondent's needs is available, and if an emergency guardianship is recommended;
- (iii) A detailed summary of the alleged emergency and the substantial irreparable harm to the respondent's health, safety, welfare, or rights that is likely to be prevented by the appointment of an emergency guardian;
- (iv) A statement as to whether the alleged emergency and the respondent's alleged needs are likely to require an extension of sixty days as authorized under this section;
- (v) The specific powers to be granted to the emergency guardian and how the specific powers will address the alleged emergency and the respondent's alleged need;
- (vi) A recommendation regarding appropriateness of an ongoing guardianship for an adult, including whether a protective arrangement instead of guardianship or other less restrictive alternative for meeting the respondent's needs is available;
- (vii) A statement of the qualifications of the proposed emergency guardian and whether the respondent approves or disapproves of the proposed emergency quardian, and the reasons for such approval or disapproval;
- (viii) A recommendation whether professional evaluation under RCW 11.130.290 is necessary;
- (ix) A statement whether the respondent is able to attend a hearing at the location court proceedings typically are held;
- (x) A statement whether the respondent is able to participate in a hearing which identifies any technology or other form of support that would enhance the respondent's ability to participate;
- (xi) A statement, as needed when the petition seeks emergency authority to change the respondent's place of dwelling, as to whether the proposed dwelling meets the respondent's needs and whether the respondent has expressed a preference as to residence; and
  - (xii) Any other matter the court directs.
- (12) An emergency guardian shall:(a) Comply with the requirements of RCW 11.130.325, the requirements regarding the

adult's right to association under RCW 11.130.335, and the requirements of this chapter that pertain to the rights of an adult subject to guardianship;

(b) Not have authority to make decisions or take actions that a guardian for an adult  $\ensuremath{\mathsf{A}}$ 

is prohibited by law from having; and

(c) Be subject to the same special limitations on a guardian's power that apply to a guardian for an adult.

- (13) Appointment of an emergency guardian under this section is not a determination that a basis exists for appointment of a guardian under RCW 11.130.265.
- (14) The court may remove an emergency guardian appointed under this section at any time
- (15) The emergency guardian shall file a report in a record with the court and  $% \left( 1\right) =\left( 1\right) \left( 1\right)$ provide a copy of the report to the adult subject to emergency guardianship, and any notice party no later than forty-five days after appointment. The report shall include specific and updated information regarding the emergency alleged in the emergency petition, the adult's emergency needs, all actions and decisions by the emergency quardian, and a recommendation as to whether a quardian for an adult should be appointed. If the appointment of the emergency guardian is extended for an additional sixty days, the emergency guardian shall file a second report in a record with the court and provide a copy of the report to the adult subject to emergency guardianship, and any notice party no later than forty-five days after extension of the appointment is granted by the court, which shall include the same information required for the first report. The emergency guardian shall make any other report the court requires.

(16) The court shall issue letters of emergency guardianship to the emergency guardian in compliance with RCW 11.130.040. Such letters shall be issued on an expedited

basis.

Sec. 7. RCW 11.130.345 and 2020 c 312 s 208 are each amended to read as follows:

- (1) A guardian for an adult shall file with the court by the date established by the court a report in a record regarding the condition of the adult and accounting for funds and other property in the guardian's possession or subject to the guardian's control. The guardian shall provide a copy of the report to the adult subject to guardianship and any other notice party.
- (2) A report under subsection (1) of this section must state or contain:
- (a) The mental, physical, and social condition of the adult;  $% \left( \frac{1}{2}\right) =\frac{1}{2}\left( \frac{1}{2}\right) ^{2}$ 
  - (b) The living arrangements of the adult

during the reporting period;

- (c) A summary of the supported decision making, technological assistance, medical services, educational and vocational services, and other supports and services provided to the adult and the guardian's opinion as to the adequacy of the adult's care;
- (d) A summary of the guardian's visits with the adult, including the dates of the visits;
  - (e) Action taken on behalf of the adult;

(f) The extent to which the adult has participated in decision making;

(g) If the adult is living in a care setting, whether the guardian considers the facility's current plan for support, care, treatment, or habilitation consistent with the adult's preferences, values, prior directions, and best interests;

- (h) Anything of more than de minimis value which the guardian, any individual who resides with the guardian, or the spouse, domestic partner, parent, child, or sibling of the guardian has received from an individual providing goods or services to the adult. A professional guardian must abide by the standards of practice regarding the acceptance of gifts;
- (i) If the guardian delegated a power to an agent, the power delegated and the reason for the delegation;
- (j) Any business relation the guardian has with a person the guardian has paid or that has benefited from the property of the adult;
- (k) A copy of the guardian's most recently approved plan under RCW 11.130.340 and a statement whether the guardian has deviated from the plan and, if so, how the guardian has deviated and why;
- (1) Plans for future care and support of the adult;
- (m) A recommendation as to the need for continued guardianship and any recommended change in the scope of the guardianship; and
- (n) Whether any co-guardian or successor guardian appointed to serve when a designated event occurs is alive and able to serve.
- (3) The court may appoint a court visitor to review a report submitted under this section or a guardian's plan submitted under RCW 11.130.340, interview the guardian or adult subject to guardianship, or investigate any other matter involving the guardianship.
- (4) Notice of the filing under this section of a guardian's report, together with a copy of the report, must be given to the adult subject to guardianship and any other notice party. The notice and report must be given not later than fourteen days after the filing.
- (5) The court shall establish procedures for monitoring a report submitted under this section and review each report to determine whether:
- (a) The report provides sufficient information to establish the guardian has complied with the guardian's duties;
  - (b) The guardianship should continue; and
- (c) The guardian's requested fees, if

any, should be approved.

- (6) If the court determines there is reason to believe a guardian for an adult has not complied with the guardian's duties or the guardianship should be modified or terminated, the court:
- (a) Shall notify the adult, the guardian, and any other person entitled to notice under RCW 11.130.310(5) or a subsequent order;
- (b) May require additional information from the guardian;
- (c) May appoint a court visitor to interview the adult or guardian or

investigate any matter involving the quardianship; and

- (d) Consistent with this section and RCW 11.130.350, may hold a hearing to consider removal of the guardian, termination of the guardianship, or a change in the powers granted to the guardian or terms of the guardianship.
- (7) If the court has reason to believe fees requested by a guardian for an adult are not reasonable, the court shall hold a hearing to determine whether to adjust the requested fees.
- (8) A guardian for an adult must petition the court for approval of a report filed under this section. The court after review may approve the report. If the court approves the report, there is a rebuttable presumption the report is accurate as to a matter adequately disclosed in the report.
- (9) If the court approves a report filed under this section, the order approving the report shall set the due date for the filing of the next report to be filed under this section. The court may set the review interval at annual, biennial, or triennial with the report due date to be within ninety days of the anniversary date of appointment. When determining the report interval, the court can consider: The length of time the guardian has been serving the person under guardianship; whether the guardian has timely filed all required reports with the court; whether the guardian is monitored by other state or local agencies; and whether there have been any allegations of abuse, neglect, or a breach of fiduciary duty against the guardian.
- (10) If the court approves a report filed under this section, the order approving the report shall contain a guardianship summary or be accompanied by a guardianship summary in the form or substantially in the same form as set forth in RCW 11.130.665.
- (11) If the court approves a report filed under this section, the order approving the report shall direct the clerk of the court to reissue letters of office in the form or substantially in the same form as set forth in RCW 11.130.660 to the guardian containing an expiration date which will be within ((one hundred twenty))180 days ((after the date the court directs the guardian file its next report))of the anniversary date of appointment.
- (12) Any requirement to establish a monitoring program under this section is subject to appropriation.
- Sec. 8. RCW 11.130.365 and 2019 c 437 s 402 are each amended to read as follows:
- (1) The following may petition for the appointment of a conservator:
- (a) The individual for whom the order is sought;
- (b) A person interested in the estate, financial affairs, or welfare of the individual, including a person that would be adversely affected by lack of effective management of property or financial affairs of the individual; or
  - (c) The guardian for the individual.
- (2) A petition under subsection (1) of this section must state the petitioner's name, principal residence, current street

- address, if different, relationship to the respondent, interest in the appointment, the name and address of any attorney representing the petitioner, and, to the extent known, the following:
- (a) The respondent's name, age, principal residence, current street address, if different, and, if different, address of the dwelling in which it is proposed the respondent will reside if the petition is granted;
- (b) The name and address of the
  respondent's:
- (i) Spouse or domestic partner or, if the respondent has none, an adult with whom the respondent has shared household responsibilities for more than six months in the twelve-month period before the filing of the petition;
- (ii) Adult children or, if none, each parent and adult sibling of the respondent, or, if none, at least one adult nearest in kinship to the respondent who can be found with reasonable diligence; ((and))
- (iii) Adult stepchildren whom the respondent actively parented during the stepchildren's minor years and with whom the respondent had an ongoing relationship during the two years immediately before the filing of the petition; and
- (iv) Parents, if living and involved in the respondent's life;
- (c) The name and current address of each of the following, if applicable:
- (i) A person responsible for the care or custody of the respondent;
- (ii) Any attorney currently representing
  the respondent;
- (iii) The representative payee appointed by the social security administration for the respondent;
- (iv) A guardian or conservator acting for the respondent in this state or another jurisdiction;
- (v) A trustee or custodian of a trust or custodianship of which the respondent is a beneficiary;
- (vi) The fiduciary appointed for the respondent by the department of veterans affairs;
- (vii) An agent designated under a power
  of attorney for health care in which the
  respondent is identified as the principal;
- (viii) An agent designated under a power of attorney for finances in which the respondent is identified as the principal;
- (ix) A person known to have routinely assisted the respondent with decision making in the six-month period immediately before the filing of the petition;
- (x) Any proposed conservator, including a person nominated by the respondent, if the respondent is twelve years of age or older; and
- (xi) If the individual for whom a conservator is sought is a minor:
- (A) An adult not otherwise listed with whom the minor resides; and
- (B) Each person not otherwise listed that had primary care or custody of the minor for at least sixty days during the two years immediately before the filing of the petition or for at least seven hundred thirty days during the five years immediately before the filing of the petition;

- (d) A general statement of the respondent's property with an estimate of its value, including any insurance or pension, and the source and amount of other anticipated income or receipts;
- (e) The reason conservatorship necessary, including a brief description of: the

(i) The nature and extent of

respondent's alleged need;

If the petition (ii) alleges the respondent is missing, detained, or unable to return to the United States, the relevant circumstances, including the time and nature of the disappearance or detention and any search or inquiry concerning respondent's whereabouts;

(iii) Any protective arrangement instead of conservatorship or other less restrictive alternative for meeting the respondent's alleged need which has been considered or

implemented;

- (iv) If no protective arrangement or other less restrictive alternatives have been considered or implemented, the reason it has not been considered or implemented; and
- (v) The reason a protective arrangement or other less restrictive alternative is insufficient to meet the respondent's need;

(f) Whether the petitioner seeks a conservatorship limited or а full

conservatorship;

- petitioner seeks a full (g) If the conservatorship, the reason a limited conservatorship or protective arrangement instead of conservatorship is not appropriate;
- (h) If the petition includes the name of proposed conservator, the reason the proposed conservator should be appointed;
- (i) If the petition is for a limited conservatorship, a description of property to be placed under t.he property to be placed under the conservator's control and any requested limitation on the limitation on the authority οf conservator;
- (j) Whether the respondent needs an interpreter, translator, or other form of support to communicate effectively with the court or understand court proceedings; and
- (k) The name and address of an attorney representing the petitioner, if any.
- **Sec. 9.** RCW 11.130.380 and 2020 c 312 s 310 are each amended to read as follows:
- (1) If the respondent in a proceeding to appoint a conservator is a minor, the court may appoint a court visitor to investigate a matter related to the petition or inform the minor or a parent of the minor about the petition or a related matter.
- (2) If the respondent in a proceeding to appoint a conservator is an adult, the court shall appoint a court visitor. The duties and reporting requirements of the court visitor are limited to the relief requested in the petition. The court visitor must be an individual with training or experience in the type of abilities, limitations, and needs alleged in the petition.
- (3) The court, in the order appointing court visitor, shall specify the hourly rate the court visitor may charge for his or her services, and shall specify the maximum amount the court visitor may charge without

additional court review and approval. The fee shall be charged to the person subject to a guardianship or conservatorship proceeding unless the court finds that such payment would result in substantial hardship upon such person, in which case the county shall be responsible for such costs: PROVIDED, That the court may charge such fee to the petitioner, the person subject to a guardianship or conservatorship proceeding, or any person who has appeared in the action; or may allocate the fee, as it deems just. If the petition is found to be frivolous or not brought in good faith, the court visitor fee shall be charged to the petitioner. The court shall not be required to provide for the payment of a fee to any

salaried employee of a public agency.

- (4)(a) The court visitor appointed under subsection (1) or (2) of this section shall within five days of receipt of notice of appointment file with the court and serve, either personally or by certified mail with return receipt, the respondent or his or her legal counsel, the petitioner or his or her legal counsel, and any interested party entitled to notice under RCW 11.130.080 with a statement including: His or her training relating to the duties as a court visitor; his or her criminal history as defined in RCW 9.94A.030 for the period covering ten years prior to the appointment; his or her hourly rate, if compensated; whether the court visitor has had any contact with a party to the proceeding prior to his or her appointment; and whether he or she has an apparent conflict of interest. Within three days of the later of the actual service or filing of the court visitor's statement, any party may set a hearing and file and serve a motion for an order to show cause why the court visitor should not be removed for one of the following three reasons:
- (i) Lack of expertise necessary for the proceeding;
- (ii) An hourly rate higher than what is reasonable for the particular proceeding; or

(iii) A conflict of interest.

- (b) Notice of the hearing shall be provided to the court visitor and all parties. If, after a hearing, the court enters an order replacing the court visitor, findings shall be included, expressly stating the reasons for the removal. If the court visitor is not removed, the court has the authority to assess to the moving party attorneys' fees and costs related to the motion. The court shall assess attorneys' fees and costs for frivolous motions.
- (5) A court visitor appointed under subsection (2) of this section for an adult shall interview the respondent in person and in a manner the respondent is best able to understand:
- (a) Explain to the respondent substance of the petition, the nature, purpose, and effect of the proceeding, the respondent's rights at the hearing on the petition, the right to counsel of choice and to a jury trial, and the general powers and duties of a conservator;
- (b) Determine whether the respondent would like to request the appointment of an attorney, and determine the respondent's views about the appointment sought by the petitioner, including views about a proposed

conservator, the conservator's proposed powers and duties, and the scope and duration of the proposed conservatorship; and

- (c) Inform the respondent that all costs and expenses of the proceeding, including respondent's attorneys' fees, may be paid from the respondent's assets.
- (6) If the respondent objects to the petition or requests appointment of an attorney, the court visitor shall petition the court to have an attorney appointed within five days of meeting the respondent.
- (7) A court visitor appointed under subsection (2) of this section for an adult shall:
- (a) Interview the petitioner and proposed conservator, if any;
- (b) Review financial records of the respondent, if relevant to the court visitor's recommendation under subsection  $((\frac{1}{1}))(8)$  (b) of this section;
- (c) Investigate whether the respondent's needs could be met by a protective arrangement instead of conservatorship or other less restrictive alternative and, if so, identify the arrangement or other less restrictive alternative; and

(d) Investigate the allegations in the petition and any other matter relating to

the petition the court directs.

- ((<del>(7)</del>))(<u>8</u>) A court visitor appointed under subsection (2) of this section for an adult shall file a report in a record with the court and provide a copy of the report to the respondent, petitioner, and any interested party entitled to notice under RCW 11.130.080 at least fifteen days prior to the hearing on the petition filed under RCW 11.130.365, which must include:
  - (a) A recommendation:
- (i) Regarding the appropriateness of conservatorship, or whether a protective arrangement instead of conservatorship or other less restrictive alternative for meeting the respondent's needs is available;
- (ii) If a conservatorship is recommended, whether it should be full or limited;
- (iii) If a limited conservatorship is recommended, the powers to be granted to the conservator, and the property that should be placed under the conservator's control; and
- (iv) If a conservatorship is recommended, the amount of the bond or other verified receipt needed under RCW 11.130.445 and 11.130.500;
- (b) A statement of the qualifications of the proposed conservator and whether the respondent approves or disapproves of the proposed conservator;
- (c) A statement whether the respondent declined a professional evaluation under RCW 11.130.390 and what other information is available to determine the respondent's needs and abilities without the professional evaluation;
- (d) A statement whether the respondent is able to attend a hearing at the location court proceedings typically are held;
- (e) A statement whether the respondent is able to participate in a hearing and which identifies any technology or other form of support that would enhance the respondent's ability to participate; and
  - (f) Any other matter the court directs.

 $((\frac{(8)}{}))\underline{(9)}$  The appointment of a court visitor has no effect on the determination of the adult respondent's legal capacity and does not overcome the presumption of legal capacity or full legal and civil rights of the adult respondent.

Sec. 10. RCW 11.130.425 and 2020 c 312 s 216 are each amended to read as follows:

- (1) ((A conservator appointed under RCW 11.130.420 shall give to the individual subject to conservatorship and to all other persons entitled to notice pursuant to an order under RCW 11.130.420(6) or a subsequent order a copy of the order of appointment, together with notice of the right to request termination or modification. The order and notice must be given not later than fourteen days after the appointment.
- (2)) Not later than thirty days after appointment of a conservator under RCW 11.130.420, the conservator shall give to the individual subject to conservatorship and any other person entitled to notice under RCW 11.130.420 (6) and (7) a copy of the order of appointment and a statement of the rights of the individual subject to conservatorship and procedures to seek relief if the individual is denied those rights. The statement must be in plain language, in at least sixteen-point font, and to the extent feasible, in a language in which the individual subject to conservatorship is proficient. The statement must notify the individual subject to conservatorship of the right to:
- (a) Seek termination or modification of the conservatorship, or removal of the conservator, and choose an attorney to represent the individual in these matters;
- (b) Participate in decision making to the extent reasonably feasible;
- (c) Receive a copy of the conservator's plan under RCW 11.130.510, the conservator's inventory under RCW 11.130.515, and the conservator's report under RCW 11.130.530; and
- (d) Object to the conservator's inventory, plan, or report.
- $((\frac{3}{2}))(2)$  If a conservator is appointed for the reasons stated in RCW 11.130.360(2)(a)(ii) and the individual subject to conservatorship is missing, notice under this section to the individual is not required.
- Sec. 11. RCW 11.130.430 and 2020 c 312 s 217 are each amended to read as follows:
- (1) A person interested in an individual's welfare, including the individual for whom the order is sought, may petition for appointment of an emergency conservator for the individual.
- (2) An emergency petition under subsection (1) of this section must state the petitioner's name, principal residence, and current street address, if different, and  $(\{\cdot,\cdot\})$ , to the extent known, the following:
- (a) The respondent's name, age, principal
  residence((<del>{,})</del>)), and current street
  address, if different;
   (b) The name and address of the
- (b) The name and address of the respondent's:

- (i) Spouse or domestic partner or, if the respondent has none, an adult with whom the respondent has shared household responsibilities for more than six months in the twelve-month period immediately before the filing of the emergency petition;
- (ii) Adult children or, if none, each parent and adult sibling of the respondent, or, if none, at least one adult nearest in kinship to the respondent who can be found with reasonable diligence; and
- (iii) Adult stepchildren whom the respondent actively parented during the stepchildren's minor years and with whom the respondent had an ongoing relationship in the two-year period immediately before the filing of the emergency petition;
- (c) The name and current address of each of the following, if applicable:
- (i) A person responsible for care of the respondent;
- (ii) Any attorney currently representing the respondent;
- (iii) Any representative payee appointed by the social security administration for the respondent;
- (iv) A guardian or conservator acting for the respondent in this state or in another jurisdiction;
- (v) A trustee or custodian of a trust or custodianship of which the respondent is a beneficiary;
- (vi) Any fiduciary for the respondent appointed by the department of veterans affairs;
- (vii) Any representative payee or authorized representative or protective payee;
- (viii) An agent designated under a power of attorney for health care in which the respondent is identified as the principal;
- (ix) An agent designated under a power of attorney for finances in which the respondent is identified as the principal;
- (x) A person nominated as conservator by the respondent;
- (xi) A person nominated as conservator by the respondent's parent or spouse or domestic partner in a will or other signed
- (xii) A proposed emergency conservator, and the reason the proposed emergency conservator should be selected; and
- (xiii) A person known to have routinely assisted the respondent with decision making during the six months immediately before the filing of the emergency petition;
- (d) The reason an emergency conservatorship is necessary, including a specific description of:
- (i) The nature and extent of the
- emergency situation;
   (ii) The nature and extent of the
  individual's alleged emergency need that
  arose because of the emergency situation;
- (iii) The substantial and irreparable harm to the individual's property or financial interests that is likely to be prevented by the appointment of an emergency conservator;
- (iv) All protective arrangements or other less restrictive alternatives that have been considered or implemented to meet the individual's alleged emergency needs instead of emergency conservatorship;

- (v) If no protective arrangements or other less restrictive alternatives have been considered or implemented instead of emergency conservatorship, the reason they have not been considered or implemented; and
- (vi) The reason a protective arrangement
  or other less restrictive alternative
  instead of emergency conservatorship is
  insufficient to meet the individual's
  alleged emergency need;
- (e) The reason the petitioner believes that a basis for appointment of a conservator under RCW 11.130.360 exists;
- (f) Whether the petitioner intends to also seek conservatorship for an individual under RCW 11.130.365;
- (g) The reason the petitioner believes that no other person appears to have authority and willingness to act to address the individual's identified needs caused by the emergency circumstances;
- (h) The specific powers to be granted to the proposed emergency conservator and a description of how those powers will be used to meet the individual's alleged emergency need;
- (i) If the individual has property other than personal effects, a general statement of the individual's property, with an estimate of its value, including any insurance or pension, and the source and amount of other anticipated income or receipts; and
- (j) Whether the individual needs an interpreter, translator, or other form of support to communicate effectively with the court or understand court proceedings.
- (3) The requirements of RCW 11.130.090 apply to an emergency conservator appointed for an individual with the following exceptions for any proposed emergency conservator required to complete the training under RCW 11.130.090:
- (a) The proposed emergency conservator shall present evidence of the successful completion of the required training video or web cast to the court no later than the hearing on the petition for appointment of an emergency conservator for an individual; and
- (b) The superior court may defer the completion of the training requirement to a date no later than fourteen days after appointment if the petitioner requests an extension of time to complete the training due to emergent circumstances beyond the control of (([the])) the petitioner.
- (4) On its own or on petition for appointment of an emergency conservator for an individual after a petition has been filed under RCW 11.130.365, the court may appoint an emergency conservator for the individual if the court makes specific findings based on clear and convincing evidence that:
- (a) An emergency exists such that appointment of an emergency conservator is likely to prevent substantial and irreparable harm to the individual's property or financial interests;
- (b) The individual's identified needs caused by the emergency cannot be met by a protective arrangement or other less restrictive alternative instead of emergency conservatorship;

- (c) No other person appears to have authority and willingness to act to address the individual's identified needs caused by the emergency circumstances; and
- (d) There is reason to believe that a basis for appointment of a conservator under RCW 11.130.360 exists.
- (5) If the court acts on its own to appoint an emergency conservator after a petition has been filed under RCW 11.130.365, all requirements of this section shall be met.
- (6) A court order appointing an emergency conservator for an individual shall:
- (a) Grant only the specific powers necessary to meet the individual's identified emergency need and to prevent substantial and irreparable harm to the individual's property or financial interests;
- (b) Include a specific finding that clear and convincing evidence established that an emergency exists such that appointment of an emergency conservator is likely to prevent substantial and irreparable harm to the individual's property or financial interests;
- (c) Include a specific finding that the identified emergency need of the individual cannot be met by a protective arrangement instead of conservatorship or other less restrictive alternative, including any relief available under chapter 74.34 RCW or use of appropriate supportive services, technological assistance, or supported decision making;
- (d) Include a specific finding that clear and convincing evidence established the adult respondent was given proper notice of the hearing on the petition;
- (e) State that the individual subject to emergency conservatorship retains all rights the individual enjoyed prior to the emergency conservatorship with the exception of the rights not retained during the period of emergency conservatorship;
- (f) Require the emergency conservator to furnish a bond or other security under RCW 11.130.445;
- (g) Include the date that the sixty-day period of emergency conservatorship ends, and the date the emergency conservator's report, required by this section, is due to the court; and
- (h) Identify any person or notice party that subsequently is entitled to:
- (i) Notice of the rights of the individual;
- (ii) Notice of a change in the primary dwelling of the individual;
- (iii) Notice of the removal of the conservator;
- (iv) A copy of the emergency conservator's plan and the emergency conservator's report under this section;
- (v) Access to court records relating to the emergency conservatorship;
- (vi) Notice of the death or significant change in the condition of the individual;
- (vii) Notice that the court has limited or modified the powers of the emergency conservator; and
- (viii) Notice of the removal of the emergency conservator.
- (7) A spouse, a domestic partner, and adult children of an adult subject to

- emergency conservatorship are entitled to notice under this section unless the court orders otherwise based on good cause. Good cause includes the court's determination that notice would be contrary to the preferences or prior directions of the individual subject to emergency conservatorship or in the best interest of the individual.
- (8) The duration of authority of an emergency conservator may not exceed sixty days and the emergency conservator may exercise only the powers specified in the order of appointment. Upon a motion by the emergency conservator, with notice served upon all applicable notice parties, the emergency conservator's authority may be extended once for not more than sixty days if the court finds that the conditions for appointment of an emergency conservator under subsection (4) of this section continue.
- (9) Immediately on filing of a petition for an emergency conservator for an adult, the court shall appoint an attorney to represent the adult in the proceeding. An order appointing an emergency conservator for an adult may not be entered unless the adult respondent, the adult respondent's attorney, and the court visitor appointed under subsection (10) of this section have received a minimum of fourteen days' notice of the date, time, and place of a hearing on the petition. ((A)) The petitioner must personally serve a copy of the emergency petition and notice of a hearing on the petition ((must be served personally)) on the adult respondent, the adult respondent's attorney, and the court visitor appointed under subsection (10) of this section not more than two court days after the petition has been filed. The notice must inform the respondent of the adult respondent's rights at the hearing, including the right to an attorney and to attend the hearing. notice must include a description of the nature, purpose, and consequences granting the emergency petition. The court shall not grant the emergency petition if notice substantially complying with this subsection is not served on the respondent.

  (10)(a) On receipt of a petition for
- (10)(a) On receipt of a petition for appointment of emergency conservator for an individual, the court:
- (i) Shall appoint a court visitor if an emergency conservator is sought for an adult; or
- (ii) May appoint a court visitor if an emergency conservator is sought for a minor.
- (b) Notice of appointment of the court visitor must be served upon the court visitor within two days of appointment by the petitioner. The court visitor must be an individual with training or experience in the type of abilities, limitations, and needs alleged in the emergency petition. The court, in the order appointing a court visitor, shall specify the hourly rate the ((feourt)) court visitor may charge for his or her services, and shall specify the maximum amount the court visitor may charge without additional court review and approval.
- (c) The court visitor shall within two days of service of notice of appointment file with the court and serve, either

personally or by certified mail with return receipt, the respondent or the respondent's legal counsel, the petitioner or the petitioner's legal counsel, and any notice party with a statement including the court visitor's: Training relating to the duties as a court visitor; criminal history as defined in RCW 9.94A.030 for the period covering ten years prior to the appointment; hourly rate, if compensated; contact, if any, with a party to the proceeding prior to appointment; and apparent or actual conflicts of interest.

- (d) A court visitor appointed under this section shall use due diligence to attempt to interview the adult respondent in person and, in a manner the individual is best able to understand:
- (i) Explain to the adult respondent the substance of the emergency petition, purpose, and effect nature, of the proceeding, the respondent's rights at the hearing on the petition, and the proposed specific powers and duties of the proposed conservator as stated in the emergency petition;
- Determine the adult respondent's (ii) views about the emergency appointment sought by the petitioner, including views about a proposed emergency conservator, emergency conservator's proposed powers and duties, and the scope and duration of the proposed emergency conservatorship; and
- (iii) Inform the adult respondent that all costs and expenses of the proceeding, including but not limited to the adult respondent's attorneys' fees, the appointed conservator's fees, and the appointed conservator's attorneys' fees, will be paid from the individual's assets upon approval by the court.
- (e) The court visitor appointed under this section shall:
- (i) Interview the petitioner and proposed emergency conservator;
- (ii) Use due diligence to attempt to visit the adult respondent's dwelling;
- (iii) Use due diligence to attempt to obtain information from any physician or other person known to have treated, advised, or assessed the adult respondent's relevant physical or mental condition; and
- (iv) Investigate the allegations in the emergency petition and any other matter relating to the emergency petition the court
- (f) A court visitor appointed under this section shall file a report in a record with the court and provide a copy of the report to the petitioner, the adult subject to the emergency conservatorship, and any notice party at least seven days prior to the hearing on the emergency petition, which must include:
- (i) A recommendation regarding appropriateness οf emergency including whether conservatorship, а protective arrangement instead conservatorship or other less restrictive alternative for meeting the respondent's needs is available, and if an emergency conservatorship is recommended;
- (ii) A detailed summary of the alleged and the substantial and emergency irreparable harm to the individual's

- property or finances that is likely to be prevented by the appointment of an emergency conservator;
- (iii) A statement as to whether the alleged emergency and the respondent's alleged needs are likely to require an extension of sixty days as authorized under this section;
- (iv) The specific powers to be granted to the emergency conservator and how specific powers will address the alleged emergency and the respondent's alleged need;
- A recommendation regarding the appropriateness of an ongoing conservatorship for an individual, including whether a protective arrangement instead of conservatorship or other less restrictive alternative for meeting the respondent's needs is available;
- (vi) A statement of the qualifications of the proposed emergency conservator whether the respondent approves disapproves of the proposed emergency conservator and the proposed emergence of the proposed emergency of t or emergency conservator, and the reasons for approval or disapproval;
- (vii) A recommendation whether professional evaluation under RCW 11.130.390 is necessary;
- (viii) A statement whether the respondent is able to attend a hearing at the location court proceedings typically are held;
- (ix) A statement whether the respondent is able to participate in a hearing which identifies any technology or other form of support that would enhance the respondent's ability to participate; and
  - (x) Any other matter the court directs.
- (11) An emergency conservator shall:(a) Comply with the requirements of RCW 11.130.505 and the requirements of this chapter that pertain to the rights of an individual subject to conservatorship;
- (b) Not have authority to make decisions or take actions that a conservator for an individual is prohibited by law from having; and
- (c) Be subject to the same special limitations on a conservator's power that apply to a conservator for an individual.
- (12) Appointment of an emergency conservator under this section is not a determination that a basis exists for appointment of a conservator under RCW 11.130.360.
- (13) The court may remove an emergency conservator appointed under this section at any time.
- (14) The emergency conservator shall file a report in a record with the court and provide a copy of the report to the to individual subject emergency conservatorship, and any notice party no later than forty-five days after The report appointment. shall specific and updated information regarding the emergency alleged in the emergency petition, the individual's emergency needs, all actions and decisions by the emergency conservator, and a recommendation as to whether a conservator for an individual should be appointed. If the appointment of the emergency conservator is extended for an additional sixty days, the emergency conservator shall file a second report in a record with the court and provide a copy of the report to the individual subject to

emergency conservatorship, and any notice party no later than forty-five days after the emergency conservatorship is extended by the court, which shall include the same information required for the first report. The emergency conservator shall make any other report the court requires.

(15) The court shall issue letters of emergency conservatorship to the emergency conservator in compliance with RCW

11.130.040.

Sec. 12. RCW 11.130.435 and 2020 c 312 s 218 are each amended to read as follows:

(1) Except as otherwise ordered by the court, a conservator must give notice to persons entitled to notice under RCW 11.130.370(4) and receive specific authorization by the court before the conservator may exercise with respect to the conservatorship the power to:

(a) Make a gift, except a gift of de minimis value;

- (b) Sell, encumber an interest in, or surrender a lease to the primary dwelling of the individual subject to conservatorship;
- (c) Sell, or encumber an interest in, any other real estate;
- (d) Convey, release, or disclaim a contingent or expectant interest in property, including marital property and any right of survivorship incident to joint tenancy or tenancy by the entireties;

(e) Exercise or release a power of
appointment;

- (f) Create a revocable or irrevocable trust of property of the conservatorship estate, whether or not the trust extends beyond the duration of the conservatorship, or revoke or amend a trust revocable by the individual subject to conservatorship;
- individual subject to conservatorship;
   (g) Exercise a right to elect an option
  or change a beneficiary under an insurance
  policy or annuity or surrender the policy or
  annuity for its cash value;
- (h) Exercise a right to a quasi-community property share under RCW 26.16.230 or a right to an elective share under other law in the estate of a deceased spouse or domestic partner of the individual subject to conservatorship or renounce or disclaim a property interest;
- (i) Grant a creditor priority for payment over creditors of the same or higher class if the creditor is providing property or services used to meet the basic living and care needs of the individual subject to conservatorship and preferential treatment otherwise would be impermissible under RCW 11.130.555(5);
- (j) Make, modify, amend, or revoke the will of the individual subject to conservatorship in compliance with chapter 11.12 RCW;
- (k) Acquire or dispose of property, including real property in another state, for cash or on credit, at public or private sale, and manage, develop, improve, exchange, partition, change the character of, or abandon property. In all transactions involving the sale of real property, the conservator shall receive additional authority from the court as to the disposition of the proceedings from the sale of the real property;

(1) Make ordinary or extraordinary repairs or alterations in a building or other structure, demolish any improvement, or raze an existing or erect a new party wall or building;

(m) Subdivide or develop land, dedicate land to public use, make or obtain the vacation of a plat and adjust a boundary, adjust a difference in valuation of land, exchange or partition land by giving or receiving consideration, and dedicate an easement to public use without consideration;

(n) Enter for any purpose into a lease of property as lessor or lessee, with or without an option to purchase or renew, for a term within or extending beyond the term

of the conservatorship; and

(o) Structure the finances of the individual subject to conservatorship to establish eligibility for a public benefit including by making gifts consistent with the individual's preferences, values, and prior directions, if the conservator's action does not jeopardize the individual's welfare and otherwise is consistent with the conservator's duties.

(2) In approving a conservator's exercise of a power listed in subsection (1) of this section, the court shall consider primarily the decision the individual subject to conservatorship would make if able, to the extent the decision can be ascertained.

- (3) To determine under subsection (2) of this section the decision the individual subject to conservatorship would make if able, the court shall consider the individual's prior or current directions, preferences, opinions, values, and actions, to the extent actually known or reasonably ascertainable by the conservator. The court also shall consider:
- (a) The financial needs of the individual subject to conservatorship and individuals who are in fact dependent on the individual subject to conservatorship for support, and the interests of creditors of the individual;
- (b) Possible reduction of income, estate, inheritance, or other tax liabilities;
- (c) Eligibility for governmental
  assistance;
- (d) The previous pattern of giving or level of support provided by the individual;
- (e) Any existing estate plan or lack of estate plan of the individual;
- (f) The life expectancy of the individual and the probability the conservatorship will terminate before the individual's death; and

(g) Any other relevant factor.

- (4) A conservator may not revoke or amend a power of attorney for finances executed by the individual subject to conservatorship. If a power of attorney for finances is in effect, a decision of the agent within the scope of the agent's authority takes precedence over that of the conservator, unless the court orders otherwise. The court has authority to revoke or amend any power of attorney executed by the adult.
- Sec. 13. RCW 11.130.530 and 2020 c 312 s 222 are each amended to read as follows:
- (1) A conservator shall file with the court by the date established by the court  ${\tt a}$

- report in a record regarding the administration of the conservatorship estate unless the court otherwise directs, on resignation or removal, on termination of the conservatorship, and at any other time the court directs.
- (2) A report under subsection (1) of this section must state or contain:
- (a) An accounting that lists property included in the conservatorship estate and the receipts, disbursements, liabilities, and distributions during the period for which the report is made;
- (b) A list of the services provided to the individual subject to conservatorship;
- (c) A copy of the conservator's most recently approved plan and a statement whether the conservator has deviated from the plan and, if so, how the conservator has deviated and why;
- (d) A recommendation as to the need for continued conservatorship and any recommended change in the scope of the conservatorship;
- (e) To the extent feasible, a copy of the most recent reasonably available financial statements evidencing the status of bank accounts, investment accounts, and mortgages or other debts of the individual subject to conservatorship with all but the last four digits of the account numbers and social security number redacted;
- (f) Anything of more than de minimis value which the conservator, any individual who resides with the conservator, or the spouse, domestic partner, parent, child, or sibling of the conservator has received from a person providing goods or services to the individual subject to conservatorship;
- (g) Any business relation the conservator has with a person the conservator has paid or that has benefited from the property of the individual subject to conservatorship; and
- (h) Whether any co-conservator or successor conservator appointed to serve when a designated event occurs is alive and able to serve.
- (3) The court may appoint a court visitor to review a report under this section or conservator's plan under RCW 11.130.510, interview the individual subject to conservatorship or conservator, or investigate any other matter involving the conservatorship. In connection with the report, the court may order the conservator to submit the conservatorship estate to appropriate examination in a manner the court directs.
- (4) Notice of the filing under this section of a conservator's report, together with a copy of the report, must be provided to the individual subject to conservatorship, a person entitled to notice under RCW 11.130.420(6) or a subsequent order, and other persons the court determines. The notice and report must be given not later than fourteen days after filing.
- (5) The court shall establish procedures for monitoring a report submitted under this section and review each report at least annually to determine whether:
- (a) The reports provide sufficient information to establish the conservator has complied with the conservator's duties;

- (b) The conservatorship should continue; and
- (c) The conservator's requested fees, if any, should be approved.
- (6) If the court determines there is reason to believe a conservator has not complied with the conservator's duties or the conservatorship should not continue, the court:
- (a) Shall notify the individual subject to conservatorship, the conservator, and any other person entitled to notice under RCW 11.130.420(6) or a subsequent order;
- (b) May require additional information from the conservator;
- (c) May appoint a court visitor to interview the individual subject to conservatorship or conservator or investigate any matter involving the conservatorship; and
- (d) Consistent with RCW 11.130.565 and 11.130.570, may hold a hearing to consider removal of the conservator, termination of the conservatorship, or a change in the powers granted to the conservator or terms of the conservatorship.
- (7) If the court has reason to believe fees requested by a conservator are not reasonable, the court shall hold a hearing to determine whether to adjust the requested fees.
- (8) A conservator must petition the court for approval of a report filed under this section. The court after review may approve the report. If the court approves the report, there is a rebuttable presumption the report is accurate as to a matter adequately disclosed in the report.
- (9) An order, after notice and hearing, approving an interim report of a conservator filed under this section adjudicates liabilities concerning a matter adequately disclosed in the report, as to a person given notice of the report or accounting.
- (10) If the court approves a report filed under this section, the order approving the report shall set the due date for the filing of the next report to be filed under this section. The court may set the review at annual, biennial, or triennial intervals with the report due date to be within ninety days of the anniversary date of appointment. When determining the report interval, the court can consider: The length of time the conservator has been serving the person under conservatorship; whether the conservatorship; conservator has timely filed all required reports with the court; whether the conservator is monitored by other state or local agencies; the income of the person subject to conservatorship; the value of the property of the person subject to conservatorship; the adequacy of the bond and other verified receipt; and whether there have been any allegations of abuse, neglect, or a breach of fiduciary duty against the conservator.
- (11) If the court approves a report filed under this section, the order approving the report shall contain a conservatorship summary or accompanied by a conservatorship summary in the form or substantially in the same form as set forth in RCW 11.130.665.
- (12) If the court approves a report filed under this section, the order approving the report shall direct the clerk of the court

to reissue letters of office in the form or substantially in the same form as set forth in RCW 11.130.660 to the conservator containing an expiration date which will be within one hundred eighty days ((after the date the court directs the conservator file its next report)) of the anniversary date of appointment.

(13) An order, after notice and hearing, approving a final report filed under this section discharges the conservator from all liabilities, claims, and causes of action by a person given notice of the report and the hearing as to a matter adequately disclosed in the report.

(14) Any requirement to establish a monitoring program under this section is subject to appropriation.

 $\underline{\text{NEW SECTION.}}$  **Sec. 14.** A new section is added to chapter 11.130 RCW to read as follows:

The court shall have authority to bring before it, in the manner prescribed by RCW 11.48.070, any person or persons suspected of having in their possession or having concealed, embezzled, conveyed, or disposed of any of the property of the estate of the individual subject to conservatorship subject to administration of this title.

 $\underline{\text{NEW}}$  SECTION. Sec. 15. A new section is added to chapter 2.72 RCW to read as follows:

- (1) Subject to the availability of funds appropriated for this specific purpose, the office shall contract with public or private entities or individuals to provide decision—making assistance services, prioritizing persons who are:
- (a) Age 18 or older whose income does not exceed 400 percent of the federal poverty level determined annually by the United States department of health and human services or who are eligible to receive long-term care services through the Washington state department of social and health services;
- (b) In an acute care hospital licensed under chapter 70.41 RCW, a psychiatric hospital licensed under chapter 71.12 RCW, or a state psychiatric hospital licensed under chapter 72.23 RCW, or in a location funded by such a hospital;
- (c) Medically ready for discharge, or will soon be medically ready for discharge, to a postacute care or community setting; and
- (d) Without a qualified person who is willing and able to serve as a decision maker.
- (2) For decision-making assistance services provided pursuant to subsection (1) of this section, the office shall establish a streamlined process to review requests for decision-making assistance for persons who meet the requirement in subsection (1) of this section on a weekly basis.
- (3) Subject to the availability of funds appropriated for this specific purpose, the office shall establish a navigator service to provide assistance and support for hospitals and persons in hospitals, including assistance to navigate options for guardianship, public conservatorship,

decision-making assistance, and estate administration services as appropriate for the person.

- (4) Subject to the availability of funds appropriated for this specific purpose, the office shall fund training for decision makers regarding considerations for specific populations, including behavioral health, involuntary treatment, disability, family law, and medicaid programs.
- (5) Subject to the availability of funds appropriated for this specific purpose, the office shall offer low-barrier trainings to certified professional guardians on topics such as aging, mental health, and dementia.

 $\underline{\text{NEW}}$  SECTION. Sec. 16. A new section is added to chapter 2.72 RCW to read as follows:

- (1) By October 1, 2025, and annually thereafter, and in compliance with RCW 43.01.036, the office of public guardianship must submit a report to the legislature regarding the demand for the services provided by the office, barriers to service delivery, and outcomes achieved.
- (2) The report required in subsection (1) of this section must contain, at a minimum, the following information for the year prior to the report:
- (a) The number of contract service providers under contract with the office of public guardianship;
- (b) The caseload of each contract service provider;
- (c) The number of guardianships, conservatorships, and each of the less restrictive options supported by the office;
- (d) The total number of persons prioritized pursuant to section 15 of this act;
- (e) For each person prioritized pursuant to section 15 of this act, the number of days between when the person was deemed medically ready for discharge from a hospital to a postacute care or community setting and when the person was discharged from the hospital;
- (f) A summary of postdischarge outcomes with regard to persons prioritized pursuant to section 15 of this act; and
- (g) Policy recommendations for consideration by the legislature."

Correct the title.

Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member.

Referred to Committee on Appropriations

February 21, 2024

ESSB 5828

Prime Sponsor, Law & Justice: Concerning water rights adjudication commissioners and referees. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Walsh,

Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5829

Prime Sponsor, Health & Long Term Care: Screening newborn infants for congenital cytomegalovirus. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5834

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning urban growth areas. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 5835

Prime Sponsor, State Government & Elections: Concerning transparency in rule making. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; , Assistant Ranking Minority Member; Gregerson; Low and Mena.

Referred to Committee on Rules for second reading

February 21, 2024

SB 5836

Prime Sponsor, Senator Wilson, L.: Adding an additional superior court judge in Clark county. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

Referred to Committee on Appropriations

February 20, 2024

SB 5837

Prime Sponsor, Senator Valdez: Codifying the state election database to publish, evaluate, and analyze certain election data. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; Stearns, Vice Chair; Gregerson and Mena.

MINORITY recommendation: Do not pass. Signed by Representative, Assistant Ranking Minority Member.

MINORITY recommendation: Without recommendation. Signed by Representatives Cheney, Ranking Minority Member; and Low.

Referred to Committee on Appropriations

February 21, 2024

E2SSB 5838

Prime Sponsor, Ways & Means: Establishing an artificial intelligence task force. Reported by Committee on Consumer Protection & Business

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature finds that artificial intelligence is a fast-evolving technology that holds extraordinary potential and has a myriad of uses for both the public and private sectors. Advances in artificial intelligence technology have led to programs that are capable of creating text, audio, and media that are difficult to distinguish from media created by a human. This technology has the potential to provide great benefits to people if used well and to cause great harm if used irresponsibly.

legislature further finds The that intelligence generative artificial become widely available to consumers and has great potential to become a versatile tool for a wide audience. It can streamline tasks, save time and money for users, and facilitate further innovation. Artificial intelligence has the potential to help solve urgent challenges, while making our world more prosperous, productive, innovative, and secure when used responsibly.

Washington state is in a unique position to become a center for artificial intelligence and machine learning. When used irresponsibly, artificial intelligence has the potential to further perpetuate bias and harm to historically excluded groups. It is vital that the fundamental rights to privacy and freedom from discrimination are properly safeguarded as society explores this emerging technology.

The federal government has not vet enacted binding regulations, however in July 2023, federal government bу voluntary commitments seven leading artificial intelligence companies, including three companies headquartered in Washington, to move toward safe, secure, and transparent intelligence of artificial development technology. The October 2023 executive order the safe, secure, and trustworthy development and use of artificial builds on intelligence this work developers directing of artificial intelligence systems to share their safety test results for certain highly capable models with the United States government.

Numerous businesses and agencies have developed principles for artificial intelligence. In Washington, Washington

technology solutions (WaTech) developed guiding principles for artificial intelligence use by state agencies. These principles share common themes: Accountability, transparency, human control, privacy and security, advancing equity, and promoting innovation and economic development.

The legislature finds that the possible impacts of advancements in generative artificial intelligence for Washingtonians requires careful consideration in order to mitigate risks and potential harms, while promoting transparency, accountability, equity, and innovation that drives technological breakthroughs. On January 30, 2024, governor Inslee issued Executive Order 24-01 directing WaTech to identify generative artificial intelligence initiatives that could be implemented in state operations and issue guidelines for public sector procurement and usage.

- NEW SECTION. Sec. 2. (1) Subject to the availability of amounts appropriated for this specific purpose, a task force to assess current uses and trends and make recommendations to the legislature regarding guidelines and potential legislation for the use of artificial intelligence systems is established.
- (2) The task force is composed of an executive committee consisting of members as provided in this subsection.
- (a) The president of the senate shall appoint one member from each of the two largest caucuses of the senate.
- (b) The speaker of the house of representatives shall appoint one member from each of the two largest caucuses of the house of representatives.
- (c) The attorney general shall appoint the following members, selecting only individuals with experience in technology policy:
- (i) One member from the office of the governor;
- (ii) One member from the office of the attorney general;
- (iii) One member from Washington
  technology solutions;
- (iv) One member from the Washington state
  auditor;
- (v) One member representing universities or research institutions that are experts in the design and effect of an algorithmic system;
- (vi) One member representing private technology industry groups;
- (vii) One member representing business
  associations;
- (viii) One member representing community advocate organizations that represent communities that are disproportionately vulnerable to being harmed by algorithmic bias:
- (ix) One member representing the LGBTQ+
  community;
- (x) One member representing statewide labor organizations; and
- (xi) One member representing public safety.
- (d) The task force may meet in person or by telephone conference call, videoconference, or other similar

- telecommunications method, or a combination of such methods.
- (e) The executive committee may convene subcommittees to advise the task force on the recommendations and findings set out in subsection (4) of this section.
- (i) The executive committee shall define the scope of activity and subject matter focus required of the subcommittees including, but not limited to: Education and workforce development; public safety and ethics; health care and accessibility; labor; government and public sector efficiency; state security and cybersecurity; consumer protection and privacy; and industry and innovation.
- (ii) Subcommittees and their members may be invited to participate on an ongoing, recurring, or one-time basis.
- (iii) The executive committee in collaboration with the attorney general shall appoint members to the subcommittees that must be comprised of industry participants, subject matter experts, representatives of federally recognized tribes, or other relevant stakeholders.
- (iv) Each subcommittee must contain at least one member possessing relevant industry expertise and at least one member from an advocacy organization that represents communities that are disproportionately vulnerable to being harmed by algorithmic bias including, but not limited to: African American; Hispanic American; Native American; Asian American; Native Hawaiian and Pacific Islander communities; religious minorities; individuals with disabilities; and other vulnerable communities.
- (v) Meeting summaries and reports delivered by the subcommittees to the executive committee must be made available on the attorney general's website within 30 days of delivery.
- must administer and provide staff support for the task force. The office of the attorney general may, when deemed necessary by the task force, retain consultants to provide data analysis, research, recommendations, training, and other services to the task force for the purposes provided in subsection (4) of this section. The office of the attorney general may work with the task force to determine appropriate subcommittees as needed.
- (4) The executive committee subcommittees of the task force shall examine the development and use of artificial intelligence by private public entities and make sector recommendations to the legislature regarding guidelines and potential legislation for the and regulation of artificial intelligence systems to protect Washingtonians' safety, privacy, and civil and intellectual property rights. The task force findings and recommendations must include:
- (a) A literature review of public policy issues with artificial intelligence, including benefits and risks to the public broadly, historically excluded communities, and other identifiable groups, racial equity considerations, workforce impacts, and ethical concerns;

- (b) A review of existing protections under state and federal law for individual data and privacy rights, safety, civil rights, and intellectual property rights, and how federal, state, and local laws relating to artificial intelligence align, differ, conflict, and interact across levels of government;
- (c) A recommended set of guiding principles for artificial intelligence use informed by standards established by relevant bodies;
- (d) Identification of high-risk uses of artificial intelligence, including those that may negatively affect safety or fundamental rights;
- (e) Opportunities to support and promote the innovation of artificial intelligence technologies through grants and incentives;
- (f) Recommendations on appropriate uses of and limitations on the use of artificial intelligence by state and local governments and the private sector;
- (g) Recommendations relating to the appropriate and legal use of training data;
- (h) Racial equity issues posed by artificial intelligence systems and ways to mitigate the concerns to build equity into the systems;
- (i) Civil liberties issues posed by artificial intelligence systems and civil rights and civil liberties protections to be incorporated into artificial intelligence systems;
- (j) Recommendations as to how the state should educate the public on the development and use of artificial intelligence;
- (k) A review of protections of personhood, including replicas of voice or likeness, in typical contract structures, and a review of artificial intelligence tools used to support employment decisions; and
- (1) Proposed state guidelines for the use of artificial intelligence to inform the development, deployment, and use of artificial intelligence systems to:
- (i) Retain appropriate human agency and oversight;
- (ii) Be subject to internal and external security testing of systems before public release for high-risk artificial intelligence systems;
  - (iii) Protect data privacy and security;
- (iv) Promote appropriate transparency for consumers when they interact with artificial intelligence systems or products created by artificial intelligence; and
- (v) Ensure accountability, considering oversight, impact assessment, auditability, and due diligence mechanisms.
- (5) The executive committee of the task force must hold its first meeting within 45 days of final appointments to the task force and must meet at least twice each year thereafter. The task force must submit reports to the governor and the appropriate committees of the legislature detailing its findings and recommendations. A preliminary report must be delivered by December 31, 2024, an interim report by December 1, 2025, and a final report by July 1, 2026. Meeting summaries must be posted to the website of the attorney general's office within 30 days of any meeting by the task force.

- (6) Legislative members of the task force shall be reimbursed for travel expenses in accordance with RCW 44.04.120. Nonlegislative members are not entitled to be reimbursed for travel expenses if they are elected officials or are participating on behalf of an employer, governmental organization. or other entity, reimbursement for other nonlegislative members is subject to chapter 43.03 RCW.
- (7) To ensure that the task force has diverse and inclusive representation of those affected by its work, task force members, including subcommittee members, whose participation in the task force may be hampered by financial hardship and may be compensated as provided in RCW 43.03.220.
- (8) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.
- (a) "Artificial intelligence" means the use of machine learning and related technologies that use data to train statistical models for the purpose of enabling computer systems to perform tasks normally associated with human intelligence or perception, such as computer vision, speech or natural language processing, and content generation.
- content generation.

  (b) "Generative artificial intelligence"
  means an artificial intelligence system that
  generates novel data or content based on a
  foundation model.
- (c) "Machine learning" means the process by which artificial intelligence is developed using data and algorithms to draw inferences therefrom to automatically adapt or improve its accuracy without explicit programming.
- (d) "Training data" means labeled data that is used to teach artificial intelligence models or machine learning algorithms to make proper decisions. Training data may include, but is not limited to, annotated text, images, video, or audio.
  - (9) This section expires June 30, 2027.

NEW SECTION. Sec. 3. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

Correct the title.

Signed by Representatives Walen, Chair; Reeves, Vice Chair; Robertson, Ranking Minority Member; Donaghy; Hackney; Ryu and Santos.

MINORITY recommendation: Do not pass. Signed by Representatives Sandlin; and Volz.

MINORITY recommendation: Without recommendation. Signed by Representatives McClintock, Assistant Ranking Minority Member; ; Connors; and Corry.

Referred to Committee on Appropriations

February 20, 2024

SB 5843

Prime Sponsor, Senator Nguyen: Concerning security breaches of election systems and election-related systems. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Signed by Do pass. Representatives, Chair; Stearns, Vice Chair; Gregerson and

MINORITY recommendation: Do not pass. Signed by Representative, Assistant Ranking Minority Member.

MINORITY recommendation: Without recommendation. Signed by Representatives Cheney, Ranking Minority Member; and Low.

Referred to Committee on Rules for second reading

February 20, 2024

E2SSB 5849

Prime Sponsor, Ways & Means: Concerning a computer science competency graduation requirement. Reported by Committee on Education

### MAJORITY recommendation: Do pass as amended.

Strike everything after t.he enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 28A.230 RCW to read as follows:

- (1)(a) Except as provided otherwise by this section, beginning with the graduating class of 2030, each student graduating from high school must public demonstrate competency in the computer science state learning standards. Students may demonstrate this computer science competency graduation requirement through:
- (i) Completion of a stand-alone computer science course aligned to the state learning standards;
- (ii) Completion of a different subject matter course where the state computer science learning standards are embedded with other learning standards; or

(iii) A demonstration of competency of the foundational skills established in the computer science state learning standards.

For purposes of (a)(iii) of this demonstration of competency subsection, could include completion of a competency examination as established in 28A.230.300 or any of the options allowed by the rules adopted by the state board of education under RCW 28A.230.090 that address mastery-based crediting, such as: Completing a locally established portfolio or culminating project; (ii) participating work experience supervised or outside school experience; (iii) t.aking career and technical education classes; (iv) taking courses offered by regional or community centers or programs; (v) receiving earned at postsecondary institution; or (vi) providing documentation of a prior learning activity that demonstrates proficiency of the identified learning standards. Any of the options used must include evidence that the student meets

or exceeds the computer science learning standards.

Consideration of seat time (c) instructional hours is not required to demonstrate competency for purposes of this section.

(d) Students must be allowed to present multiple of evidence for types

demonstration of competency.

- (2) Students may request a waiver for the requirements of subsection (1) of section from their school principal if their school and beyond plan delineates course taking and education or training and career goals for which demonstrated computer science competencies are not applicable. Principals who receive these waiver requests must approve them. Additionally, students in grade 12 who have not been able to demonstrate competency in the science state learning standards as required previous this section because of residence outside the state may have the requirement of this section waived by their principal.
- (3) Nothing in this section increases the number of high school credits required for graduation as established by the state board of education under RCW 28A.230.090.

(4)(a) The office of the superintendent

of public instruction shall:

(i) Ensure that sufficient professional development opportunities are made available to educators for the purpose of assisting in meeting the students graduation requirement established in this section; and

- (ii) Collect relevant disaggregated demographic data on the student completion t.he computer science competency graduation requirement created under this section to assess if the requirement has created any negative impacts on any class of students including, but not limited to, students who are currently struggling in school, low-income, person οf color, experiencing homelessness, or enrolled in  $\overset{\cdot}{\text{a}}$ school or a school district with high rates of these students.
- (b) Beginning December 1, 2030, annually thereafter, the office of superintendent of public instruction shall submit a report to the education committees of the legislature summarizing the collected under this subsection.

NEW SECTION. Sec. 2. (1) The office of the superintendent of public instruction shall initiate a review and update of the computer science learning standards for students in grades kindergarten through 12. In developing the update of the state computer science learning standards, the office of the superintendent of public instruction shall review computer science learning standards adopted by other states and consult with nonprofit organizations that have a demonstrated expertise assisting states in developing computer science learning standards. In developing the state learning standards and supporting documents for grades nine through 12, the office of the superintendent of public instruction shall identify the standards considered to be foundational for graduation purposes as established in section 1 of this act.

- (2) The state board of education shall collect information from school districts about the courses and other learning opportunities currently offered in computer science for high school students in their district, how the district already assesses or plans to assess competency of the computer science state learning standards, and what the district may need in order to ensure that students are ready for the graduation requirement established under section 1 of this act. The data collection required by this subsection may be conducted concurrently with other oversight and monitoring activities conducted by the state board of education. The state board of education shall report a summary of the information collected to the legislature by October 31, 2025, and shall include any recommendations on what actions the legislature could take to assist school districts in meeting the needs identified by school districts, including whether exploring options for increasing the number of educators endorsed to teach computer science is necessary.
  - (3) This section expires July 1, 2026.

**Sec. 3.** RCW 28A.655.070 and 2019 c 252 s 119 are each amended to read as follows:

- (1) The superintendent of public instruction shall develop state learning standards that identify the knowledge and skills all public school students need to know and be able to do based on the student learning goals in RCW 28A.150.210, develop student assessments, and implement the accountability recommendations and requests regarding assistance, rewards, and recognition of the state board of education.
- (2) The superintendent of public instruction shall:
- (a) Periodically revise the state learning standards, as needed, based on the student learning goals in RCW 28A.150.210. Goals one and two shall be considered primary. To the maximum extent possible, the superintendent shall integrate ((goal four)) technology literacy and fluency from goal three and the knowledge and skill areas in the other goals in the state learning standards; and
- (b) Review and prioritize the learning standards and identify, with clear and concise descriptions, the grade level content expectations to be assessed on the statewide student assessment and used for state or federal accountability purposes. The review, prioritization, identification shall result in more and focus and targeting with an emphasis on depth over breadth in the number of grade level content expectations assessed at each grade level. Grade level content expectations shall be articulated over the grades as a sequence of expectations and performances that are logical, build with increasing depth after foundational knowledge and skills are acquired, and reflect, where appropriate, the sequential nature of the discipline. The office of the superintendent of public instruction, within seven working days, shall post on its website any grade level

content expectations provided to an assessment vendor for use in constructing the statewide student assessment.

- (3) (a) In consultation with the state board of education, the superintendent of public instruction shall maintain and continue to develop and revise a statewide academic assessment system in the content areas of reading, writing, mathematics, and science for use in the elementary, middle, and high school years designed to determine if each student has mastered the state learning standards identified in subsection (1) of this section. School districts shall administer the assessments under guidelines adopted by the superintendent of public instruction. The academic assessment system may include a variety of assessment methods, including criterion-referenced and performance-based measures.
- (b) Effective with the 2009 administration of the Washington assessment of student learning and continuing with the statewide student assessment, the superintendent shall redesign the assessment in the content areas of reading, mathematics, and science in all grades except high school by shortening test administration and reducing the number of short answer and extended response questions.
- (c) By the 2014-15 school year, the superintendent of public instruction, in consultation with the state board of education, shall modify the statewide student assessment system to transition to assessments developed with a multistate consortium, as provided in this subsection:
- (i) The assessments developed with a multistate consortium to assess student proficiency in English language arts and mathematics shall be administered beginning in the 2014-15 school year, and beginning with the graduating class of 2020, the assessments must be administered to students in the tenth grade. The reading and writing assessments shall not be administered by the superintendent of public instruction or schools after the 2013-14 school year.
- (ii) The high school assessments in English language arts and mathematics in (c)(i) of this subsection shall be used for the purposes of federal and state accountability and for assessing student career and college readiness.
- (d) The statewide academic assessment system must also include the Washington access to instruction and measurement assessment for students with significant cognitive challenges.
- (4) If the superintendent proposes any modification to the state learning standards or the statewide assessments, then the superintendent shall, upon request, provide opportunities for the education committees of the house of representatives and the senate to review the assessments and proposed modifications to the state learning standards before the modifications are adopted.
- (5) The assessment system shall be designed so that the results under the assessment system are used by educators as tools to evaluate instructional practices, and to initiate appropriate educational support for students who have not mastered

the state learning standards at the appropriate periods in the student's educational development.

- (6) By September 2007, the results for reading and mathematics shall be reported in a format that will allow parents and teachers to determine the academic gain a student has acquired in those content areas from one school year to the next.
- (7) To assist parents and teachers in their efforts to provide educational support to individual students, the superintendent of public instruction shall provide as much individual student performance information as possible within the constraints of the assessment system's item bank. The superintendent shall also provide to school districts:
- (a) Information on classroom-based and other assessments that may provide additional achievement information for individual students; and
- (b) A collection of diagnostic tools that educators may use to evaluate the academic status of individual students. The tools shall be designed to be inexpensive, easily administered, and quickly and easily scored, with results provided in a format that may be easily shared with parents and students.
- (8) To the maximum extent possible, the superintendent shall integrate knowledge and skill areas in development of the assessments.
- (9) Assessments for goals three and four of RCW 28A.150.210 shall be integrated in the state learning standards and assessments for goals one and two.
- (10) The superintendent shall develop assessments that are directly related to the state learning standards, and are not biased toward persons with different learning styles, racial or ethnic backgrounds, or on the basis of gender.
- (11) The superintendent shall review available and appropriate options for competency-based assessments that meet the state learning standards. In accordance with the review required by this subsection, the superintendent shall provide a report and recommendations to the education committees of the house of representatives and the senate by November 1, 2019.
- (12) The superintendent shall consider methods to address the unique needs of special education students when developing the assessments under this section.
- (13) The superintendent shall consider methods to address the unique needs of highly capable students when developing the assessments under this section.
- (14) The superintendent shall post on the superintendent's website lists of resources and model assessments in social studies, the arts, and health and fitness.
- (15) The superintendent shall integrate financial education skills and content knowledge into the state learning standards pursuant to RCW 28A.300.460(2)(d).
- (16)(a) The superintendent shall notify the state board of education in writing before initiating the development or revision of the state learning standards under subsections (1) and (2) of this section. The notification must be provided to the state board of education in advance for review at a regularly scheduled or

special board meeting and must include the following information:

- (i) The subject matter of the state learning standards;
- (ii) The reason or reasons the superintendent is initiating the development or revision; and
- (iii) The process and timeline that the superintendent intends to follow for the development or revision.
- (b) The state board of education may provide a response to the superintendent's notification for consideration in the development or revision process in (a) of this subsection.
- (c) Prior to adoption by the superintendent of any new or revised state learning standards, the superintendent shall submit the proposed new or revised state learning standards to the state board of education in advance in writing for review at a regularly scheduled or special board meeting. The state board of education may provide a response to the superintendent's proposal for consideration prior to final adoption.
- (17) The state board of education may propose new or revised state learning standards to the superintendent. The superintendent must respond to the state board of education's proposal in writing."

Correct the title.

Signed by Representatives Santos, Chair; Shavers, Vice Chair; Bergquist; Nance; Ortiz-Self; Pollet; Stonier and Timmons.

MINORITY recommendation: Do not pass. Signed by Representatives; and Steele.

MINORITY recommendation: Without recommendation. Signed by Representatives Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; Couture; Eslick; and McClintock.

Referred to Committee on Appropriations

February 20, 2024

ESSB 5850

Prime Sponsor, Ways & Means: Supporting students who are chronically absent and at risk for not graduating high school. Reported by Committee on Education

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

- "NEW SECTION. Sec. 1. A new section is added to chapter 28A.310 RCW to read as follows:
- (1) Subject to the availability of amounts appropriated for this specific purpose, each educational service district must work in collaboration with the office of the superintendent of public instruction to develop and maintain the capacity to offer training and coaching for educators and other school district staff, including those designated under RCW 28A.225.026 to address excessive absenteeism and truancy, on the development of robust early warning systems to identify and locate students who

are chronically absent and connect them with the necessary supports to reengage them in academic learning. The training and coaching must include collecting, analyzing, and reporting early warning data, including attendance and other relevant data.

(2) For the purposes of this section:

- (a) "Necessary supports" may include engagement with families; academic, systemic, and economic supports; adequate appropriate clothing; food nutrition; transportation; connecting students to behavioral and physical health supports; and incentives and celebrations of students' attendance and engagement in the classroom.
- (b) "Students who are chronically absent" means students who miss 10 percent or more of their school days for any reason including excused and unexcused absences and suspensions.

Sec. 2. RCW 28A.175.025 and 2007 c 408 s 2 are each amended to read as follows:

(1) Subject to the availability of funds appropriated for this specific purpose, the office of the superintendent of public instruction shall create a grant program and award grants to local partnerships of schools, families, and communities ((to begin the phase in of))for a statewide
comprehensive dropout prevention, intervention, and retrieval system including supports for students who are chronically absent. This program shall be known as the building bridges program.

 $((\frac{1}{1}))(2)$  For purposes of RCW 28A.175.025 through 28A.175.075, a "building bridges program" means a local partnership of schools, families, and communities that either provides the supports under subsection (3) of this section or provides all of the following programs or activities

- under this subsection, or both:
   (a) A system that identifies individual students at risk of dropping out from middle through high school based on local predictive data, including state assessment data starting in the fourth grade, and provides timely interventions for such students and for dropouts((, including a plan for educational success as already required by the student learning plan as defined under RCW 28A.655.061)). Students identified shall include foster care youth, youth involved in the juvenile justice system, and students receiving special education services under chapter 28A.155 RCW;
- (b) Coaches or mentors for students as necessary:
- (c) Staff responsible for coordination of community partners that provide a seamless continuum of academic and nonacademic support in schools and communities;

(d) Retrieval or reentry activities; and

- (e) Alternative educational programming, including, but not limited to, career and technical education exploratory and preparatory programs and online learning opportunities.
- (((2) One of the grants awarded under this section shall be for a two-year demonstration project focusing on providing fifth through twelfth grade students with a

program that utilizes technology and is integrated with state standards, basic academics, cross-cultural exposures, and age-appropriate preemployment training. The project shall:

(a) Establish programs in two western Washington and one eastern Washington urban

(b) Identify at-risk students in each of the distinct communities and populations and implement strategies t.o close achievement gap;

(c) Collect and report data participant characteristics and outcomes of the project, including the characteristics and outcomes specified 28A.175.035(1)(e); and

(d) Submit a report to the legislature by December 1, 2009))

- (3) When community-based organizations, tribes, and community and technical colleges are awarded grants to support students who are chronically absent under this section, grant funds may also be used for the following strategies and supports:
- (a) Proactive engagement with families about the impact of attendance on student outcomes;
- (b) Clear, supportive, and solutionoriented communication with families and caregivers of students who are chronically <u>absent;</u>
- (c) Visits to families of students who are chronically absent;
- (d) Academic, systemic, and economic supports for the families of students who are chronically absent, including removing barriers to students attending school as well as tutoring and mentoring students who are reengaging in the classroom;
- (e) Connecting students to behavioral and physical health supports; and
- (f) Incentives and celebrations of students' improved attendance and engagement in the classroom.
- (4) For the purposes of this section, "students who are chronically absent" has the same meaning as in section 1 of this <u>act</u>.
- Sec. 3. RCW 28A.175.035 and 2011 c 288 s 9 are each amended to read as follows:
- (1) The office of the superintendent of public instruction shall:
- (a) Identify criteria for grants evaluate proposals for funding in consultation with the workforce training and education coordinating board;
- (b) Develop and monitor requirements for grant recipients to:
- (i) Identify students who ((both fail the Washington assessment of student learning))score below basic on the statewide student assessment as defined in RCW
  28A.655.230 and drop out of school;
  (ii) Identify their own strengths and
- gaps in services provided to youth;
- (iii) Set their own local goals for program outcomes;
- (iv) Use research-based and emerging best practices that lead to positive outcomes in implementing the building bridges program;
- (v) Coordinate an outreach campaign to bring public and private organizations

together and to provide information about the building bridges program to the local community;

- (c) In setting the requirements under (b) of this subsection, encourage creativity and provide for flexibility in implementing the local building bridges program;
- (d) Identify and disseminate successful practices; and
- (e) Develop requirements for grant recipients to collect and report data, including, but not limited to:
- (i) The number of and demographics of students served including, but not limited to, information regarding a student's race and ethnicity, a student's household income, a student's housing status, whether a student is a foster youth or youth involved in the juvenile justice system, whether a student is disabled, and the primary language spoken at a student's home;
- (ii) ((Washington assessment of student learning)) Statewide student assessment scores;
  - (iii) Dropout rates;
  - (iv) On-time graduation rates;
  - (v) Extended graduation rates;
  - (vi) Credentials obtained;
  - (vii) Absenteeism rates;
  - (viii) Truancy rates; and
  - (ix) Credit retrieval((+
- (f) Contract with a third party to evaluate the infrastructure and implementation of the partnership including the leveraging of outside resources that relate to the goal of the partnership. The third-party contractor shall also evaluate the performance and effectiveness of the partnerships relative to the type of entity, as identified in RCW 28A.175.045, serving as the lead agency for the partnership; and
- (g) Report to the legislature by December 1. 2008)).
- (2) The office of the superintendent of public instruction may require the recipient of grant funding under RCW 28A.175.025 to report the impacts of the recipient's efforts in alignment with the measures of the Washington school improvement framework.
- (3) In performing its duties under this section, the office of the superintendent of public instruction is encouraged to consult with the ((work group identified))graduation: a team effort partnership advisory committee established in RCW 28A.175.075.
- $((\frac{3}{2}))(\frac{4}{2})$  In selecting recipients for grant funds appropriated under RCW 28A.175.135, the office of the superintendent of public instruction shall use a streamlined and expedited application and review process for those programs that have already proven to be successful in dropout prevention.
- Sec. 4. RCW 28A.175.105 and 2021 c 164 s 7 are each amended to read as follows:
- The definitions in this section apply throughout RCW 28A.175.100 through 28A.175.110 unless the context clearly requires otherwise:
- (1) "Dropout reengagement program" means an educational program that offers at least the following instruction and services:

- (a) Academic instruction, including but not limited to preparation to earn a high school equivalency certificate as provided in RCW 28B.50.536 in accordance with rules adopted under RCW 28A.305.190, academic skills instruction, and college and work readiness preparation, that generates credits that can be applied to a high school diploma from the student's school district or from a community or technical college under RCW 28B.50.535 and has the goal of enabling the student to obtain the academic and work readiness skills necessary for employment or postsecondary study. A dropout reengagement program is not required to offer instruction in only those subject areas where a student is deficient in accumulated credits. Academic instruction must be provided by teachers certified by the Washington professional educator standards board or by instructors employed by a community or technical college whose required credentials are established by the college;
- (b) Case management, academic and career counseling, and assistance with accessing services and resources that support at-risk youth and reduce barriers to educational success, such as:
- (i) Academic related supports, such as covering test fees, calculators, and laboratory and other school supplies;
- (ii) Nonacademic supports, such as adequate and appropriate clothing; adequate and reliable access to food and nutrition; and transportation, including bus passes, gas vouchers, and subsidized parking; and
- (iii) Connecting students to behavioral and physical health supports; and
- (c) If the program provider is a community or technical college, the opportunity for qualified students to enroll in college courses that lead to a postsecondary degree or certificate. The college may not charge an eligible student tuition for such enrollment.
- (2) "Eligible student" means a student who:
- (a) Is at least sixteen but less than twenty-one years of age at the beginning of the school year;
- (b) Is not accumulating sufficient credits toward a high school diploma to reasonably complete a high school diploma from a public school before the age of twenty-one or is recommended for the program by case managers from the department of social and health services or the juvenile justice system; and
- (c) Is enrolled or enrolls in the school district in which the student resides, or is enrolled or enrolls in an institutional education program as defined in RCW 28A.190.005 or a nonresident school district under RCW 28A.225.220 through 28A.225.230.
- (3) "Full-time equivalent eligible student" means an eligible student whose enrollment and attendance meet criteria adopted by the office of the superintendent of public instruction specifically for dropout reengagement programs. The criteria shall be:
- (a) Based on the community or technical college credits generated by the student if the program provider is a community or technical college; and

(b) Based on a minimum amount of planned programming or minimum instruction and attendance by the student rather than hours of seat time if the program provider is a community-based organization.

Sec. 5. RCW 28A.175.110 and 2010 c 20 s 4 are each amended to read as follows:

- (1) The office of the superintendent public instruction shall develop a model interlocal agreement and a model for the dropout reengagement system.
- (2) The model interlocal agreement contract shall, at a minimum, address following:
- (a) Responsibilities for identification, and enrollment of referral. eligible students;
- (b) Instruction and services t.o provided by a dropout reengagement program, as specified under RCW 28A.175.105;
- (c) Responsibilities for data collection and reporting, including student transcripts and data required for the statewide student information system;
- Administration of the high school statewide student assessments;
- (e) Uniform financial reimbursement rates full-time equivalent eligible student enrolled in a dropout reengagement program, calculated and allocated as а statewide annual average of the basic education allocations generated under RCW 28A.150.260 nonvocational students and including enhancements for vocational students eligible students are enrolled in vocational courses in a program((, and allowing for a uniform administrative fee to be retained by the district))to be shared between parties to the interlocal agreement
- contract, as agreed upon by the parties;
   (f) Responsibilities for provision
  special education or related services of eligible students with disabilities who have an individualized education program;
- (g) Responsibilities for necessary accommodations and for plans students under 504 qualifying section rehabilitation act of 1973;
- (h) Minimum instructional staffing ratios for dropout reengagement programs offered by community-based organizations, which are not required to be the same as for other basic education programs in school districts; and
- Performance measures that must reported to the office of the superintendent of public instruction in a common format for purposes of accountability, including longitudinal monitoring of student progress and postsecondary education and employment.
- (3) Eligible students enrolled RCW reengagement program under 28A.175.100, 28A.175.105, and this section are considered regularly enrolled students of the school district in which they are enrolled, except that the students shall not included in the school district's for purposes enrollment of calculating compliance with RCW 28A.150.100."

Correct the title.

Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; ; Bergquist; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Appropriations

February 20, 2024

SB 5852

Prime Sponsor, Senator Braun: Concerning special education safety net awards. Reported by Committee on Education

Do pass. MAJORITY recommendation: Signed by Representatives Santos, Chair; Shavers, Vice Chair; Rude, Ranking Minority Member; McEntire, Assistant Ranking Minority Member; ; Bergquist; Eslick; McClintock; Nance; Ortiz-Self; Pollet; Steele; Stonier and Timmons.

Referred to Committee on Appropriations

February 21, 2024

E2SSB 5853

Prime Sponsor, Ways & Means: Extending the crisis relief center model to provide behavioral health crisis services for minors. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass. Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member; Couture, Assistant Ranking Minority Member; Callan; Goodman; Ortiz-Self and Taylor.

MINORITY recommendation: Without recommendation. Signed by Representatives Dent; and Walsh.

Referred to Committee on Appropriations

February 21, 2024

ESB 5856

Prime Sponsor, Senator Hunt: Concerning voter registration challenges. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass as amended.

everything after the enacting clause and insert the following:

"Sec. 1. RCW 29A.08.810 and 2023 c 466 s 28 are each amended to read as follows:

- (1) Registration of a person as a voter is presumptive evidence of his or her right vote. A challenge to the person's right to vote must be based on personal knowledge of one of the following:
- (a) The challenged voter has convicted of a felony that includes serving sentence of total confinement under jurisdiction of the department of or a felony corrections, conviction in another state's court or federal court the voter is serving that sentence of total confinement and the person's voting rights have not been restored under RCW 29A.08.520;
- (b) The challenged voter has judicially declared ineligible to vote due to mental incompetency under RCW 29A.08.515;
- (c) The challenged voter will not be years of age by the next general election;
- (d) The challenged voter is not a citizen
- the United States; or (e) The challenged voter resides at address than the

address provided, and is not subject to RCW 29A.04.151 or 29A.08.112, in which case the challenger must either:

(i) Provide the challenged voter's actual residence on the challenge form;  $((\Theta + 1))$ 

- (ii) Submit evidence that he or she exercised due diligence to verify that the challenged voter does not reside at the address provided. The challenger must, at minimum, provide evidence that the challenger personally:
- (A) Sent a <u>certified</u> letter with return service requested to the challenged voter's residential address provided, and to the challenged voter's mailing address, if provided, using a form provided by the office of the secretary of state that includes the following disclaimer: "THIS FORM WAS NOT SENT BY THE GOVERNMENT AND ANY CLAIM WITHIN HAS NOT BEEN SUBSTANTIATED. YOU ARE NOT REQUIRED TO RESPOND TO THIS DOCUMENT TO MAINTAIN YOUR CURRENT VOTER REGISTRATION.";
- (B) ((Searched local telephone directories, including online directories, to determine whether the voter maintains a telephone listing at any address in the county;
- (C))) Searched county ((auditor)) property records to determine whether the challenged voter owns any property in the county; and
- $((\overline{(D)}))(C)$  Searched the statewide voter registration database to determine if the voter is registered at any other address in the state((:and)
- (E) Searched the voter registration database of another state to determine if the voter is registered to vote in any other state;
- (d) The challenged voter will not be eighteen years of age by the next general election; or
- (c) The challenged voter is not a citizen of the United States)); or
- (iii) Search the voter registration of database of another state and determine that the challenged voter has registered to vote in another state more recently than the voter registered in Washington.
- (2) A person's right to vote may be challenged by another registered voter or the county prosecuting attorney.
- (3) The challenger must file a signed affidavit subject to the penalties of perjury swearing that, to his or her personal knowledge and belief, having exercised due diligence to personally verify the evidence presented, the challenged voter either is not qualified to vote or does not reside at the address given on his or her voter registration record based on one of the reasons allowed in subsection (1) of this section. The challenger must provide factual basis for the challenge, including any information required by subsection (1)(((c)))(e) of this section, in the signed affidavit. The challenger must submit the challenge to the county auditor using a form provided by the office of the <u>secretary of state that outlines the reason</u> for the challenge. The challenge may not be on unsupported allegations or allegations by anonymous third parties. All documents pertaining to the challenge are public records.

- (4) Challenges based on a felony conviction under RCW 29A.08.520 must be heard according to RCW 29A.08.520 and rules adopted by the secretary of state.
- (5) Voters whose registration is inactive are not subject to voter registration challenges.
- Sec. 2. RCW 29A.08.820 and 2023 c 466 s 29 are each amended to read as follows:
- (1) Challenges must be filed with the county auditor of the county in which the challenged voter is registered no later than 45 days before the election. The county auditor or auditor's designee presides over the hearing.
- (2) Challenges may be filed after 45 days before the election, only when the challenged voter registered to vote less than 60 days before the election, or changed residence less than 60 days before the election without updating the residence address of the voter's voter registration. A challenge may then be filed not later than 10 days before any primary or election, general or special, or within 10 days of the voter being added to the voter registration database, whichever is later.
- (a) If the challenge is filed after 45 days before an election at which the challenged voter is eligible to vote, a notation of the challenge must be made immediately to the challenged voter's registration in the voter registration system, and the county canvassing board shall preside over the hearing.
- (b) If the challenge is filed before the challenged voter's ballot is received, the ballot must be processed as a challenged ballot, and held until the challenge is resolved.
- (c) If the challenge is filed after the challenged voter's ballot is received, the challenge cannot affect the current election. However, the process shall proceed until the challenge is resolved.
- (3) The county auditor may dismiss the challenge if the challenged voter's registration is inactive.
- (4) When a challenge is based on a voter residing at a different address than the one to which they are registered, prior to any hearing the county auditor shall attempt to determine the validity of the challenge through one or more of the following methods:
- (a) Contacting the challenged voter in order to:
- order to:
   (i) Update the voter's residence address
  for voting within the county or state;
- (ii) Determine whether the voter no longer considers themselves a resident for voting purposes, and if so obtain a cancellation signed by the voter; or
- (iii) Learn whether the voter is currently residing at a temporary address with the intent to return to the registered address;
- (b) Search the statewide voter registration database to determine if the voter is registered at any other address within the state, and if so determine if any address is valid and obtain a cancellation of registration for any other address;

(c) Determine if the voter's registered address is permissible under RCW 29A.04.151 or 29A.08.112;

(d) Contact the department of licensing to determine the address provided on the voter's driver's license, identification card, and vehicle registrations, if any; or

(e) If the challenger provides an out-ofstate address for the challenged voter, search the current official voter registration database for the jurisdiction of the address provided, or contact the election official's office in that jurisdiction and determine if the challenged <u>voter has registered to vote in that</u> jurisdiction more recently than the voter registered in Washington.

(5) If the county auditor is successful in determining the validity of the challenge through any of the methods contained in subsection (4) of this section the auditor shall dismiss the challenge and notify the challenger of the dismissal.

**Sec. 3.** RCW 29A.08.835 and 2023 c 466 s 30 are each amended to read as follows:

(1) ((The))For challenges that have not been dismissed for administrative reasons and that cannot be resolved under RCW 29A.08.820(4), the county auditor shall, within ((seventy-two hours))10 business days of receipt, publish on the auditor's internet website the ((entire content))affidavit of any voter challenge filed under this chapter ((29A.08 RCW)). Immediately after publishing any voter challenge, the county auditor shall notify any person who requests to receive such notifications on an ongoing basis.

(2) The information on the website may be removed 45 days following certification of an election. Information related to the challenge must be maintained by the county auditor for the appropriate retention period, and is subject to disclosure upon

request.

Sec. 4. RCW 29A.08.840 and 2023 c 466 s 31 are each amended to read as follows:

(1) The county auditor shall determine within 10 business days of receipt of a challenge whether the challenge is in proper form and the factual basis meets the legal grounds for a challenge. If the challenge is not in proper form or the factual basis for the challenge does not meet the legal grounds for a challenge, the county auditor may dismiss the challenge and, when permitted, shall notify the challenger of the reasons for the dismissal. A challenge is not in proper form if it is incomplete on its face or does not substantially comply with the form issued by the secretary of state as described in RCW 29A.08.810.

(2) If the challenge is in proper form

and the factual basis meets the legal grounds for a challenge, <u>and the challenge</u> has not been dismissed for administrative reasons or resolved by the voter updating information, the county auditor must notify the challenged voter ((and provide a copy of affidavit))via certified mail to the mailing address and residential address provided in the voter registration record. <u>If the affidavit is returned as</u>

undeliverable, the county auditor shall move the challenged voter to an inactive status and send a confirmation notice pursuant to RCW 29A.08.030. The county auditor shall also provide to any person, upon request under chapter 42.56 RCW, a copy of all materials provided to the challenged voter, except that materials provided to a voter registered address is permissible <u>under RCW 29A.04.151 or 29A.08.112 are</u> exempt from disclosure under that chapter.

(a) If the challenge is to the residential address provided by the voter, the challenged voter must be provided notice of the exceptions allowed in RCW 29A.08.112 and 29A.04.151, and Article VI, section 4 of the state Constitution, ((and)) or may update the residence address on the voter's voter registration, or reregister until 8:00 p.m.

the day of the election.

(b) The county auditor must schedule a hearing and notify the challenger and the challenged voter of the time and place for

the hearing.

(3) All notice must be by certified mail <u>return requested</u> to ((address)) addresses provided in the voter registration record for residence and for mailing, and any other addresses at which the challenged voter is alleged to reside or the county auditor reasonably expects the voter to receive notice. The challenger and challenged voter may either appear in person or submit testimony by affidavit. Personal appearance may be accomplished using video telecommunications technology if the auditor or canvassing board chooses.

(4) The challenger has the burden to prove by clear and convincing evidence that the challenged voter's registration is improper. The challenged voter must provided a reasonable opportunity respond. If the challenge is to t.o residential address provided by the voter, the challenged voter may provide evidence that he or she resides at the location described in his or her voter's registration records, or meets one of the exceptions allowed in RCW 29A.08.112 or 29A.04.151, or Article VI, section 4 of the state Constitution. If either the challenger or challenged voter fails to appear at the hearing, the challenge must be resolved based on the available facts.

(5) If the challenge is based on an allegation under RCW 29A.08.810(1) (a), (b), (c), or (d) ((, or (e))) and the <u>auditor</u>, auditor's designee, or canvassing board sustains the challenge, the registration shall be canceled and any challenged ballot shall not be counted. If the challenge is based on an allegation under RCW 29A.08.810(1)((+c))(e) and the auditor, auditor's designee, or canvassing board sustains the challenge prior to certification, the ((board shall permit the voter))voter shall be permitted to correct the residence address on the voter registration and any races and ballot measures on any challenged ballot that the voter would have been qualified to vote for had the registration been correct shall be counted.

(6) If the challenger fails to prove by clear and convincing evidence that the registration is improper, the challenge must

be dismissed and any pending challenged ballot must be accepted as valid. All challenged ballots must be resolved before certification of the election. The decision of the county auditor, auditor's designee, or canvassing board is final subject only to judicial review by the superior court under chapter 34.05 RCW.

**Sec. 5.** RCW 29A.24.075 and 2013 c 11 s 25 are each amended to read as follows:

(1) A person filing a declaration candidacy for an office shall, at the time of filing, be a registered voter and possess the qualifications specified by law for persons who may be elected to the office.

(2) Excluding the office of precinct committee officer or a temporary elected position such as a charter review board member or freeholder, no person may file for

more than one office.

- (3) The name of a candidate for an office ((shall)) may not appear on a ballot for that office unless, except for judge superior court and as provided RCW in 3.50.057, the candidate is, at the time the candidate's declaration of candidacy is filed, properly registered to vote in geographic area represented by the office. For the purposes of this section, each geographic area in which registered voters may cast ballots for an office is represented by that office. If a person elected to an office must be nominated from a district or similar division of the geographic area represented by the office, the name of a candidate for the office ((shall)) may not appear on a primary ballot for that office unless the candidate is, at time the candidate's declaration of candidacy is filed, properly registered to vote in that district or division. The officer with whom declarations of candidacy must be filed under this title shall review such declaration filed regarding compliance with this subsection.
- (4) The filing officer may not submit the name of a candidate for an office for inclusion on the ballot if, pursuant to this section, at the time that the candidate's declaration of candidacy is filed, the candidate is not properly registered to vote in the geographic area represented by the or does not possess qualifications specified by law for persons who may be elected to the office. If the filing officer finds that the candidate is

unqualified to hold the office:
(a) In a case in which a primary must be conducted for the office and has already occurred:

ballots for the general election for the office have not been ordered by the county auditor, the candidate who received the third greatest number of votes for the office at the primary shall qualify as a candidate for general election and that candidate's name shall be printed on the ballot for the office in lieu of the name of the disqualified candidate.

(ii) If general election ballots for the office have been so ordered, votes cast for the disqualified candidate at the general <u>election for the office may not be counted</u>

for that office.

- (b) In a case in which a primary must be conducted for the office but has not yet
- (i) If ballots for the primary election for the office have not been ordered by the county auditor, the name of the disqualified candidate may not appear on the primary election ballot for the office.

(ii) If primary election ballots for the office have been so ordered, votes cast for the disqualified candidate at the primary election for the office may not be counted for that office.

(c) In a case in which a primary is not

conducted for the office:
 (i) If ballots for the general election for the office have not been ordered by the county auditor, the name of the disqualified candidate may not appear on the general election ballot for the office.

(ii) If general election ballots for the office have been so ordered, votes cast for the disqualified candidate at the general election for the office may not be counted

for that office.

(d) If the disqualified candidate is the only candidate to have filed for the office during a regular or special filing period for the office, a void in candidacy for the office exists.

The requirements (5) οf voter registration and residence within the geographic area of a district do not apply candidates for congressional office. Qualifications for the United congress are specified in the United States Constitution.

Sec. 6. RCW 29A.36.101 and 2013 c 11 s 41 are each amended to read as follows:

Except <u>as provided in RCW 29A.24.075,</u> for the candidates for president and vice president, or for a partisan or nonpartisan office for which no primary is required, the names of all candidates who, under this title, filed a declaration of candidacy must appear on the appropriate ballot at primary throughout the jurisdiction which they filed."

Correct the title.

Signed by Representatives , Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; Gregerson and Mena.

MINORITY recommendation: Without recommendation. Signed by Representatives , Assistant Ranking Minority Member; and Low.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5857 Prime Sponsor, State Government & Elections: Reorganizing statutes disclosure and contribution. campaign Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"PART I

#### NEW TITLE CREATED

NEW SECTION. intended to make technical amendments to certain codified statutes that involve campaign disclosure and contribution. Any statutory changes made by this act should be interpreted as technical in nature and not interpreted to have any substantive, policy implications.

RCW remains valid and is not affected by the recodification in this act.

 $\underline{\text{NEW SECTION.}}$  Sec. 103. A new title is added to the Revised Code of Washington to be codified as Title 29B RCW.

#### PART II DEFINITIONS SPLIT

NEW SECTION. Sec. 201. Words and phrases as defined in this chapter, wherever used in this title, shall have the meaning as in this chapter ascribed to them, unless where used the context thereof shall clearly indicate to the contrary or unless otherwise defined in the chapter of which they are a

 $\underline{\text{NEW}}$  SECTION. Sec. 202. "Actual malice" means to act with knowledge of falsity or with reckless disregard as to truth or falsity.

NEW SECTION. Sec. 203. "Agency" includes all state agencies and all local agencies. "State agency" includes every state office, department, division, bureau, board, commission, or other state agency. "Local agency" includes every county, city, town, municipal corporation, quasi-municipal corporation, or special purpose district, or any office, department, division, bureau, board, commission, or agency thereof, or other local public agency. "Agency" does not include a comprehensive cancer center participating in a collaborative arrangement as defined in RCW 28B.10.930 that is operated in conformance with RCW 28B.10.930.

"Authorized authorized by a candidate, or by the public official against whom recall charges have been filed, to accept contributions or make expenditures on behalf of the candidate or public official.

NEW SECTION. Sec. 205. "Ballot proposition" means any "measure" as defined by RCW 29A.04.091, or any initiative, recall, or referendum proposition proposed to be submitted to the voters of the state or any municipal corporation, political subdivision, or other voting constituency from and after the time when the proposition has been initially filed with the appropriate election officer of that

constituency before its circulation for signatures.

NEW SECTION. Sec. 206. means a commercial, proprietary, financial, economic, or monetary advantage, or the avoidance of a commercial, proprietary, financial, economic, or monetary disadvantage.

NEW SECTION. Sec. 207. "Bona fide political party" means:

(1) An organization that has been recognized as a minor political party by the secretary of state;

(2) The governing body of the state organization of a major political party, as defined in RCW 29A.04.086, that is the body authorized by the charter or bylaws of the party to exercise authority on behalf of the state party; or

(3) The county central committee or legislative district committee of a major political party. There may be only one legislative district committee for each party in each legislative district.

NEW SECTION. Sec. 208. "Books of

account" means:

(1) In the case of a campaign or political committee, a ledger or similar listing of contributions, expenditures, and debts, such as a campaign or committee is required to file regularly with the commission, current as of the most recent business day; or

(2) In the case of a commercial advertiser, details of political advertising or electioneering communications provided by the advertiser, including the names and addresses of persons from whom it accepted political advertising or electioneering communications, the exact nature and extent of the services rendered, and the total cost and the manner of payment for the services.

NEW SECTION. Sec. 209. "Candidate" means any individual who seeks nomination for election or election to public office. An individual seeks nomination or election when the individual first:

(1) Receives contributions or makes expenditures or reserves space or facilities with intent to promote the individual's candidacy for office;

(2) Announces publicly or files for office;

(3) Purchases commercial advertising space or broadcast time to promote the individual's candidacy; or

(4) Gives consent to another person to take on behalf of the individual any of the actions in subsection (1) or (3) of this section.

NEW SECTION. Sec. 210. "Caucus political committee" means a political committee organized and maintained by the members of a major political party in the state senate or state house of representatives.

NEW SECTION. Sec. 211. "Commercial advertiser" means any person that sells the service of communicating messages or producing material for broadcast or distribution to the general public or segments of the general public whether through brochures, fliers, newspapers, magazines, television, radio, billboards, direct mail advertising, printing, paid internet or digital communications, or any other means of mass communication used for the purpose of appealing, directly or indirectly, for votes or for financial or other support in any election campaign.

 $\underline{\text{NEW SECTION.}}$  Sec. 212. "Commission" means the agency established under RCW 42.17A.100 (as recodified by this act).

NEW SECTION. Sec. 213. "Committee" unless the context indicates otherwise, includes a political committee such as a candidate, ballot proposition, recall, political, or continuing political committee.

NEW SECTION. Sec. 214. "Compensation" unless the context requires a narrower meaning, includes payment in any form for real or personal property or services of any kind. For the purpose of compliance with RCW 42.17A.710 (as recodified by this act), "compensation" does not include per diem allowances or other payments made by a governmental entity to reimburse a public official for expenses incurred while the official is engaged in the official business of the governmental entity.

# <u>NEW SECTION.</u> Sec. 216. (1) "Contribution" includes:

- (a) A loan, gift, deposit, subscription, forgiveness of indebtedness, donation, advance, pledge, payment, transfer of funds, or anything of value, including personal and professional services for less than full consideration;
- (b) An expenditure made by a person in cooperation, consultation, or concert with, or at the request or suggestion of, a candidate, a political or incidental committee, the person or persons named on the candidate's or committee's registration form who direct expenditures on behalf of the candidate or committee, or their agents;
- (c) The financing by a person of the dissemination, distribution, or republication, in whole or in part, of broadcast, written, graphic, digital, or other form of political advertising or electioneering communication prepared by a candidate, a political or incidental committee, or its authorized agent;
- (d) Sums paid for tickets to fund-raising events such as dinners and parties, except

for the actual cost of the consumables furnished at the event.

- (2) "Contribution" does not include:
- (a) Accrued interest on money deposited in a political or incidental committee's account:
  - (b) Ordinary home hospitality;
- (c) A contribution received by a candidate or political or incidental committee that is returned to the contributor within 10 business days of the date on which it is received by the candidate or political or incidental committee;
- (d) A news item, feature, commentary, or editorial in a regularly scheduled news medium that is of interest to the public, that is in a news medium controlled by a person whose business is that news medium, and that is not controlled by a candidate or a political or incidental committee;
- (e) An internal political communication primarily limited to the members of or contributors to a political party organization or political or incidental committee, or to the officers, management staff, or stockholders of a corporation or similar enterprise, or to the members of a labor organization or other membership organization;
- (f) The rendering of personal services of the sort commonly performed by volunteer campaign workers, or incidental expenses personally incurred by volunteer campaign workers not in excess of \$50 personally paid for by the worker. "Volunteer services," for the purposes of this section, means services or labor for which the individual is not compensated by any person;
- (g) Messages in the form of reader boards, banners, or yard or window signs displayed on a person's own property or property occupied by a person. However, a facility used for such political advertising for which a rental charge is normally made must be reported as an in-kind contribution and counts toward any applicable contribution limit of the person providing the facility;
- (h) Legal or accounting services rendered to or on behalf of:
- (i) A political party or caucus political committee if the person paying for the services is the regular employer of the person rendering such services; or
- (ii) A candidate or an authorized committee if the person paying for the services is the regular employer of the individual rendering the services and if the services are solely for the purpose of ensuring compliance with state election or public disclosure laws; or
- (i) The performance of ministerial functions by a person on behalf of two or more candidates or political or incidental committees either as volunteer services defined in (f) of this subsection or for payment by the candidate or political or incidental committee for whom the services are performed as long as:
- (i) The person performs solely ministerial functions;
- (ii) A person who is paid by two or more candidates or political or incidental committees is identified by the candidates and political committees on whose behalf

services are performed as part of their respective statements of organization under RCW 42.17A.205 (as recodified by this act); and

- (iii) The person does not disclose, except as required by law, any information regarding a candidate's or committee's plans, projects, activities, or needs, or regarding a candidate's or committee's contributions or expenditures that is not already publicly available from campaign reports filed with the commission, or otherwise engage in activity that constitutes a contribution under subsection (1) (b) of this section.
- A person who performs ministerial functions under this subsection (2)(i) is not considered an agent of the candidate or committee as long as the person has no authority to authorize expenditures or make decisions on behalf of the candidate or committee.
- (3) Contributions other than money or its equivalent are deemed to have a monetary value equivalent to the fair market value of the contribution. Services or property or rights furnished at less than their fair market value for the purpose of assisting any candidate or political committee are deemed a contribution. Such a contribution must be reported as an in-kind contribution at its fair market value and counts towards any applicable contribution limit of the provider.

NEW SECTION. Sec. 217. "Depository" means a bank, mutual savings bank, savings and loan association, or credit union doing business in this state.

NEW SECTION. Sec. 219. "Election" includes any primary, general, or special election for public office and any election in which a ballot proposition is submitted to the voters. An election in which the qualifications for voting include other than those requirements set forth in Article VI, section 1 (Amendment 63) of the Constitution of the state of Washington shall not be considered an election for purposes of this title.

NEW SECTION. Sec. 220. "Election campaign" means any campaign in support of or in opposition to a candidate for election to public office and any campaign in support of, or in opposition to, a ballot proposition.

NEW SECTION. Sec. 221. "Election cycle" means the period beginning on the first day of January after the date of the last previous general election for the office that the candidate seeks and ending on December 31st after the next election for the office. In the case of a special election to fill a vacancy in an office,

"election cycle" means the period beginning on the day the vacancy occurs and ending on December 31st after the special election.

- NEW SECTION. Sec. 222. (1) "Electioneering communication" means any broadcast, cable, or satellite television, radio transmission, digital communication, United States postal service mailing, billboard, newspaper, or periodical that:
- (a) Clearly identifies a candidate for a state, local, or judicial office either by specifically naming the candidate, or identifying the candidate without using the candidate's name;
- (b) Is broadcast, transmitted electronically or by other means, mailed, erected, distributed, or otherwise published within 60 days before any election for that office in the jurisdiction in which the candidate is seeking election; and
- (c) Either alone, or in combination with one or more communications identifying the candidate by the same sponsor during the 60 days before an election, has a fair market value or cost of \$1,000 or more.
- (2) "Electioneering communication" does not include:
- (a) Usual and customary advertising of a business owned by a candidate, even if the candidate is mentioned in the advertising when the candidate has been regularly mentioned in that advertising appearing at least 12 months preceding the candidate becoming a candidate;
- (b) Advertising for candidate debates or forums when the advertising is paid for by or on behalf of the debate or forum sponsor, so long as two or more candidates for the same position have been invited to participate in the debate or forum;
- (c) A news item, feature, commentary, or editorial in a regularly scheduled news medium that is:
  - (i) Of interest to the public;
- (ii) In a news medium controlled by a person whose business is that news medium; and
- (iii) Not a medium controlled by a
  candidate or a political or incidental
  committee;
  - (d) Slate cards and sample ballots;
- (e) Advertising for books, films, dissertations, or similar works (i) written by a candidate when the candidate entered into a contract for such publications or media at least 12 months before becoming a candidate, or (ii) written about a candidate;
  - (f) Public service announcements;
- (g) An internal political communication primarily limited to the members of or contributors to a political party organization or political or incidental committee, or to the officers, management staff, or stockholders of a corporation or similar enterprise, or to the members of a labor organization or other membership organization;
- (h) An expenditure by or contribution to the authorized committee of a candidate for state, local, or judicial office; or
- (i) Any other communication exempted by the commission through rule consistent with the intent of this title.

NEW SECTION. Sec. 223. des a payment, "Expenditure" includes contribution, subscription, distribution, loan, advance, deposit, or gift of money or anything of value, and includes a contract, promise, or agreement, whether or not legally enforceable, to make an expenditure. "Expenditure" also includes a promise to pay, a payment, or a transfer of anything of value in exchange for goods, services, property, facilities, or anything of value for the purpose of assisting, benefiting, or honoring any public official or candidate, or assisting in furthering or opposing any election campaign. For the purposes of this title, agreements to make expenditures, contracts, and promises to pay may be reported as estimated obligations until actual payment is made. "Expenditure" shall not include the partial or complete repayment by a candidate or political or incidental committee of the principal of a loan, the receipt of which loan has been properly reported.

NEW SECTION. Sec. 224. "Final report" means the report described as a final report in RCW 42.17A.235(11)(a) (as recodified by this act).

- (1) An individual who is not a citizen of the United States and is not lawfully admitted for permanent residence;
- (2) A government, or subdivision, of a foreign country;
  - (3) A foreign political party; and
- (4) Any entity, such as a partnership, association, corporation, organization, or other combination of persons, that is organized under the laws of or has its principal place of business in a foreign country.

NEW SECTION. Sec. 226. "General election," for the purposes of RCW 42.17A.405 (as recodified by this act), means the election that results in the election of a person to a state or local office. It does not include a primary.

 $\underline{\text{NEW SECTION.}}$  Sec. 227. "Gift" has the definition in RCW 42.52.010.

NEW SECTION. Sec. 228. "Immediate family" includes the spouse or domestic partner, dependent children, and other dependent relatives, if living in the household. For the purposes of the definition of "intermediary" in section 232 of this act, "immediate family" means an individual's spouse or domestic partner, and child, stepchild, grandchild, parent, stepparent, grandparent, brother, half brother, sister, or half sister of the individual and the spouse or the domestic partner of any such person and a child, stepchild, grandchild, parent, stepparent, grandparent, brother, half brother, sister, or half sister of the individual's spouse or domestic partner and the spouse or the domestic partner and the spouse or the domestic partner of any such person.

NEW SECTION. Sec. 229. "Incidental committee" means any nonprofit organization not otherwise defined as a political committee but that may incidentally make a contribution or an expenditure in excess of the reporting thresholds in RCW 42.17A.235 (as recodified by this act), directly or through a political committee. Any nonprofit organization is not an incidental committee if it is only remitting payments through the nonprofit organization in an aggregated form and the nonprofit organization is not required to report those payments in accordance with this title.

 $\underline{\text{NEW SECTION.}}$  Sec. 230. "Incumbent" means a person who is in present possession of an elected office.

- NEW SECTION. Sec. 231. (1) "Independent expenditure" means an expenditure that has each of the following elements:
- (a) It is made in support of or in opposition to a candidate for office by a person who is not:
  - (i) A candidate for that office;
- (ii) An authorized committee of that candidate for that office; and  $% \left( 1\right) =\left( 1\right) \left( 1\right) =\left( 1\right) \left( 1\right$
- (iii) A person who has received the candidate's encouragement or approval to make the expenditure, if the expenditure pays in whole or in part for political advertising supporting that candidate or promoting the defeat of any other candidate or candidates for that office;
- (b) It is made in support of or in opposition to a candidate for office by a person with whom the candidate has not collaborated for the purpose of making the expenditure, if the expenditure pays in whole or in part for political advertising supporting that candidate or promoting the defeat of any other candidate or candidates for that office;
- (c) The expenditure pays in whole or in part for political advertising that either specifically names the candidate supported or opposed, or clearly and beyond any doubt identifies the candidate without using the candidate's name; and
- (d) The expenditure, alone or in conjunction with another expenditure or other expenditures of the same person in support of or opposition to that candidate, has a value of \$1,000 or more. A series of expenditures, each of which is under \$1,000, constitutes one independent expenditure if their cumulative value is \$1,000 or more.
- (2) "Independent expenditure" does not include: Ordinary home hospitality; communications with journalists or editorial staff designed to elicit a news item, feature, commentary, or editorial in a regularly scheduled news medium that is of primary interest to the general public, controlled by a person whose business is that news medium, and not controlled by a candidate or a political committee; participation in the creation of a publicly funded voters' pamphlet statement in written or video form; an internal political communication primarily limited to contributors to a political party organization or political action committee,

the officers, management staff, and stockholders of a corporation or similar enterprise, or the members of a labor organization or other membership organization; or the rendering of personal services of the sort commonly performed by volunteer campaign workers or incidental expenses personally incurred by volunteer campaign workers not in excess of \$250 personally paid for by the worker.

NEW SECTION. Sec. 232. (1) "Intermediary" means an individual who transmits a contribution to a candidate or committee from another person unless the contribution is from the individual's employer, immediate family, or an association to which the individual belongs.

(2) A treasurer or a candidate is not an intermediary for purposes of the committee that the treasurer or candidate serves.

(3) A professional fund-raiser is not an intermediary if the fund-raiser is compensated for fund-raising services at the usual and customary rate.

(4) A volunteer hosting a fund-raising event at the individual's home is not an intermediary for purposes of that event.

MEW SECTION. means bills, resolutions, motions, amendments, nominations, and other matters pending or proposed in either house of the state legislature, and includes any other matter that may be the subject of action by either house or any committee of the legislature and all bills and resolutions that, having passed both houses, are pending approval by the governor.

 $\underline{\text{NEW SECTION.}}$  Sec. 234. "Legislative office" means the office of a member of the state house of representatives or the office of a member of the state senate.

NEW SECTION. Sec. 235. "Lobby" and "lobbying" each mean attempting to influence the passage or defeat of any legislation by the legislature of the state of Washington, or the adoption or rejection of any rule, standard, rate, or other legislative enactment of any state agency under the state administrative procedure act, chapter 34.05 RCW. Neither "lobby" nor "lobbying" includes an association's or other organization's act of communicating with the members of that association or organization.

NEW SECTION. Sec. 236. "Lobbyist" includes any person who lobbies either on the person's own or another's behalf.

NEW SECTION. Sec. 237. "Lobbyist's employer" means the person or persons by whom a lobbyist is employed and all persons by whom the lobbyist is compensated for acting as a lobbyist.

 ${
m NEW\ SECTION.}$  Sec. 238. "Ministerial functions" means an act or duty carried out as part of the duties of an administrative

office without exercise of personal judgment or discretion.

 $\underline{\text{NEW SECTION.}}$  **Sec. 239.** "Participate" means that, with respect to a particular election, an entity:

(1) Makes either a monetary or in-kind contribution to a candidate;

(2) Makes an independent expenditure or electioneering communication in support of or opposition to a candidate;

(3) Endorses a candidate before contributions are made by a subsidiary corporation or local unit with respect to that candidate or that candidate's opponent;

(4) Makes a recommendation regarding whether a candidate should be supported or opposed before a contribution is made by a subsidiary corporation or local unit with respect to that candidate or that candidate's opponent; or

candidate's opponent; or

(5) Directly or indirectly collaborates or consults with a subsidiary corporation or local unit on matters relating to the support of or opposition to a candidate including, but not limited to, the amount of a contribution, when a contribution should be given, and what assistance, services, or independent expenditures, or electioneering communications, if any, will be made or should be made in support of or opposition to a candidate.

NEW SECTION. Sec. 240. "Person" includes an individual, partnership, joint venture, public or private corporation, association, federal, state, or local governmental entity or agency however constituted, candidate, committee, political committee, political party, executive committee thereof, or any other organization or group of persons, however organized.

NEW SECTION. Sec. 241. "Political advertising" includes any advertising displays, newspaper ads, billboards, signs, brochures, articles, tabloids, flyers, letters, radio or television presentations, digital communication, or other means of mass communication, used for the purpose of appealing, directly or indirectly, for votes or for financial or other support or opposition in any election campaign.

NEW SECTION. Sec. 242. "Political committee" means any person (except a candidate or an individual dealing with the candidate's or individual's own funds or property) having the expectation of receiving contributions or making expenditures in support of, or opposition to, any candidate or any ballot proposition.

NEW SECTION. Sec. 243. "Primary," for the purposes of RCW 42.17A.405 (as recodified by this act), means the procedure for nominating a candidate to state or local office under chapter 29A.52 RCW or any other primary for an election that uses, in large measure, the procedures established in chapter 29A.52 RCW.

NEW SECTION. Sec. 244. "Public office" means any federal, state, judicial, county, city, town, school district, port district, special district, or other state political subdivision elective office.

 $\underline{\text{NEW}}$  SECTION. Sec. 245. "Public record" has the definition in RCW 42.56.010.

NEW SECTION. Sec. 246. "Recall campaign" means the period of time beginning on the date of the filing of recall charges under RCW 29A.56.120 and ending 30 days after the recall election.

NEW SECTION. Sec. 247. "Remediable violation" means any violation of this title that:

- (1) Involved expenditures or contributions totaling no more than the contribution limits set out under RCW 42.17A.405(2) (as recodified by this act) per election, or \$1,000 if there is no statutory limit;
  - (2) Occurred:

(a) More than 30 days before an election, where the commission entered into an agreement to resolve the matter; or

(b) At any time where the violation did not constitute a material violation because it was inadvertent and minor or otherwise has been cured and, after consideration of all the circumstances, further proceedings would not serve the purposes of this title;

(3) Does not materially harm the public interest, beyond the harm to the policy of this title inherent in any violation; and

- (4) Involved:
- (a) A person who:

(i) Took corrective action within five business days after the commission first notified the person of noncompliance, or where the commission did not provide notice and filed a required report within 21 days after the report was due to be filed; and

(ii) Substantially met the filing deadline for all other required reports within the immediately preceding 12-month period; or

(b) A candidate who:

(i) Lost the election in question; and

(ii) Did not receive contributions over 100 times the contribution limit in aggregate per election during the campaign in question.

NEW SECTION. Sec. 248. (1) "Sponsor," for purposes of an electioneering communications, independent expenditures, or political advertising, means the person paying for the electioneering communication, independent expenditure, or political advertising. If a person acts as an agent for another or is reimbursed by another for the payment, the original source of the payment is the sponsor.

payment is the sponsor.

(2) "Sponsor," for purposes of a political or incidental committee, means any person, except an authorized committee, to whom any of the following applies:

(a) The committee receives 80 percent or more of its contributions either from the person or from the person's members, officers, employees, or shareholders;

(b) The person collects contributions for the committee by use of payroll deductions or dues from its members, officers, or employees.

 $\underline{\text{NEW}}$  SECTION. Sec. 249. "Sponsored committee" means a committee, other than an authorized committee, that has one or more sponsors.

NEW SECTION. Sec. 250. "State office" means state legislative office or the office of governor, lieutenant governor, secretary of state, attorney general, commissioner of public lands, insurance commissioner, superintendent of public instruction, state auditor, or state treasurer.

 $\underline{\text{NEW}}$  SECTION. Sec. 251. "State official" means a person who holds a state office.

NEW SECTION. Sec. 252. "Surplus funds" mean, in the case of a political committee or candidate, the balance of contributions that remain in the possession or control of that committee or candidate subsequent to the election for which the contributions were received, and that are in excess of the amount necessary to pay remaining debts or expenses incurred by the committee or candidate with respect to that election. In the case of a continuing political committee, "surplus funds" mean contributions remaining those in possession or control of the committee that are in excess of the amount necessary to pay all remaining debts or expenses when it makes its final report under RCW 42.17A.255 (as recodified by this act).

NEW SECTION. Sec. 254. "Treasurer" and "deputy treasurer" mean the individuals appointed by a candidate or political or incidental committee, pursuant to RCW 42.17A.210 (as recodified by this act), to perform the duties specified in that section.

 $\underline{\text{NEW SECTION.}}$  Sec. 255. "Violation" means a violation of this title that is not a remediable violation, minor violation, or an error classified by the commission as appropriate to address by a technical correction.

 $\underline{\text{NEW SECTION.}}$  Sec. 256. Sections 201 through 255 of this act are each added to a new chapter in the new title created in section 103 of this act.

NEW SECTION. Sec. 257. RCW 42.17A.005 (Definitions) and 2022 c 71 s 14, 2020 c 152 s 2, & 2019 c 428 s 3 are each repealed.

## PART III RECODIFICATION

 $\underline{\text{NEW}}$  SECTION. Sec. 301. GENERAL PROVISIONS. RCW 42.17A.001, 42.17A.010, and 42.17A.020 are recodified as a new chapter in the new title created in section 103 of this act.

NEW SECTION. Sec. 302. ELECTRONIC ACCESS. RCW 42.17A.055, 42.17A.060, and 42.17A.065 are recodified as a new chapter in the new title created in section 103 of this act.

NEWSECTION.Sec.304.CAMPAIGNFINANCEREPORTING.RCW42.17A.200,42.17A.205,42.17A.207,42.17A.210,42.17A.215,42.17A.220,42.17A.225,42.17A.230,42.17A.235,42.17A.240,42.17A.250,42.17A.255,42.17A.260,42.17A.265,and 42.17A.270 are recodified as a new chapter in the new title created in section 103 of this act.

NEW SECTION. Sec. 305. POLITICAL ADVERTISING AND ELECTIONEERING COMMUNICATIONS. RCW 42.17A.300, 42.17A.305, 42.17A.310, 42.17A.315, 42.17A.320, 42.17A.330, 42.17A.335, 42.17A.340, 42.17A.345, and 42.17A.350 are recodified as a new chapter in the new title created in section 103 of this act.

NEW SECTION. Sec. 306. CAMPAIGN CONTRIBUTION LIMITS AND OTHER RESTRICTIONS. Sec. 306. CAMPAIGN RCW 42.17A.400, 42.17A.405, 42.17A.410, 42.17A.415, 42.17A.417, 42.17A.418, 42.17A.420, 42.17A.425, 42.17A.430, 42.17A.435, 42.17A.440, 42.17A.442, 42.17A.445, 42.17A.450, 42.17A.455, 42.17A.460, 42.17A.465, 42.17A.470, 42.17A.480, 42.17A.485, 42.17A.495, 42.17A.500, and 42.17A.475, 42.17A.490, 42.17A.550 are recodified as a new chapter in the new title created in section 103 of

NEW SECTION. Sec. 307. PUBLIC OFFICIALS', EMPLOYEES', AND AGENCIES' CAMPAIGN RESTRICTIONS AND PROHIBITIONS—REPORTING. RCW 42.17A.555, 42.17A.560, 42.17A.565, 42.17A.570, and 42.17A.575 are recodified as a new chapter in the new title created in section 103 of this act.

<u>NEW SECTION.</u> **Sec. 308.** LOBBYING DISCLOSURE AND RESTRICTIONS. RCW 42.17A.600,

NEW SECTION.
FINANCIAL AFFAIRS REPORTING BY CANDIDATES
AND PUBLIC OFFICIALS. RCW 42.17A.700,
42.17A.705, 42.17A.710, and 42.17A.715 are
recodified as a new chapter in the new title
created in section 103 of this act.

 $\underline{\text{NEW SECTION.}}$  Sec. 311. RCW 42.62.020, 42.62.030, and 42.62.040 are recodified as a new chapter in the new title created in section 103 of this act.

 $\underline{\text{NEW SECTION.}}$  Sec. 312. RCW 42.62.010 and 2023 c 360 s 1 are each repealed.

# PART IV CONFORMING AMENDMENTS

Sec. 401. RCW 42.17A.001 and 2019 c 428 s 2 are each amended to read as follows:

It is hereby declared by the sovereign people to be the public policy of the state of Washington:

(1) That political campaign and lobbying contributions and expenditures be fully disclosed to the public and that secrecy is to be avoided.

(2) That the people have the right to expect from their elected representatives at all levels of government the utmost of integrity, honesty, and fairness in their dealings.

(3) That the people shall be assured that the private financial dealings of their public officials, and of candidates for those offices, present no conflict of interest between the public trust and private interest.

(4) That our representative form of government is founded on a belief that those entrusted with the offices of government have nothing to fear from full public disclosure of their financial and business holdings, provided those officials deal honestly and fairly with the people.

(5) That public confidence in government at all levels is essential and must be promoted by all possible means.

(6) That public confidence in government at all levels can best be sustained by assuring the people of the impartiality and honesty of the officials in all public transactions and decisions.

(7) That the concept of attempting to increase financial participation of individual contributors in political campaigns is encouraged by the passage of the Revenue Act of 1971 by the Congress of the United States, and in consequence

thereof, it is desirable to have implementing legislation at the state level.

(8) That the concepts of disclosure and limitation of election campaign financing are established by the passage of the Federal Election Campaign Act of 1971 by the Congress of the United States, and in consequence thereof it is desirable to have implementing legislation at the state level.

(9) That small contributions individual contributors are to be encouraged, and that not requiring the reporting of small contributions may tend to

encourage such contributions.

(10) That the public's right to know of the financing of political campaigns and lobbying and the financial affairs of elected officials and candidates far outweighs any right that these matters remain secret and private.

(11) That, mindful of the right of individuals to privacy and of the desirability of the efficient administration of government, full access to information concerning the conduct of government on every level must be assured as a fundamental and necessary precondition to the sound governance of a free society.

The provisions of this ((chapter))title shall be liberally construed to promote complete disclosure of all information respecting the financing of political campaigns and lobbying, and the financial affairs of elected officials and candidates, and full access to public records so as to assure continuing public confidence of fairness of elections and governmental processes, and so as to assure that the public interest will be fully protected. In promoting such complete disclosure, however, this ((<del>chapter</del>)) <u>title</u> shall be enforced so as to ensure that the information disclosed will not be misused for arbitrary and capricious purposes and to ensure that all persons reporting under this ((<del>chapter</del>))<u>title</u> will be protected from harassment and unfounded allegations based on information they have freely disclosed.

Sec. 402. RCW 42.17A.010 and 2002 c 43 s 4 are each amended to read as follows:

Elections of conservation district supervisors held pursuant to chapter 89.08 RCW shall not be considered general or special elections for purposes of the campaign disclosure and personal financial affairs reporting requirements of this ((<del>chapter</del>))<u>title</u>. Elected conservation district supervisors are not considered elected officials for purposes of the annual personal financial affairs reporting requirement of this ((chapter))title.

**Sec. 403.** RCW 42.17A.020 and 1973 c 1 s 44 are each amended to read as follows:

All statements and reports filed under this  $((\frac{chapter}{}))\frac{title}{}$  shall be public records of the agency where they are filed, and shall be available for public inspection and copying during normal business hours at the expense of the person requesting copies, provided that the charge for such copies shall not exceed actual cost to the agency.

Sec. 404. RCW 42.17A.055 and 2019 c 428 s 4 are each amended to read as follows:

(1) For each required report, as technology permits, the commission shall make an electronic reporting tool available to all those who are required to file that

report under this ((chapter))title.

(2) All persons required to file reports under this  $((\frac{chapter}{}))$  title must file them electronically where the commission has provided an electronic option. The executive director may make exceptions on a case-bycase basis for persons who lack the technological ability to file reports electronically.

(3) If the electronic filing system provided by the commission is inoperable for any period of time, the commission must keep a record of the date and time of each instance and post outages on its website. If a report is due on a day the electronic filing system is inoperable, it is not late if filed the first business day the system is back in operation. The commission must provide notice to all reporting entities

when the system is back in operation.

(4) All persons required to file reports under this ((chapter))title shall, at the time of initial filing, provide the commission an email address, or other electronic contact information, that shall constitute the official address for purposes of all communications from the commission. The person required to file one or more reports must provide any new electronic contact information to the commission within ((ten)) 10 days, if the address has changed from that listed on the most recent report. Committees must provide the committee treasurer's electronic contact information to the commission. Committees must also provide any new electronic contact information for the committee's treasurer to the commission within ((ten))10 days of the change. The executive director may waive the electronic contact information requirement and allow use of a postal address, upon the showing of hardship.

Sec. 405. RCW 42.17A.060 and 2011 1st sp.s. c 43 s 732 are each amended to read as follows:

It is the intent of the legislature to ensure that the commission provide the general public timely access to all contribution and expenditure reports submitted by candidates, continuing political committees, bona fide political parties, lobbyists, and lobbyists' employers. The legislature finds that failure to meet goals for full and timely disclosure threatens to undermine our electoral process.

Furthermore, the legislature intends for the commission to consult with the office of the chief information officer as it seeks to implement chapter 401, Laws of 1999, and that the commission follow the standards and procedures established by the office of the chief information officer in chapter 43.105RCW as they relate to information technology.

Sec. 406. RCW 42.17A.065 and 2019 c 428 s 5 are each amended to read as follows:

By July 1st of each year, the commission shall calculate the following performance measures, provide a copy of the performance measures to the governor and appropriate legislative committees, and make the performance measures available to the public:

The average number of days that (1)elapse between the commission's receipt of reports filed under RCW 42.17A.205 recodified by this act), recodified by this act), 42.17A.225 (as 42.17A.235 <u>(as</u> recodified by this act), 42.17A.255 <u>(as</u> 42.17A.265 recodified by this act), <u>(as</u> recodified by this act), recodified by this act), 42.17A.600 (as 42.17A.615 (as recodified by this act), 42.17A.625 (as recodified by this act), and 42.17A.630 (as recodified by this act) and the time that the report a convert the report as convert the report that the report, a copy of the report, or a copy of the data or information included in the report, is first accessible to the general public (a) in the commission's office, and (b) via the commission's website;

(2) The percentage of filers pursuant to RCW 42.17A.055 (as recodified by this act) who have used: (a) Hard copy paper format; or (b) electronic format.

Sec. 407. RCW 42.17A.100 and 2019 c 428 s 6 are each amended to read as follows:

(1) The public disclosure commission is established. The commission shall be composed of five commissioners appointed by the governor, with the consent of the senate. The commission shall have the authority and duties as set forth in this ((chapter))title. All appointees shall be persons of the highest integrity and qualifications. No more than three commissioners shall have an identification with the same political party.

(2) The term of each commissioner shall be five years, which may continue until a successor is appointed, but may not exceed an additional  $((\frac{\text{twelve}}))$  months. No commissioner is eligible for appointment to more than one full term. Any commissioner may be removed by the governor, but only upon grounds of neglect of duty or misconduct in office.

(3)(a) During a commissioner's tenure, the commissioner is prohibited from engaging in any of the following activities, either within or outside the state of Washington:

(i) Holding or campaigning for elective office;

(ii) Serving as an officer of any political party or political committee;

(iii) Permitting the commissioner's name to be used in support of or in opposition to a candidate or proposition;

(iv) Soliciting or making contributions to a candidate or in support of or in opposition to any candidate or proposition;

(v) Participating in any way in any election campaign; or

(vi) Lobbying, employing, or assisting a lobbyist, except that a commissioner or the staff of the commission may lobby to the limited extent permitted by RCW 42.17A.635 (as recodified by this act) on matters directly affecting this ((chapter))title.

(b) This subsection is not intended to prohibit a commissioner from participating

in or supporting nonprofit or other organizations, in the commissioner's private capacity, to the extent such participation is not prohibited under (a) of this subsection.

(c) The provisions of this subsection do not relieve a commissioner of any applicable disqualification and recusal requirements.

(4) A vacancy on the commission shall be filled within ((thirty))30 days of the vacancy by the governor, with the consent of the senate, and the appointee shall serve for the remaining term of the appointee's predecessor. A vacancy shall not impair the powers of the remaining commissioners to exercise all of the powers of the commission.

(5) Three commissioners shall constitute a quorum. The commission shall elect its own chair and adopt its own rules of procedure in the manner provided in chapter 34.05 RCW.

(6) Commissioners shall be compensated in accordance with RCW 43.03.250 and shall be reimbursed for travel expenses incurred while engaged in the business of the commission as provided in RCW 43.03.050 and 43.03.060. The compensation provided pursuant to this section shall not be considered salary for purposes of the provisions of any retirement system created under the laws of this state.

Sec. 408. RCW 42.17A.105 and 2010 c 204 s 302 are each amended to read as follows:

The commission shall:

(1) Develop and provide forms for the reports and statements required to be made under this  $((\frac{chapter}{}))$  title;

(2) Prepare and publish a manual setting forth recommended uniform methods of bookkeeping and reporting for use by persons required to make reports and statements under this ((chapter))title;

(3) Compile and maintain a current list of all filed reports and statements;

(4) Investigate whether properly
completed statements and reports have been
filed within the times required by this
((ehapter))title;

(5) Upon complaint or upon its own motion, investigate and report apparent violations of this ((chapter))title to the appropriate law enforcement authorities;

(6) Conduct a sufficient number of audits and field investigations to provide a statistically valid finding regarding the degree of compliance with the provisions of this ((chapter))title by all required filers. Any documents, records, reports, computer files, papers, or materials provided to the commission for use in conducting audits and investigations must be returned to the candidate, campaign, or political committee from which they were received within one week of the commission's completion of an audit or field investigation;

(7) Prepare and publish an annual report to the governor as to the effectiveness of this ((chapter))title and its enforcement by appropriate law enforcement authorities;

(8) Enforce this ((chapter))title according to the powers granted it by law;

- (9) Adopt rules governing the arrangement, handling, indexing, and disclosing of those reports required by this ((chapter))title to be filed with a county auditor or county elections official. The rules shall:
- (a) Ensure ease of access by the public to the reports; and
- (b) Include, but not be limited to, requirements for indexing the reports by the names of candidates or political committees and by the ballot proposition for or against which a political committee is receiving contributions or making expenditures;

(10) Adopt rules to carry out the policies of chapter 348, Laws of 2006. The adoption of these rules is not subject to the time restrictions of RCW 42.17A.110(1) (as recodified by this act);

(11) Adopt administrative rules establishing requirements for filer participation in any system designed and implemented by the commission for the electronic filing of reports; and

(12) Maintain and make available to the public and political committees of this state a toll-free telephone number.

Sec. 409. RCW 42.17A.110 and 2019 c 428 s 8 are each amended to read as follows:

In addition to the duties in RCW 42.17A.105 (as recodified by this act), the commission may:

(1) Adopt, amend, and rescind suitable administrative rules to carry out the policies and purposes of this ((chapter))title, which rules shall be adopted under chapter 34.05 RCW. Any rule relating to campaign finance, political advertising, or related forms that would otherwise take effect after June 30th of a general election year shall take effect no earlier than the day following the general election in that year;

(2) Appoint an executive director and set, within the limits established by the office of financial management under RCW 43.03.028, the executive director's compensation. The executive director shall perform such duties and have such powers as the commission may prescribe and delegate to implement and enforce this ((chapter))title efficiently and effectively. The commission shall not delegate its authority to adopt, amend, or rescind rules nor may it delegate authority to determine that a violation of this ((chapter))title has occurred or to assess penalties for such violations;

(3) Prepare and publish reports and technical studies as in its judgment will tend to promote the purposes of this ((chapter))title, including reports and statistics concerning campaign financing, lobbying, financial interests of elected officials, and enforcement of this ((chapter))title;

(4) Conduct, as it deems appropriate, audits and field investigations;

(5) Make public the time and date of any formal hearing set to determine whether a violation has occurred, the question or questions to be considered, and the results thereof;

(6) Administer oaths and affirmations, issue subpoenas, and compel attendance, take

evidence, and require the production of any records relevant to any investigation authorized under this ((chapter))title, or any other proceeding under this ((chapter))title;

(7) Adopt a code of fair campaign

practices;

(8) Adopt rules relieving candidates or political committees of obligations to comply with election campaign provisions of this ((chapter))title, if they have not received contributions nor made expenditures in connection with any election campaign of more than five thousand dollars;

(9) Develop and provide to filers a system for certification of reports required under this ((chapter))title which are transmitted electronically to the commission. Implementation of the program is contingent on the availability of funds; and

(10) Make available and keep current on its website a glossary of all defined terms in this ((ehapter))title and in rules adopted by the commission.

Sec. 410. RCW 42.17A.120 and 2019 c 428 s 10 are each amended to read as follows:

- (1) The commission may suspend or modify any of the reporting requirements of this ((chapter))title if it finds that literal application of this ((chapter))title works a manifestly unreasonable hardship in a particular case and the suspension or modification will not frustrate the purposes of this  $((\frac{chapter}{}))$  title. The commission may suspend or modify reporting requirements only to the extent necessary to the substantially relieve the hardship and only after a hearing is held and the suspension or modification receives approval. A suspension or modification of the financial affairs reporting requirements in RCW 42.17A.710 (as recodified by this act) may be approved for an elected official's term of office or for up to three years for an executive state officer. If a material change in the applicant's circumstances or relevant information occurs or has occurred, the applicant must request a modification at least one month prior to the next filing deadline rather than at the conclusion of the term.
- (2) A manifestly unreasonable hardship exists if reporting the name of an entity required to be reported under RCW 42.17A.710(1)(g)(ii) (as recodified by this act) would be likely to adversely affect the competitive position of any entity in which the person filing the report, or any member of the person's immediate family, holds any office, directorship, general partnership interest, or an ownership interest of ((ten))10 percent or more.
- (3) Requests for reporting modifications may be heard in a brief adjudicative proceeding as set forth in RCW 34.05.482 through 34.05.494 and in accordance with the standards established in this section. The commission, the commission chair acting as presiding officer, or another commissioner appointed by the chair to serve as presiding officer, may preside over a brief adjudicatory proceeding. If a modification is requested by a filer because of a concern

for personal safety, the information submitted regarding that safety concern shall not be made public prior to, or at, the hearing on the request. Any information provided or prepared for the modification hearing shall remain exempt from public disclosure under this ((chapter))title and chapter 42.56 RCW to the extent it is determined at the hearing that disclosure of such information would present a personal safety risk to a reasonable person.

(4) If the commission, or presiding

(4) If the commission, or presiding officer, grants a modification request, the commission or presiding officer may apply the modification retroactively to previously filed reports. In that event, previously reported information of the kind that is no longer being reported is confidential and exempt from public disclosure under this ((chapter))title and chapter 42.56 RCW.

(5) Any citizen has standing to bring an action in Thurston county superior court to contest the propriety of any order entered under this section within one year from the date of the entry of the order.

(6) The commission shall adopt rules governing the proceedings.

Sec. 411. RCW 42.17A.125 and 2019 c 428 s 11 are each amended to read as follows:

At least once every five years, but no more often than every two years, the commission must consider whether to revise the monetary contribution limits and reporting thresholds and code values of this ((chapter))title. If the commission chooses to make revisions, the revisions shall be only for the purpose of recognizing economic changes as reflected by an inflationary index recommended by the office of financial management, and may be rounded off to amounts as determined by the commission to be most accessible for public understanding. The revisions shall be guided by the change in the index for the period commencing with the month of December preceding the last revision and concluding with the month of December preceding the month the revision is adopted. As to each of the three general categories of this ((<del>chapter</del>))<u>title</u>, reports of campaign finance, reports of lobbyist activity, and reports of the financial affairs of elected and appointed officials, the revisions shall equally affect all thresholds within each category. The revisions authorized by this subsection shall reflect economic changes from the time of the last legislative enactment affecting the respective code or threshold.

Revisions made in accordance with this section shall be adopted as rules in accordance with chapter 34.05 RCW.

Sec. 412. RCW 42.17A.130 and 2010 c 205 s 8 and 2010 c 204 s 306 are each reenacted and amended to read as follows:

The attorney general, through his or her office, shall provide assistance as required by the commission to carry out its responsibilities under this ((chapter))title. The commission may employ attorneys who are neither the attorney general nor an assistant attorney general to

carry out any function of the attorney general prescribed in this ((chapter))title.

Sec. 413. RCW 42.17A.135 and 2019 c 428 s 12 are each amended to read as follows:

(1) Except as provided in subsections
(2), (3), and (7) of this section, the
reporting provisions of this
((chapter))title do not apply to:

(a) Candidates, elected officials, and agencies in political subdivisions with fewer than ((two thousand))2,000 registered voters as of the date of the most recent general election in the jurisdiction;

(b) Political committees formed to support or oppose candidates or ballot propositions in such political subdivisions;

(c) Persons making independent expenditures in support of or opposition to

such ballot propositions.

- (2) The reporting provisions of this ((chapter))title apply in any exempt political subdivision from which a "petition for disclosure" containing the valid signatures of ((fifteen))15 percent of the number of registered voters, as of the date of the most recent general election in the political subdivision, is filed with the commission. The commission shall by rule prescribe the form of the petition. After the signatures are gathered, the petition shall be presented to the auditor or elections officer of the county, or counties, in which the political subdivision is located. The auditor or elections officer shall verify the signatures and certify to the commission that the petition contains no less than the required number of valid signatures. The commission, upon receipt of a valid petition, shall order every known affected person in the political subdivision to file the initially required statement and reports within ((fourteen))14 days of the date of the order.
- (3) The reporting provisions of this ((chapter))title apply in any exempt political subdivision that by ordinance, resolution, or other official action has petitioned the commission to make the provisions applicable to elected officials and candidates of the exempt political subdivision. A copy of the action shall be sent to the commission. If the commission finds the petition to be a valid action of the appropriate governing body or authority, the commission shall order every known affected person in the political subdivision to file the initially required statement and reports within ((fourteen))14 days of the date of the order.
- (4) The commission shall void any order issued by it pursuant to subsection (2) or (3) of this section when, at least four years after issuing the order, the commission is presented a petition or official action so requesting from the affected political subdivision. Such petition or official action shall meet the respective requirements of subsection (2) or (3) of this section.
- (5) Any petition for disclosure, ordinance, resolution, or official action of an agency petitioning the commission to void

the exemption in RCW 42.17A.200(3) (as recodified by this act) shall not be considered unless it has been filed with the commission:

(a) In the case of a ballot proposition, at least  $((sixty)) \underline{60}$  days before the date of any election in which campaign finance reporting is to be required;

(b) In the case of a candidate, at least ((sixty)) 60 days before the first day on which a person may file a declaration of candidacy for any election in which campaign finance reporting is to be required.

(6) Any person exempted from reporting under this ((chapter))title may at the person's option file the statement and

reports.

(7) The reporting provisions of this ((chapter))title apply to a candidate in any political subdivision if the candidate receives or expects to receive five thousand dollars or more in contributions.

 $\bf Sec.~414.~~RCW~42.17A.140~and~2019~c~428~s~13~are~each~amended~to~read~as~follows:$ 

- (1) Except as provided in subsection (2) of this section, the date of receipt of any properly addressed application, report, statement, notice, or payment required to be made under the provisions of this ((ehapter))title is the date shown by the post office cancellation mark on the envelope of the submitted material. The provisions of this section do not apply to reports required to be delivered under RCW 42.17A.265 (as recodified by this act) and 42.17A.625 (as recodified by this act).
- (2) When a report is filed electronically with the commission, it is deemed to have been received on the file transfer date. The commission shall notify the filer of receipt of the electronically filed report. Such notification may be sent by mail or electronically. If the notification of receipt of the electronically filed report is not received by the filer, the filer may offer proof of sending the report, and such proof shall be treated as if it were a receipt sent by the commission. Electronic filing may be used for purposes of filing the special reports required to be delivered under RCW 42.17A.265 (as recodified by this act) and 42.17A.625 (as recodified by this act).

Sec. 415. RCW 42.17A.145 and 1973 c 1 s 43 are each amended to read as follows:

Every report and statement required to be filed under this ((chapter))title shall identify the person preparing it, and shall be certified as complete and correct, both by the person preparing it and by the person on whose behalf it is filed.

Sec. 416. RCW 42.17A.150 and 2010 c 205 s 9 are each amended to read as follows:

The commission must preserve statements or reports required to be filed under this ((chapter))title for not less than ((ten))10

years.

Sec. 417. RCW 42.17A.160 and 2019 c 428 s 9 are each amended to read as follows:

- (1) The commission may apply for and obtain a superior court order approving and authorizing a subpoena in advance of its issuance. The application may be made in Thurston county, the county where the subpoenaed person resides or is found, or the county where the subpoenaed documents, records, or evidence are located. The application must:
- (a) State that an order is sought under this section;
- (b) Adequately specify the documents, records, evidence, or testimony; and
- (c) Include a declaration made under oath that an investigation is being conducted for a lawfully authorized purpose related to an investigation within the commission's authority and that the subpoenaed documents reasonably related to an investigation within the commission's authority.

(2) When an application under this section is made to the satisfaction of the court, the court must issue an order approving the subpoena. An order under this subsection constitutes authority of law for the agency to subpoena the documents, records, evidence, or testimony.

(3) The commission may seek approval and a court may issue an order under this section without prior notice to any person, including the person to whom the subpoena is directed and the person who is the subject of an investigation. An application for court approval is subject to the fee and process set forth in RCW 36.18.012(3).

Sec. 418. RCW 42.17A.200 and 2010 c 204 s 401 are each amended to read as follows:

The provisions of this ((chapter))title relating to the financing of election campaigns shall apply in all election campaigns other than (1) for precinct committee officer; (2) for a federal elective office; and (3) for an office of a political subdivision of the state that does not encompass a whole county and that contains fewer than ((five thousand))5,000 registered voters as of the date of the most recent general election in the subdivision, unless required by RCW 42.17A.135 (2) through (5) and (7) (as recodified by this act).

 $\mbox{\bf Sec. 419.} \mbox{\ RCW } 42.17\mbox{\ A}.205 \mbox{\ and } 2019 \mbox{\ c}$   $428 \mbox{\ s} \mbox{\ 14} \mbox{\ are each amended to read as follows:}$ 

(1) Every political committee shall file a statement of organization with the commission. The statement must be filed within two weeks after organization or within two weeks after the date the committee first has the expectation of receiving contributions or making expenditures in any election campaign, whichever is earlier. A political committee organized within the last three weeks before an election and having the expectation of receiving contributions or making expenditures during and for that election campaign shall file a statement of organization within three business days after its organization or when it first has the expectation of receiving contributions

or making expenditures in the election campaign.

(2) The statement of organization shall include but not be limited to:

(a) The name, address, and electronic contact information of the committee;

- (b) The names, addresses, and electronic contact information of all related or affiliated committees or other persons, and the nature of the relationship or affiliation;
- (c) The names, addresses, and titles of its officers; or if it has no officers, the names, addresses, and titles of its responsible leaders;
- (d) The name, address, and electronic contact information of its treasurer and depository;
- (e) A statement whether the committee is a continuing one;
- (f) The name, office sought, and party affiliation of each candidate whom the committee is supporting or opposing, and, if the committee is supporting the entire ticket of any party, the name of the party;
- (g) The ballot proposition concerned, if any, and whether the committee is in favor of or opposed to such proposition;
- (h) What distribution of surplus funds will be made, in accordance with RCW 42.17A.430 (as recodified by this act), in the event of dissolution;
- (i) Such other information as the
  commission may by rule prescribe, in keeping
  with the policies and purposes of this
  ((chapter))title;
- (j) The name, address, and title of any person who authorizes expenditures or makes decisions on behalf of the candidate or committee; and
- (k) The name, address, and title of any person who is paid by or is a volunteer for a candidate or political committee to perform ministerial functions and who performs ministerial functions on behalf of two or more candidates or committees.
- (3) No two political committees may have the same name.
- (4) Any material change in information previously submitted in a statement of organization shall be reported to the commission within the  $((ten)) \underline{10}$  days following the change.
- (5) As used in this section, the "name" of a sponsored committee must include the name of the person who is the sponsor of the committee. If more than one person meets the definition of sponsor, the name of the committee must include the name of at least one sponsor, but may include the names of other sponsors. A person may sponsor only one political committee for the same elected office or same ballot proposition per election cycle.
- $\bf Sec.~420.~$  RCW 42.17A.207 and 2019 c 428 s 15 are each amended to read as follows:
- (1)(a) An incidental committee must file a statement of organization with the commission within two weeks after the date the committee first:
- (i) Has the expectation of making any expenditures aggregating at least twenty-five thousand dollars in a calendar year in

- any election campaign, or to a political committee; and
- (ii) Is required to disclose a payment received under RCW 42.17A.240(2)(d) (as recodified by this act).
- (b) If an incidental committee first meets the criteria requiring filing a statement of organization as specified in (a) of this subsection in the last three weeks before an election, then it must file the statement of organization within three business days.
- (2) The statement of organization must include but is not limited to:
- (a) The name, address, and electronic contact information of the committee;
- (b) The names and addresses of all related or affiliated political or incidental committees or other persons, and the nature of the relationship or affiliation;
- (c) The names, addresses, and titles of its officers; or if it has no officers, the names, addresses, and titles of its responsible leaders and the name of the person designated as the treasurer of the incidental committee;
- (d) The name, office sought, and party affiliation of each candidate whom the committee is supporting or opposing if the committee contributes directly to a candidate and, if donating to a political committee, the name and address of that political committee;
- (e) The ballot proposition concerned, if any, and whether the committee is in favor of or opposed to such proposition; and
- (f) Such other information as the commission may by rule prescribe, in keeping with the policies and purposes of this  $((\frac{chapter}{}))$  title.
- (3) Any material change in information previously submitted in a statement of organization must be reported to the commission within the  $((ten)) \underline{10}$  days following the change.
- Sec. 421. RCW 42.17A.210 and 2019 c 428 s 16 are each amended to read as follows:
- (1) Each candidate, within two weeks after becoming a candidate, and each political committee, at the time it is required to file a statement of organization, shall designate and file with the commission the name and address of one legally competent individual, who may be the candidate, to serve as a treasurer.
- (2) A candidate, a political committee, or a treasurer may appoint as many deputy treasurers as is considered necessary and shall file the names and addresses of the deputy treasurers with the commission.
- (3)(a) A candidate or political committee may at any time remove a treasurer or deputy treasurer.
- (b) In the event of the death, resignation, removal, or change of a treasurer or deputy treasurer, the candidate or political committee shall designate and file with the commission the name and address of any successor.
- (4) No treasurer or deputy treasurer may be deemed to be in compliance with the provisions of this ((chapter))title until

the treasurer's or deputy treasurer's name, address, and electronic contact information is filed with the commission.

Sec. 422. RCW 42.17A.215 and 2019 c 428 s 17 are each amended to read as follows:

candidate and each Each political committee shall designate and file with the commission the name and address of not more than one depository for each county in which the campaign is conducted in which the candidate's or political committee's accounts are maintained and the name of the account or accounts maintained in that depository on behalf of the candidate or political committee. The candidate or political committee may at any time change the designated depository and shall file with the commission the same information for the successor depository as for the original depository. The candidate or political committee may not be deemed in compliance with the provisions of this ((chapter))title until the information required for the depository is filed with the commission.

Sec. 423. RCW 42.17A.220 and 2018 c 304 s 5 are each amended to read as follows:

- (1) All monetary contributions received by a candidate or political committee shall be deposited by candidates, political committee members, paid staff, or treasurers in a depository in an account established and designated for that purpose. Such deposits shall be made within five business days of receipt of the contribution. For online or credit card contributions, the contribution is considered received at the time the transfer is made from the merchant account to a candidate or political committee account, except that a committee account, except that a contribution made to a candidate who is a state official or legislator outside the restriction period established in RCW 42.17A.560 (as recodified by this act), but transferred to the candidate's account within the restricted period, is considered received outside of the restriction period.
- (2) Political committees that support or oppose more than one candidate or ballot proposition, or exist for more than one purpose, may maintain multiple separate bank accounts within the same designated depository for such purpose only if:
- (a) Each such account bears the same name:
- (b) Each such account is followed by an appropriate designation that accurately identifies its separate purpose; and
- (c) Transfers of funds that must be reported under RCW  $42.17A.240((\frac{(+5)}{)}))$  (6) as recodified by this act are not made from more than one such account.
- (3) Nothing in this section prohibits a candidate or political committee from investing funds on hand in a depository in certificates, or tax-exempt securities, or in savings accounts or other similar instruments in financial institutions, or in mutual funds other than the depository but only if:
- (a) The commission is notified in writing of the initiation and the termination of the investment; and

- (b) The principal of such investment, when terminated together with all interest, dividends, and income derived from the investment, is deposited in the depository in the account from which the investment was made and properly reported to the commission before any further disposition expenditure.
- Accumulated (4) unidentified contributions, other than those made by persons whose names must be maintained on a separate and private list by a political committee's treasurer pursuant 42.17A.240(2) (as recodified by this act), in excess of one percent of the total accumulated contributions received in the current calendar year, or three hundred dollars, whichever is more, may not be deposited, used, or expended, but shall be returned to the donor if his or her identity can be ascertained. If the donor cannot be ascertained, the contribution shall escheat to the state and shall be paid to the state treasurer for deposit in the state general fund.

Sec. 424. RCW 42.17A.225 and 2019 c 428 s 18 are each amended to read as follows:

(1) In addition to the provisions of this section, a continuing political committee shall file and report on the same conditions and at the same times as any other committee in accordance with the provisions of RCW 42.17A.205 (as recodified by this act), 42.17A.210 (as recodified by this act), and 42.17A.220 (as recodified by this act).

(2) A continuing political committee shall file with the commission a report on the tenth day of each month detailing expenditures made and contributions received for the preceding calendar month. This report need only be filed if either the total contributions received or total expenditures made since the last such report exceed two hundred dollars. The report shall be on a form supplied by the commission and shall include the following information:

(a) The information required by RCW 42.17A.240 (as recodified by this act);

(b) Each expenditure made to retire previously accumulated debts of the committee identified by recipient, amount, and date of payments;

(c) Other information the commission

shall prescribe by rule.

(3) If a continuing political committee makes a contribution in support of or in opposition to a candidate or ballot proposition within ((sixty))60 days before the date that the candidate or ballot proposition will be voted upon, the committee shall report pursuant to RCW 42.17A.235 (as recodified by this act).

(4)(a) A continuing political committee shall file reports as required by this ((<del>chapter</del>))<u>title</u> until the committee has ceased to function and intends to dissolve, at which time, when there is no outstanding debt or obligation and the committee is concluded in all respects, a final report shall be filed. Upon submitting a final report, the continuing political committee so intending to dissolve must file notice of intent to dissolve with the commission and

the commission must post the notice on its website.

(b) The continuing political committee may dissolve ((sixty))  $\underline{60}$  days after it files

its notice to dissolve, only if:

(i) The continuing political committee does not make any expenditures other than those related to the dissolution process or engage in any political activity or any other activities that generate additional reporting requirements under this ((chapter))title after filing such notice;

(ii) No complaint or court action, pursuant to this ((chapter))title, is pending against the continuing political

committee; and

(iii) All penalties assessed by the commission or court order have been paid by

the continuing political committee.

- (c) The continuing political committee must continue to report regularly as required under this ((chapter))title until all the conditions under (b) of this subsection are resolved.
- (d) Upon dissolution, the commission must issue an acknowledgment of dissolution, the duties of the treasurer shall cease, and there shall be no further obligations under this ((chapter))title. Dissolution does not absolve the candidate or board of the committee from responsibility for any future obligations resulting from the finding after dissolution of a violation committed prior to dissolution.
- (5) The treasurer shall maintain books of account, current within five business days, that accurately reflect all contributions and expenditures. During the ((ten))10 calendar days immediately preceding the date of any election that the committee has received any contributions or made any expenditures, the books of account shall be expenditures within one business day and shall be open for public inspection in the same manner as provided for candidates and other political committees in RCW 42.17A.235(6) (as recodified by this act).
- 42.17A.235(6) (as recodified by this act).
  (6) All reports filed pursuant to this section shall be certified as correct by the treasurer.
- (7) The treasurer shall preserve books of account, bills, receipts, and all other financial records of the campaign or political committee for not less than five calendar years following the year during which the transaction occurred.
- Sec. 425. RCW 42.17A.230 and 2019 c 428 s 19 are each amended to read as follows:
- (1) Fund-raising activities meeting the standards of subsection (2) of this section may be reported in accordance with the provisions of this section in lieu of reporting in accordance with RCW 42.17A.235 (as recodified by this act).
  - (2) Standards:
- (a) The activity consists of one or more of the following:
- (i) A sale of goods or services sold at a reasonable approximation of the fair market value of each item or service; or
- (ii) A gambling operation that is licensed, conducted, or operated in

- accordance with the provisions of chapter 9.46 RCW; or
- (iii) A gathering where food and beverages are purchased and the price of admission or the per person charge for the food and beverages is no more than twenty-five dollars; or
- (iv) A concert, dance, theater
  performance, or similar entertainment event
  and the price of admission is no more than
  twenty-five dollars; or
- (v) An auction or similar sale for which the total fair market value or cost of items donated by any person is no more than fifty dollars; and
- (b) No person responsible for receiving money at the fund-raising activity knowingly accepts payments from a single person at or from such an activity to the candidate or committee aggregating more than fifty dollars unless the name and address of the person making the payment, together with the amount paid to the candidate or committee, are disclosed in the report filed pursuant to subsection (6) of this section; and
- (c) Any other standards established by rule of the commission to prevent frustration of the purposes of this ((chapter))title.
- (3) All funds received from a fundraising activity that conforms with subsection (2) of this section must be deposited in the depository within five business days of receipt by the treasurer or deputy treasurer.
- (4) At the time reports are required under RCW 42.17A.235 (as recodified by this act), the treasurer making the deposit shall file with the commission a report of the fund-raising activity which must contain the following information:
  - (a) The date of the activity;
- (b) A precise description of the fundraising methods used in the activity; and
- (c) The total amount of cash receipts from persons, each of whom paid no more than fifty dollars.
- (5) The treasurer or deputy treasurer shall certify the report is correct.
- (6) The treasurer shall report pursuant to RCW 42.17A.235 (as recodified by this act) and 42.17A.240 (as recodified by this act):
- (a) The name and address and the amount contributed by each person contributing goods or services with a fair market value of more than fifty dollars to a fund-raising activity reported under subsection (4) of this section; and
- (b) The name and address and the amount paid by each person whose identity can be ascertained, who made a contribution to the candidate or committee aggregating more than fifty dollars at or from such a fund-raising activity.
- Sec. 426. RCW 42.17A.235 and 2019 c 428 s 20 are each amended to read as follows:
- (1)(a) In addition to the information required under RCW 42.17A.205 (as recodified by this act) and 42.17A.210 (as recodified by this act), each candidate or political committee must file with the commission a

report of all contributions received and expenditures made as a political committee on the next reporting date pursuant to the

timeline established in this section.

(b) In addition to the information required under RCW 42.17A.207 (as recodified by this act) and 42.17A.210 (as recodified by this act), on the day an incidental committee files a statement of organization with the commission, each  $\overline{i}$ ncidental committee must file with the commission a report of any election campaign expenditures RCW 42.17A.240((<del>(6)</del>))<u>(7) (as</u> recodified by this act), as well as the source of the ((ten))10 largest cumulative payments of ten thousand dollars or greater it received in the current calendar year from a single person, including any persons tied as the ((tenth))10th largest source of payments it received, if any.

(2) Each treasurer of a candidate or political committee, or an incidental committee, required to file a statement of organization under this ((chapter))title, shall file with the commission a report, for election in which a candidate, political committee, or incidental committee is participating, containing the information required by RCW 42.17A.240 (as recodified by this act) at the following intervals:

(a) On the ((twenty-first))21st day and the seventh day immediately preceding the date on which the election is held; and

(b) On the ((tenth)) 10th day of the first

full month after the election.

(3)(a) Each treasurer of a candidate or political committee shall file with the commission a report on the ((tenth))10th day of each month during which the candidate or political committee is not participating in an election campaign, only if the committee has received a contribution or made an expenditure in the preceding calendar month and either the total contributions received or total expenditures made since the last such report exceed two hundred dollars.

(b) Each incidental committee shall file with the commission a report on the ((tenth)) 10th day of each month during which the incidental committee is not otherwise required to report under this section only

if the committee has:

(i) Received a payment that would change information required under RCW 42.17A.240(2)(d) (as recodified by this act) as included in its last report; or

(ii) Made any election expenditure reportable under RCW 42.17A.240(( $\frac{(6)}{(6)}$ )) $\frac{7}{(6)}$  (as recodified by this act) since its last report, and the total election campaign expenditures made since the last report exceed two hundred dollars.

(4) The report filed ((twenty-one))21 days before the election shall report all contributions received and expenditures made as of the end of one business day before the date of the report. The report filed seven days before the election shall report all contributions received and expenditures made as of the end of one business day before the date of the report. Reports filed on the ((tenth)) 10th day of the month shall report all contributions received and expenditures made from the closing date of the last report filed through the last day of the

month preceding the date of the current report.

(5) For the period beginning the first day of the fourth month preceding the date of the special election, or for the period beginning the first day of the fifth month before the date of the general election, and ending on the date of that special or general election, each Monday the treasurer for a candidate or a political committee shall file with the commission a report of each bank deposit made during the previous seven calendar days. The report shall contain the name of each person contributing the funds and the amount contributed by each person. However, persons who contribute no more than twenty-five dollars in the aggregate are not required to be identified in the report. A copy of the report shall be retained by the treasurer for treasurer's records. In the event event οf deposits made by candidates, political committee members, or paid staff other than the treasurer, the copy shall be immediately provided to the treasurer for the treasurer's records. Each report shall be certified as correct by the treasurer.

(6)(a) The treasurer for a candidate or a political committee shall maintain books of account accurately reflecting contributions and expenditures on a current basis within five business days of receipt or expenditure. During the ((ten)) 10 calendar days immediately preceding the date of the election the books of account shall be kept current within one business day. As specified in the political committee's statement of organization filed under RCW 42.17A.205 (as recodified by this act), the books of account must be open for public inspection by appointment at a place agreed upon by both the treasurer and the requestor, for inspections between 9:00 a.m. and 5:00 p.m. on any day from ((tenth))10th calendar day immedia t.he ((<del>tenth</del>))<u>10th</u> calendar day immediately before the election through the day before the immediately before the election, other than Saturday, Sunday, or a legal holiday. It is a violation of this ((chapter))title for a candidate or political committee to refuse to allow and keep an appointment for an inspection to be conducted during these authorized times and days. The appointment must be allowed at an authorized time and day for such inspections that is within ((<del>forty-eight</del>))48 hours of the time and day that is requested for the inspection. The treasurer may provide digital access or copies of the books of account in lieu of scheduling an appointment at a designated place for inspection. If the treasurer and requestor are unable to agree on a location and the treasurer has not provided digital access to the books of account, the default location for an appointment shall be a place of public accommodation selected by the treasurer within a reasonable distance from the treasurer's office.

(b) At the time of making appointment, a person wishing to inspect the books of account must provide the treasurer the name and telephone number of the person wishing to inspect the books of account. The person inspecting the books of account must show photo identification before inspection begins.

(c) A treasurer may refuse to show the books of account to any person who does not make an appointment or provide the required identification. The commission may issue limited rules to modify the requirements set forth in this section in consideration of other technology and best practices.

(7) Copies of all reports filed pursuant to this section shall be readily available for public inspection by appointment,

- pursuant to subsection (6) of this section.
  (8) The treasurer or candidate shall preserve books of account, bills, receipts, and all other financial records of the campaign or political committee for not less than five calendar years following the year during which the transaction occurred or for any longer period as otherwise required by law.
- (9) A11 reports filed pursuant to subsection (1) or (2) of this section shall be certified as correct by the candidate and the treasurer.
- (10) Where there is not a pending complaint concerning a report, it is not evidence of a violation of this section to submit an amended report within ((twentyene))21 days of filing an initial report if:
   (a) The report is accurately amended;

(b) The amended report is filed more than

((thirty))30 days before an election;

(c) The total aggregate dollar amount of the adjustment for the amended report is within three times the contribution limit per election or two hundred dollars, whichever is greater; and

(d) The committee reported all information that was available to it at the time of filing, or made a good faith effort to do so, or if a refund of a contribution

or expenditure is being reported.

- (11) (a) When there is no outstanding debt or obligation, the campaign fund is closed, the campaign is concluded in all respects, and the political committee has ceased to function and intends to dissolve, the treasurer shall file a final report. Upon submitting a final report, the political committee so intending to dissolve must file notice of intent to dissolve with the commission and the commission must post the notice on its website.
- (b) Any political committee may dissolve ((sixty))60 days after it files its notice to dissolve, only if:
- (i) The political committee does not make any expenditures other than those related to the dissolution process or engage in any political activity or any other activities that generate additional reporting requirements under this ((chapter))title after filing such notice;
- (ii) No complaint or court action under this ((<del>chapter</del>))<u>title</u> is pending against the political committee; and
- (iii) All penalties assessed by the commission or court order have been paid by the political committee.
- (c) The political committee must continue to report regularly as required under this  $((\frac{chapter}{}))\frac{title}{}$  until all the conditions under (b) of this subsection are resolved.
- (d) Upon dissolution, the commission must issue an acknowledgment of dissolution, the duties of the treasurer shall cease, and there shall be no further obligations under

- this ((chapter))title. Dissolution does not absolve the candidate or board of the committee from responsibility for any future obligations resulting from the finding after dissolution of a violation committed prior to dissolution.
- (12) The commission must adopt rules for the dissolution of incidental committees.

Sec. 427. RCW 42.17A.240 and 2020 c 152 s 3 are each amended to read as follows:

Each report required under RCW 42.17A.235 (1) through (4) (as recodified by this act) must be certified as correct by the treasurer and the candidate and shall disclose the following, except an incidental committee only must disclose and certify as correct the information required under subsections (2) (d) and (7) of this section:

(1) The funds on hand at the beginning of

the period;

(2) The name and address of each person who has made one or more contributions during the period, together with the money value and date of each contribution and the aggregate value of all contributions received from each person during the campaign, or in the case of a continuing political committee, the current calendar year, with the following exceptions:

(a) Pledges in the aggregate of less than one hundred dollars from any one person need

not be reported;

- (b) Income that results from a fund-sing activity conducted in accordance raising with RCW 42.17A.230 (as recodified by this act) may be reported as one lump sum, with the exception of that portion received from persons whose names and addresses are required to be included in the report required by RCW 42.17A.230 (as recodified by this act);
- (c) Contributions of no more than twentyfive dollars in the aggregate from any one person during the election campaign may be reported as one lump sum if the treasurer maintains a separate and private list of the name, address, and amount of each such contributor;
- (d) Payments received by an incidental committee from any one person need not be reported unless the person is one of the committee's ((ten))10 largest sources of payments received, including any persons tied as the ((tenth))10th largest source of payments received, during the current calendar year, and the value of the cumulative payments received from that person during the current calendar year is ten thousand dollars or greater. payments to incidental committees from persons received in aggregated multiple form, any payment of more than ten thousand dollars from any single person must be reported, but the aggregated payment itself may not be reported. The commission may suspend or modify reporting requirements for payments received by an incidental committee in cases of manifestly unreasonable hardship under this ((<del>chapter</del>))<u>title</u>;
- (e) Payments from private foundations organized under section 501(c)(3) of the internal revenue code to an incidental committee do not have to be reported if:

(i) The private foundation is contracting with the incidental committee for a specific purpose other than election campaign purposes;

(ii) Use of the funds for election campaign purposes is explicitly prohibited

by contract; and

- (iii) Funding from the private foundation represents less than ((twenty-five))25 percent of the incidental committee's total budget;
- (f) Commentary or analysis on a ballot proposition by an incidental committee is not considered a contribution if it does not advocate specifically to vote for or against the ballot proposition; and

(g) The money value of contributions of postage is the face value of the postage;

(3) Each loan, promissory note, or security instrument to be used by or for the benefit of the candidate or political committee made by any person, including the names and addresses of the lender and each person liable directly, indirectly or contingently and the date and amount of each such loan, promissory note, or security instrument;

(4) All other contributions not otherwise listed or exempted;

(5) A statement that the candidate or political committee has received a certification from any partnership, association, corporation, organization, or other combination of persons making a contribution to the candidate or political committee that:

(a) The contribution is not financed in any part by a foreign national; and

(b) Foreign nationals are not involved in making decisions regarding the contribution

in any way;

(6) The name and address of each candidate or political committee to which any transfer of funds was made, including the amounts and dates of the transfers;

- (7) The name and address of each person to whom an expenditure was made in the aggregate amount of more than fifty dollars during the period covered by this report, the amount, date, and purpose of each expenditure, and the total sum of all expenditures. An incidental committee only must report on expenditures, made and reportable as contributions as defined in ((RCW 42.17A.005)) section 216 of this act, to election campaigns. For purposes of this subsection, commentary or analysis on a ballot proposition by an incidental committee is not considered an expenditure if it does not advocate specifically to vote for or against the ballot proposition;
- (8) The name, address, and electronic contact information of each person to whom an expenditure was made for soliciting or procuring signatures on an initiative or referendum petition, the amount of the compensation to each person, and the total expenditures made for this purpose. Such expenditures shall be reported under this subsection in addition to what is required to be reported under subsection;
- (9)(a) The name and address of any person and the amount owed for any debt with a value of more than seven hundred fifty dollars that has not been paid for any

invoices submitted, goods received, or services performed, within five business days during the period within  $((\frac{\text{thirty}}{2}))$  30 days before an election, or within  $((\frac{\text{ten}}{2}))$  business days during any other period.

(b) For purposes of this subsection, debt does not include regularly recurring expenditures of the same amount that have already been reported at least once and that

are not late or outstanding;

(10) The surplus or deficit of contributions over expenditures;

(11) The disposition made in accordance with RCW 42.17A.430 (as recodified by this

act) of any surplus funds; and

(12) Any other information required by the commission by rule in conformance with the policies and purposes of this ((chapter))title.

Sec. 428. RCW 42.17A.250 and 2020 c 152 s 4 are each amended to read as follows:

- (1) An out-of-state political committee organized for the purpose of supporting or opposing candidates or ballot propositions in another state that is not otherwise required to report under RCW 42.17A.205 (as recodified by this act) through 42.17A.240 (as recodified by this act) shall report as required in this section when it makes an expenditure supporting or opposing a Washington state candidate or political committee. The committee shall file with the commission a statement disclosing:
  - (a) Its name and address;
- (b) The purposes of the out-of-state committee;
- (c) The names, addresses, and titles of its officers or, if it has no officers, the names, addresses, and the titles of its responsible leaders;
- (d) The name, office sought, and party affiliation of each candidate in the state of Washington whom the out-of-state committee is supporting or opposing and, if the committee is supporting or opposing the entire ticket of any party, the name of the party;
- (e) The ballot proposition supported or opposed in the state of Washington, if any, and whether the committee is in favor of or

opposed to that proposition;

- (f) The name and address of each person residing in the state of Washington or corporation that has a place of business in the state of Washington who has made one or more contributions in the aggregate of more than twenty-five dollars to the out-of-state committee during the current calendar year, together with the money value and date of the contributions;
- (g) The name, address, and employer of each person or corporation residing outside the state of Washington who has made one or more contributions in the aggregate of more than two thousand five hundred fifty dollars to the out-of-state committee during the current calendar year, together with the money value and date of the contributions. Annually, the commission must modify the two thousand five hundred fifty dollar limit in this subsection based on percentage change in the implicit price deflator for personal consumption expenditures for the United States as published for the most recent

((twelve)) 12-month period by the bureau of economic analysis of the federal department of commerce;

- (h) The name and address of each person in the state of Washington to whom an expenditure was made by the out-of-state committee with respect to a candidate or political committee in the aggregate amount of more than fifty dollars, the amount, date, and purpose of the expenditure, and the total sum of the expenditures;
- (i) A statement that the out-of-state committee has received a certification from any partnership, association, corporation, organization, or other combination of persons making a contribution reportable under this section that:

(i) The contribution is not financed in any part by a foreign national; and

(ii) Foreign nationals are not involved in making decisions regarding the contribution in any way; and

(j) Any other information as the commission may prescribe by rule in keeping with the policies and purposes of this ((chapter))title.

(2) Each statement shall be filed no later than the ((tenth))10th day of the month following any month in which a contribution or other expenditure reportable under subsection (1) of this section is made. An out-of-state committee incurring an obligation to file additional statements in a calendar year may satisfy the obligation by timely filing reports that supplement previously filed information.

**Sec. 429.** RCW 42.17A.255 and 2020 c 152 s 5 are each amended to read as follows:

(1) For the purposes of this section the term "independent expenditure" means any expenditure that is made in support of or in opposition to any candidate or ballot proposition and is not otherwise required to be reported pursuant to RCW 42.17A.225 (as recodified by this act), 42.17A.235 (as recodified by this act), and 42.17A.240 (as recodified by this act). "Independent expenditure" does not include: An internal political communication primarily limited to the contributors to a political party organization or political action committee, or the officers, management staff, and stockholders of a corporation or similar enterprise, or the members of a labor organization; or the rendering of personal services of the sort commonly performed by volunteer campaign workers, or incidental expenses personally incurred by volunteer campaign workers not in excess of fifty dollars personally paid for by the worker. "Volunteer services," for the purposes of this section, means services or labor for which the individual is not compensated by any person.

(2) Within five days after the date of making an independent expenditure that by itself or when added to all other such independent expenditures made during the same election campaign by the same person equals one hundred dollars or more, or within five days after the date of making an independent expenditure for which no reasonable estimate of monetary value is

practicable, whichever occurs first, the person who made the independent expenditure shall file with the commission an initial report of all independent expenditures made during the campaign prior to and including such date.

(3) At the following intervals each person who is required to file an initial report pursuant to subsection (2) of this section shall file with the commission a further report of the independent expenditures made since the date of the last report:

(a) On the ((twenty-first))21st day and the seventh day preceding the date on which the election is held; and

(b) On the ((tenth))10th day of the first month after the election; and

(c) On the ((tenth))10th day of each month in which no other reports are required to be filed pursuant to this section. However, the further reports required by this subsection (3) shall only be filed if the reporting person has made an independent expenditure since the date of the last previous report filed.

The report filed pursuant to (a) of this subsection (3) shall be the final report, and upon submitting such final report the duties of the reporting person shall cease, and there shall be no obligation to make any further reports.

(4) All reports filed pursuant to this section shall be certified as correct by the reporting person.

(5) Each report required by subsections (2) and (3) of this section shall disclose for the period beginning at the end of the period for the last previous report filed or, in the case of an initial report, beginning at the time of the first independent expenditure, and ending not more than one business day before the date the report is due:

(a) The name, address, and electronic contact information of the person filing the report:

(b) The name and address of each person to whom an independent expenditure was made in the aggregate amount of more than fifty dollars, and the amount, date, and purpose of each such expenditure. If no reasonable estimate of the monetary value of a particular independent expenditure is practicable, it is sufficient to report instead a precise description of services, property, or rights furnished through the expenditure and where appropriate to attach a copy of the item produced or distributed by the expenditure;

(c) The total sum of all independent expenditures made during the campaign to date:

(d) A statement from the person making an independent expenditure that:

(i) The expenditure is not financed in

any part by a foreign national; and
 (ii) Foreign nationals are not involved
in making decisions regarding the

expenditure in any way; and

(e) Such other information as shall be required by the commission by rule in conformance with the policies and purposes of this ((chapter))title.

Sec. 430. RCW 42.17A.260 and 2020 c 152 s 6 are each amended to read as follows:

(1) The sponsor of political advertising shall file a special report to the commission within ((twenty-four))24 hours of, or on the first working day after, the date the political advertising is first published, mailed, or otherwise presented to the public, if the political advertising:

(a) Is published, mailed, or otherwise presented to the public within ((twenty-

one))21 days of an election; and

(b) Either:

Qualifies (i) as an independent expenditure with a fair market value or actual cost of one thousand dollars or more, for political advertising supporting or opposing a candidate; or

(ii) Has a fair market value or actual cost of one thousand dollars or more, for political advertising supporting or opposing

a ballot proposition.

- (2) If a sponsor is required to file a special report under this section, the sponsor shall also deliver to the commission within the delivery period established in subsection (1) of this section a special report for each subsequent independent expenditure of any size supporting or opposing the same candidate who was the subject of the previous independent expenditure, supporting or opposing that previous independent candidate's opponent, or, in the case of a subsequent expenditure of any size made in support of or in opposition to a ballot proposition not otherwise required to be reported pursuant to RCW 42.17A.225 (as recodified by this act), or 42.17A.240 (as recodified by this act), supporting or recodified by this act), supporting opposing the same ballot proposition that was the subject of the previous expenditure.
  - (3) The special report must include:
- (a) The name and address of the person making the expenditure;
- (b) The name and address of the person to whom the expenditure was made;
- (c) A detailed description of the expenditure;
- (d) The date the expenditure was made and the date the political advertising was first published or otherwise presented to the public:

(e) The amount of the expenditure;

- (f) The name of the candidate supported or opposed by the expenditure, the office being sought by the candidate, and whether the expenditure supports or opposes the candidate; or the name of the ballot proposition supported or opposed by the expenditure and whether the expenditure supports or opposes the ballot proposition;
- (g) A statement from the sponsor that: (i) The political advertising is not financed in any part by a foreign national;

- (ii) Foreign nationals are not involved in making decisions regarding the political advertising in any way; and
  - (h) Any other information the commission

may require by rule.

(4) All persons required to report under RCW 42.17A.225 (as recodified by this act), 42.17A.235 (as recodified by this act), 42.17A.240 (as recodified by this act), 42.17A.255 (as recodified by this act), and 42.17A.305 (as recodified by this act) are subject to the requirements of this section. The commission may determine that reports filed pursuant to this section also satisfy the requirements of RCW 42.17A.255 (as recodified by this act).

(5) οf The sponsor independent expenditures supporting a candidate or opposing that candidate's opponent required to report under this section shall file with each required report an affidavit or declaration of the person responsible for making the independent expenditure that the expenditure was not made in cooperation, consultation, or concert with, or at the request or suggestion of, the candidate, the candidate's authorized committee, or the candidate's agent, or with the encouragement or approval of the candidate, the candidate's authorized committee, or candidate's agent.

Sec. 431. RCW 42.17A.265 and 2020 c

152 s 7 are each amended to read as follows: (1) Treasurers shall prepare and deliver to the commission a special report when a contribution or aggregate of contributions totals one thousand dollars or more, is from a single person or entity, and is received during a special reporting period.

(2) A political committee shall prepare and deliver to the commission a special report when it makes a contribution or an aggregate of contributions to a single entity that totals one thousand dollars or more during a special reporting period.

(3) An aggregate of contributions includes only those contributions made to or received from a single entity during any one special reporting period. Any subsequent contribution of any size made to or received from the same person or entity during the special reporting period must also reported.

Special reporting periods,

purposes of this section, include:

(a) The period beginning on the day after the last report required by RCW 42.17A.235 (as recodified by this act) and 42.17A.240 (as recodified by this act) to be filed before a primary and concluding on the end of the day before that primary;

(b) The period ((twenty-one))21 days

preceding a general election; and

(c) An aggregate of contributions includes only those contributions received from a single entity during any one special reporting period or made by the contributing political committee to a single entity during any one special reporting period.

(5) If a campaign treasurer files a special report under this section for one or more contributions received from a single entity during a special reporting period, the treasurer shall also file a special report under this section for each subsequent contribution of any size which is received from that entity during the special reporting period. If a political committee files a special report under this section for a contribution or contributions made to a single entity during a special reporting period, the political committee shall also file a special report for each subsequent contribution of any size which is made to that entity during the special reporting period.

- (6) Special reports required by this section shall be delivered electronically, or in written form if an electronic alternative is not available.
- (a) The special report required of a contribution recipient under subsection (1) of this section shall be delivered to the commission within ((forty-eight))48 hours of the time, or on the first working day after: The contribution of one thousand dollars or more is received by the candidate or treasurer; the aggregate received by the candidate or treasurer first equals one thousand dollars or more; or any subsequent contribution from the same source is received by the candidate or treasurer.
- (b) The special report required of a contributor under subsection (2) of this section or RCW 42.17A.625 (as recodified by this act) shall be delivered to the commission, and the candidate or political committee to whom the contribution or contributions are made, within ((twentyfour))24 hours of the time, or on the first working day after: The contribution is made; the aggregate of contributions made first equals one thousand dollars or more; or any subsequent contribution to the same person or entity is made.
  - (7) The special report shall include:
- (a) The amount of the contribution or contributions;
  - (b) The date or dates of receipt;
  - (c) The name and address of the donor;
- (d) The name and address of the recipient;
- (e) A statement that the candidate or political committee has received a certification from any partnership, association, corporation, organization, or other combination of persons making a contribution reportable under this section that:
- (i) The contribution is not financed in any part by a foreign national; and
- (ii) Foreign nationals are not involved in making decisions regarding the contribution in any way; and
- (f) Any other information the commission may by rule require.
- (8) Contributions reported under this section shall also be reported as required by other provisions of this ((chapter))title.
- (9) The commission shall prepare daily a summary of the special reports made under this section and RCW 42.17A.625 (as recodified by this act).
- (10) Contributions governed by this section include, but are not limited to, contributions made or received indirectly through a third party or entity whether the contributions are or are not reported to the commission as earmarked contributions under RCW 42.17A.270 (as recodified by this act).
- $\bf Sec.~432.~$  RCW 42.17A.270 and 2010 c 204 s 416 are each amended to read as follows:
- A political committee receiving a contribution earmarked for the benefit of a candidate or another political committee shall:

- (1) Report the contribution as required in RCW 42.17A.235 (as recodified by this act) and 42.17A.240 (as recodified by this act);
- (2) Complete a report, entitled "Earmarked contributions," on a form prescribed by the commission that identifies the name and address of the person who made the contribution, the candidate or political committee for whose benefit the contribution is earmarked, the amount of the contribution, and the date that the contribution was received; and
- (3) Mail or deliver to the commission and the candidate or political committee benefiting from the contribution a copy of the "Earmarked contributions" report within two working days of receipt of the contribution.
- (4) A candidate or political committee receiving notification of an earmarked contribution under subsection (3) of this section shall report the contribution, once notification of the contribution is received by the candidate or committee, in the same manner as any other contribution, as required by RCW 42.17A.235 (as recodified by this act) and 42.17A.240 (as recodified by this act).
- **Sec. 433.** RCW 42.17A.300 and 2010 c 204 s 501 are each amended to read as follows:
  - (1) The legislature finds that:
- (a) Timely disclosure to voters of the identity and sources of funding for electioneering communications is vitally important to the integrity of state, local, and judicial elections.
- (b) Electioneering communications that identify political candidates for state, local, or judicial office and that are distributed ((sixty))  $\underline{60}$  days before an election for those offices are intended to influence voters and the outcome of those elections.
- (c) The state has a compelling interest in providing voters information about electioneering communications in political campaigns concerning candidates for state, local, or judicial office so that voters can be fully informed as to the: (i) Source of support or opposition to those candidates; and (ii) identity of persons attempting to influence the outcome of state, local, and judicial candidate elections.
- (d) Nondisclosure of financial information about advertising that masquerades as relating only to issues and not to candidate campaigns fosters corruption or the appearance of corruption. These consequences can be substantially avoided by full disclosure of the identity and funding of those persons paying for such advertising.
- (e) The United States supreme court held in McConnell et al. v. Federal Elections Commission, 540 U.S. 93, 124 S.Ct. 619, 157 L.Ed.2d 491 (2003) that speakers seeking to influence elections do not possess an inviolable free speech right to engage in electioneering communications regarding elections, including when issue advocacy is the functional equivalent of express advocacy. Therefore, such election campaign

communications can be regulated and the source of funding disclosed.

- (f) The state has a sufficiently compelling interest in preventing corruption in political campaigns to justify and restore contribution limits and restrictions on the use of soft money in RCW 42.17A.405 (as recodified by this act). Those interests include restoring restrictions on the use of such funds for electioneering communications, as well as the laws preventing circumvention of those limits and restrictions.
- (2) Based upon the findings in this section, chapter 445, Laws of 2005 is narrowly tailored to accomplish the following and is intended to:
- (a) Improve the disclosure to voters of information concerning persons and entities seeking to influence state, local, and judicial campaigns through reasonable and effective mechanisms, including improving disclosure of the source, identity, and funding of electioneering communications concerning state, local, and judicial candidate campaigns;
- (b) Regulate electioneering communications that mention state, local, and judicial candidates and that are broadcast, mailed, erected, distributed, or otherwise published right before the election so that the public knows who is paying for such communications;
- (c) Reenact and amend the contribution limits in RCW 42.17A.405 (7) and (15) (as recodified by this act) and the restrictions on the use of soft money, including as applied to electioneering communications, as those limits and restrictions were in effect following the passage of chapter 2, Laws of 1993 (Initiative Measure No. 134) and before the state supreme court decision in Washington State Republican Party Washington State Public Disclosure Commission, 141 Wn.2d 245, 4 P.3d 808 (2000). The commission is authorized to fully restore the implementation of the limits and restrictions of RCW 42.17A.405 (7) and (15)  $\underline{\text{(as recodified by this act)}}$  in light of McConnell et al. v. Federal Elections Commission, 540 U.S. 93, 124 S.Ct. 619, 157 L.Ed.2d 491 (2003). The United States supreme court upheld the disclosure and regulation of electioneering communications in political campaigns, including but not limited to issue advocacy that is the functional equivalent of express advocacy; and
- (d) Authorize the commission to adopt rules to implement chapter 445, Laws of 2005.
- Sec. 434. RCW 42.17A.305 and 2020 c 152 s 8 are each amended to read as follows:
- (1) A payment for or promise to pay for any electioneering communication shall be reported to the commission by the sponsor on forms the commission shall develop by rule to include, at a minimum, the following information:
  - (a) Name and address of the sponsor;
- (b) Source of funds for the communication, including:
- (i) General treasury funds. The name and address of businesses, unions, groups,

- associations, or other organizations using general treasury funds for the communication, however, if a business, union, group, association, or other organization undertakes a special solicitation of its members or other persons for an electioneering communication, or it otherwise receives funds for an electioneering communication, that entity shall report pursuant to (b)(ii) of this subsection;
- (ii) Special solicitations and other funds. The name, address, and, for individuals, occupation and employer, of a person whose funds were used to pay for the electioneering communication, along with the amount, if such funds from the person have exceeded two hundred fifty dollars in the aggregate for the electioneering communication;
  - (iii) A statement from the sponsor that:
- (A) The electioneering communication is not financed in any part by a foreign national; and
- (B) Foreign nationals are not involved in making decisions regarding the electioneering communication in any way; and
- (iv) Any other source information
  required or exempted by the commission by
  rule;
- (c) Name and address of the person to whom an electioneering communication related expenditure was made;
- (d) A detailed description of each
  expenditure of more than one hundred
  dollars;
- (e) The date the expenditure was made and the date the electioneering communication was first broadcast, transmitted, mailed, erected, distributed, or otherwise published;
  - (f) The amount of the expenditure;
- (g) The name of each candidate clearly identified in the electioneering communication, the office being sought by each candidate, and the amount of the expenditure attributable to each candidate; and
- (h) Any other information the commission may require or exempt by rule.
- (2) Electioneering communications shall be reported as follows: The sponsor of an electioneering communication shall report to the commission within ((twenty-four))24 hours of, or on the first working day after, the date the electioneering communication is broadcast, transmitted, mailed, erected, distributed, digitally or otherwise, or otherwise published.
- (3) Electioneering communications shall be reported electronically by the sponsor using software provided or approved by the commission. The commission may make exceptions on a case-by-case basis for a sponsor who lacks the technological ability to file reports using the electronic means provided or approved by the commission.
- (4) All persons required to report under RCW 42.17A.225 (as recodified by this act), 42.17A.235 (as recodified by this act), 42.17A.240 (as recodified by this act), and 42.17A.255 (as recodified by this act) are subject to the requirements of this section, although the commission may determine by rule that persons filing according to those sections may be exempt from reporting some

of the information otherwise required by this section. The commission may determine that reports filed pursuant to this section also satisfy the requirements of RCW 42.17A.255 (as recodified by this act) and 42.17A.260 (as recodified by this act).

(5) Failure of any sponsor to report electronically under this section shall be a

violation of this ((chapter))title.

 $\bf Sec.~435.$  RCW 42.17A.310 and 2010 c 204 s 503 are each amended to read as follows:

- (1) An electioneering communication made by a person in cooperation, consultation, or concert with, or at the request or suggestion of, a candidate, a candidate's authorized committee, or their agents is a contribution to the candidate.
- (2) An electioneering communication made by a person in cooperation, consultation, or concert with, or at the request or suggestion of, a political committee or its agents is a contribution to the political committee.
- (3) If an electioneering communication is not a contribution pursuant to subsection (1) or (2) of this section, the sponsor shall file an affidavit or declaration so stating at the time the sponsor is required to report the electioneering communication expense under RCW 42.17A.305 (as recodified by this act).
- $\bf Sec.~436.~$  RCW 42.17A.315 and 2010 c 204 s 504 are each amended to read as follows:
- (1) The sponsor of an electioneering communication shall preserve all financial records relating to the communication, including books of account, bills, receipts, contributor information, and ledgers, for not less than five calendar years following the year in which the communication was broadcast, transmitted, mailed, erected, or otherwise published.
- (2) All reports filed under RCW 42.17A.305 (as recodified by this act) shall be certified as correct by the sponsor. If the sponsor is an individual using his or her own funds to pay for the communication, the certification shall be signed by the individual. If the sponsor is a political committee, the certification shall be signed by the committee treasurer. If the sponsor is another entity, the certification shall be signed by the individual responsible for authorizing the expenditure on the entity's behalf.

Sec. 437. RCW 42.17A.320 and 2019 c 261 s 3 are each amended to read as follows:

(1) All written political advertising, whether relating to candidates or ballot propositions, shall include the sponsor's name and address. All radio and television political advertising, whether relating to candidates or ballot propositions, shall include the sponsor's name. The use of an assumed name for the sponsor of electioneering communications, independent expenditures, or political advertising shall be unlawful. For partisan office, if a candidate has expressed a party or

independent preference on the declaration of candidacy, that party or independent designation shall be clearly identified in electioneering communications, independent expenditures, or political advertising.

(2) In addition to the information required by subsection (1) of this section, except as specifically addressed in subsections (4) and (5) of this section, all political advertising undertaken as an independent expenditure or an electioneering communication by a person or entity other than a bona fide political party must include as part of the communication:

(a) The statement: "No candidate authorized this ad. It is paid for by (name,

address, city, state)";

- (b) If the sponsor is a political committee, the statement: "Top Five Contributors," followed by a listing of the names of the five persons making the largest contributions as determined by RCW 42.17A.350(1) (as recodified by this act); and if necessary, the statement "Top Three Donors to PAC Contributors," followed by a listing of the names of the three individuals or entities, other than political committees, making the largest aggregated contributions as determined by RCW 42.17A.350(2) (as recodified by this act); and
- (c) If the sponsor is a political committee established, maintained, or controlled directly, or indirectly through the formation of one or more political committees, by an individual, corporation, union, association, or other entity, the full name of that individual or entity.
- (3) The information required by subsections (1) and (2) of this section shall:
- (a) Appear on the first page or fold of the written advertisement or communication in at least  $((ten))\underline{10}$ -point type, or in type at least ten percent of the largest size type used in a written advertisement or communication directed at more than one voter, such as a billboard or poster, whichever is larger;
- (b) Not be subject to the half-tone or screening process; and
- (c) Be set apart from any other printed matter. No text may be before, after, or immediately adjacent to the information required by subsections (1) and (2) of this section.
- (4) In an independent expenditure or electioneering communication transmitted via television or other medium that includes a visual image, the following statement must either be clearly spoken, or appear in print and be visible for at least four seconds, appear in letters greater than four percent of the visual screen height on a solid black background on the entire bottom one-third of the television or visual display screen, or bottom one-fourth of the screen if the sponsor does not have or is otherwise not required to list its top five contributors, and have a reasonable color contrast with the background: "No candidate authorized this ad. Paid for by (name, city, state)." If the advertisement or communication is undertaken by a nonindividual other than a party organization, then the following notation must also be included: "Top Five

- Contributors" followed by a listing of the names of the five persons making the largest aggregate contributions as determined by RCW 42.17A.350(1) (as recodified by this act); and if necessary, the statement "Top Three Donors to PAC Contributors," followed by a listing of the names of the three individuals or entities other than political committees making the largest aggregate contributions to political committees as determined by RCW 42.17A.350(2) (as recodified by this act). Abbreviations may be used to describe contributing entities if the full name of the entity has been clearly spoken previously during the broadcast advertisement.
- (5) The following statement shall be clearly spoken in an independent expenditure or electioneering communication transmitted by a method that does not include a visual image: "No candidate authorized this ad. Paid for by (name, city, state)." If the independent expenditure or electioneering communication is undertaken by a nonindividual other than a party organization, then the following statement must also be included: "Top Five Contributors" followed by a listing of the names of the five persons making the largest contributions as determined by RCW 42.17A.350(1) (as recodified by this act); and if necessary, the statement "Top Three Donors to PAC Contributors," followed by a listing of the names of the three individuals or entities, other than individuals or entities, other than political committees, making the largest aggregate contributions to political committees as determined by RCW 42.17A.350(2) (as recodified by this act). Abbreviations may be used to describe contributing entities if the full name of the entity has been clearly spoken broadcast during the previously advertisement.
- (6) Political advertising costing one thousand dollars or more supporting or opposing ballot measures sponsored by a political committee must include the information on the top five contributors and top three contributors, other than political committees, as required by RCW 42.17A.350 (as recodified by this act). A series of political advertising sponsored by the same political committee, each of which is under one thousand dollars, must include the top five contributors and top three contributors, other than political committees, as required by RCW 42.17A.350 (as recodified by this act) once their cumulative value reaches one thousand dollars or more.
- (7) Political yard signs are exempt from the requirements of this section that the sponsor's name and address, and the top five contributors and top three PAC contributors as required by RCW 42.17A.350 (as recodified by this act), be listed on the advertising. In addition, the public disclosure commission shall, by rule, exempt from the identification requirements of this section forms of political advertising such as campaign buttons, balloons, pens, pencils, sky-writing, inscriptions, and other forms of advertising where identification is impractical.

- (8) For the purposes of this section, "yard sign" means any outdoor sign with dimensions no greater than eight feet by four feet.
- $\bf Sec.~438.~$  RCW 42.17A.330 and 2010 c 204 s 506 are each amended to read as follows:
- At least one picture of the candidate used in any political advertising shall have been taken within the last five years and shall be no smaller than any other picture of the same candidate used in the same advertisement.
- Sec. 439. RCW 42.17A.335 and 2009 c 222 s 2 are each amended to read as follows:
- (1) It is a violation of this ((chapter))title for a person to sponsor with actual malice a statement constituting libel or defamation per se under the following circumstances:
- (a) Political advertising or an electioneering communication that contains a false statement of material fact about a candidate for public office;
- (b) Political advertising or an electioneering communication that falsely represents that a candidate is the incumbent for the office sought when in fact the candidate is not the incumbent;
- (c) Political advertising or an electioneering communication that makes either directly or indirectly, a false claim stating or implying the support or endorsement of any person or organization when in fact the candidate does not have such support or endorsement.
- (2) For the purposes of this section, "libel or defamation per se" means statements that tend (a) to expose a living person to hatred, contempt, ridicule, or obloquy, or to deprive him or her of the benefit of public confidence or social intercourse, or to injure him or her in his or her business or occupation, or (b) to injure any person, corporation, or association in his, her, or its business or occupation.
- (3) It is not a violation of this section for a candidate or his or her agent to make statements described in subsection (1)(a) or (b) of this section about the candidate himself or herself because a person cannot defame himself or herself. It is not a violation of this section for a person or organization referenced in subsection (1)(c) of this section to make a statement about that person or organization because such persons and organizations cannot defame themselves.
- (4) Any violation of this section shall be proven by clear and convincing evidence. If a violation is proven, damages are presumed and do not need to be proven.
- $\bf Sec.~440.~$  RCW 42.17A.340 and 2010 c 204 s 507 are each amended to read as follows:
- (1) Except as provided in subsection (2) of this section, the responsibility for compliance with RCW 42.17A.320 (as recodified by this act) through 42.17A.335 (as recodified by this act) shall be with

the sponsor of the political advertising and not with the broadcasting station or other medium.

- (2) If a broadcasting station or other medium changes the content of a political advertisement, the station or medium shall be responsible for any failure of the advertisement to comply with RCW 42.17A.320 (as recodified by this act) through 42.17A.335 (as recodified by this act) that results from that change.
- $$\tt Sec.$  441. RCW 42.17A.345 and 2019 c 428 s 26 are each amended to read as follows:
- (1) Each commercial advertiser who has accepted or provided political advertising or electioneering communications during the election campaign shall maintain current books of account and related materials as provided by rule that shall be open for public inspection during normal business hours during the campaign and for a period of no less than five years after the date of the applicable election. The documents and books of account shall specify:
- (a) The names and addresses of persons from whom it accepted political advertising or electioneering communications;
- (b) The exact nature and extent of the services rendered; and
- (c) The total cost and the manner of payment for the services.
- (2) At the request of the commission, each commercial advertiser required to comply with subsection (1) of this section shall provide to the commission copies of the information that must be maintained and be open for public inspection pursuant to subsection (1) of this section.

Sec. 442. RCW 42.17A.350 and 2019 c 261 s 2 are each amended to read as follows:

- (1) For any requirement to include the top five contributors under RCW 42.17A.320 (as recodified by this act) or any other provision of this ((ehapter))title, the sponsor must identify the five persons or entities making the largest contributions to the sponsor in excess of the threshold aggregate value to be considered an independent expenditure in an election for public office under ((RCW 42.17A.005(29)(a)-(iv-))section 231(1)(d) of this act reportable under this ((ehapter))title during the ((twelve))12-month period preceding the date on which the advertisement is initially to be published or otherwise presented to the public.
- (2) If one or more of the top five contributors identified under subsection (1) of this section is a political committee, the top three contributors to each of those political committees during the same period must then be identified, and so on, until the individuals or entities other than political committees with the largest aggregate contributions to each political committee identified under subsection (1) of this section have also been identified. The sponsor must identify the three individuals or entities, not including political committees, who made the largest aggregate contributions to any political committee identified under subsection (1) of this

- section in excess of the threshold aggregate value to be considered an independent expenditure in an election for public office under ((RCW 42.17A.005(29)(a)(iv))) section 231(1)(d) of this act reportable under this ((ehapter))title during the same period, and the names of those individuals or entities must be displayed in the advertisement alongside the statement "Top Three Donors to PAC Contributors."
- (3) Contributions to the sponsor or a political committee that are earmarked, tracked, and used for purposes other than the advertisement in question should not be counted in identifying the top five contributors under subsection (1) of this section or the top three contributors under subsection (2) of this section.
- (4) The sponsor shall not be liable for a violation of this section that occurs because a contribution to any political committee identified under subsection (1) of this section has not been reported to the commission.
- (5) The commission is authorized to adopt rules, as needed, to prevent ways to circumvent the purposes of the required disclosures in this section to inform voters about the individuals and entities sponsoring political advertisements.
- $\bf Sec.~443.~~RCW~42.17A.400$  and 2010 c 204 s 601 are each amended to read as follows:
- (1) The people of the state of Washington find and declare that:
- (a) The financial strength of certain individuals or organizations should not permit them to exercise a disproportionate or controlling influence on the election of candidates.
- (b) Rapidly increasing political campaign costs have led many candidates to raise larger percentages of money from special interests with a specific financial stake in matters before state government. This has caused the public perception that decisions of elected officials are being improperly influenced by monetary contributions.
- (c) Candidates are raising less money in small contributions from individuals and more money from special interests. This has created the public perception that individuals have an insignificant role to play in the political process.

(2) By limiting campaign contributions, the people intend to:

- (a) Ensure that individuals and interest groups have fair and equal opportunity to influence elective and governmental processes;
- (b) Reduce the influence of large organizational contributors; and
- (c) Restore public trust in governmental institutions and the electoral process.
- Sec. 444. RCW 42.17A.405 and 2019 c 100 s 1 are each amended to read as follows:
- (1) The contribution limits in this section apply to:
  - (a) Candidates for legislative office;
- (b) Candidates for state office other than legislative office;
  - (c) Candidates for county office;
  - (d) Candidates for port district office;

- (e) Candidates for city council office;
- (f) Candidates for mayoral office;
- (g) Candidates for school board office;
- (h) Candidates for public hospital district board of commissioners in districts with a population over ((one hundred fifty thousand)) 150,000;
- (i) Persons holding an office in (a) through (h) of this subsection against whom recall charges have been filed or to a political committee having the expectation of making expenditures in support of the recall of a person holding the office;
  - (j) Caucus political committees;
  - (k) Bona fide political parties.
- (2) No person, other than a bona fide political party or a caucus political committee, may make contributions to a candidate for a legislative office, county office, city council office, mayoral office, school board office, or public hospital district board of commissioners that in the aggregate exceed eight hundred dollars or to a candidate for a public office in a port district or a state office other than a legislative office that in the aggregate exceed one thousand six hundred dollars for each election in which the candidate is on ballot or appears as a write-in idate. Contributions to candidates candidate. subject to the limits in this section made with respect to a primary may not be made after the date of the primary. However, contributions to a candidate or a candidate's authorized committee may be made with respect to a primary until  $((\frac{1}{1}))$ days after the primary, subject to the following limitations: (a) The candidate lost the primary; (b) the candidate's authorized committee has insufficient funds to pay debts outstanding as of the date of the primary; and (c) the contributions may only be raised and spent to satisfy the outstanding debt. Contributions to candidates subject to the limits in this section made with respect to a general election may not be made after the final day of the applicable election cycle.
- (3) No person, other than a bona fide political party or a caucus political committee, may make contributions to a state official, a county official, a city official, a school board member, a public hospital district commissioner, or a public official in a port district against whom recall charges have been filed, or to a political committee having the expectation of making expenditures in support of the recall of the state official, county official, city official, school board member, public hospital district commissioner, or public official in a port district during a recall campaign that in the aggregate exceed eight hundred dollars if for a legislative office, county office, school board office, public hospital district office, or city office, or one thousand six hundred dollars if for a port district office or a state office other than a legislative office.
- (4)(a) Notwithstanding subsection (2) of this section, no bona fide political party or caucus political committee may make contributions to a candidate during an election cycle that in the aggregate exceed (i) eighty cents multiplied by the number of

- eligible registered voters in the jurisdiction from which the candidate is elected if the contributor is a caucus political committee or the governing body of a state organization, or (ii) forty cents multiplied by the number of registered voters in the jurisdiction from which the candidate is elected if the contributor is a county central committee or a legislative district committee.
- (b) No candidate may accept contributions from a county central committee or a legislative district committee during an election cycle that when combined with contributions from other county central committees or legislative district committees would in the aggregate exceed forty cents times the number of registered voters in the jurisdiction from which the candidate is elected.
- (5) (a) Notwithstanding subsection (3) of this section, no bona fide political party or caucus political committee ...., contributions to a state official, county official, city public hospital district member, commissioner, or a public official in a port district against whom recall charges have been filed, or to a political committee been filed, or to a political committee having the expectation of making expenditures in support of the state official, county official, city official, board member, public hospital district commissioner, or a public official in a port district during a recall campaign that in the aggregate exceed (i) eighty cents multiplied by the number of eligible registered voters in the jurisdiction registered voters entitled to recall the state official if the contributor is a caucus political committee or the governing body of a state organization, or (ii) forty cents multiplied by the number of registered voters in the jurisdiction from which the candidate is elected if the contributor is a county central committee or a legislative district committee.
- (b) No official holding an office specified in subsection (1) of this section against whom recall charges have been filed, no authorized committee of the official, and no political committee having the expectation of making expenditures in support of the recall of the official may accept contributions from a county central committee or a legislative district committee during an election cycle that when combined with contributions from other county central committees or legislative district committees would in the aggregate exceed forty cents multiplied by the number of registered voters in the jurisdiction from which the candidate is elected.
- (6) For purposes of determining contribution limits under subsections (4) and (5) of this section, the number of eligible registered voters in a jurisdiction is the number at the time of the most recent general election in the jurisdiction.
- (7) Notwithstanding subsections (2) through (5) of this section, no person other than an individual, bona fide political party, or caucus political committee may make contributions reportable under this ((chapter))title to a caucus political committee that in the aggregate exceed eight

hundred dollars in a calendar year or to a bona fide political party that in the aggregate exceed four thousand dollars in a calendar year. This subsection does not apply to loans made in the ordinary course of business.

(8) For the purposes of RCW 42.17A.125 (as recodified by this act), 42.17A.405 (as recodified by this act) through 42.17A.415 (as recodified by this act), 42.17A.450 (as recodified by this act), 42.17A.450 (as recodified by this act), 42.17A.500 (as recodified by this act), 42.17A.500 (as recodified by this act), 42.17A.560 (as recodified by this act), and 42.17A.565 (as recodified by this act), a contribution to the authorized political committee of a candidate or of an official specified in subsection (1) of this section against whom recall charges have been filed is considered to be a contribution to the candidate or official.

(9) A contribution received within the ((twelve)) 12-month period after a recall election concerning an office specified in subsection (1) of this section is considered to be a contribution during that recall campaign if the contribution is used to pay a debt or obligation incurred to influence the outcome of that recall campaign.

(10) The contributions allowed by subsection (3) of this section are in addition to those allowed by subsection (2) of this section, and the contributions allowed by subsection (5) of this section are in addition to those allowed by

subsection (4) of this section. (11) RCW 42.17A.125 (as recodified by this act), 42.17A.405 (as recodified by this act) through 42.17A.415 (as recodified by this act), 42.17A.450 (as recodified by this act) through 42.17A.495 (as recodified by this act), 42.17A.500 (as recodified by this act), 42.17A.560 (as recodified by this act), and 42.17A.565 (as recodified by this apply to a special election conducted to fill a vacancy in an office specified in subsection (1) of this section. However, the contributions  $% \left( \frac{1}{2}\right) =\frac{1}{2}\left( \frac{1}{2}\right)$ special election conducted to fill such a vacancy shall not be counted toward any of the limitations that apply to the candidate or to contributions made to the candidate for any other primary or election.

Notwithstanding the ot.her subsections of this section, no corporation or business entity not doing business in Washington state, no labor union with fewer than  $((\text{ten})) \underline{10}$  members who reside in Washington state, and no political committee that has not received contributions of ten dollars or more from at least ((ten))10 persons registered to vote in Washington state during the preceding ((one hundred eighty)) 180 days may make contributions reportable under this ((chapter))title to a state office candidate, to a state official against whom recall charges have been filed, or to a political committee having the expectation of making expenditures in support of the recall of the official. This subsection does not apply to loans made in the ordinary course of business.

(13) Notwithstanding the other subsections of this section, no county central committee or legislative district

committee may make contributions reportable under this ((chapter))title to a candidate specified in subsection (1) of this section, or an official specified in subsection (1) of this section against whom recall charges have been filed, or political committee having the expectation of making expenditures in support of the recall of an official specified in subsection (1) of this section if the county central committee or legislative district committee is outside of the jurisdiction entitled to elect the candidate or recall the official.

(14) No person may accept contributions that exceed the contribution limitations provided in this section.

(15) The following contributions are exempt from the contribution limits of this section:

(a) An expenditure or contribution earmarked for voter registration, for absentee ballot information, for precinct caucuses, for get-out-the-vote campaigns, for precinct judges or inspectors, for sample ballots, or for ballot counting, all without promotion of or political advertising for individual candidates;

(b) An expenditure by a political committee for its own internal organization or fund-raising without direct association

with individual candidates; or

(c) An expenditure or contribution for independent expenditures as defined in ((RCW 42.17A.005)) section 231 of this act or electioneering communications as defined in ((RCW 42.17A.005)) section 222 of this act.

**Sec. 445.** RCW 42.17A.410 and 2010 c 204 s 603 are each amended to read as follows:

(1) No person may make contributions to a candidate for judicial office that in the aggregate exceed one thousand six hundred dollars for each election in which the candidate is on the ballot or appears as a write-in candidate. Contributions made with respect to a primary may not be made after the date of the primary. However, contributions to a candidate or a or a candidate's authorized committee may be made with respect to a primary until  $((\frac{1}{1}))30$  days after the primary, subject to the following limitations: (a) The candidate lost the primary; (b) the candidate's authorized committee has insufficient funds to pay debts outstanding as of the date of the primary; and (c) the contributions may only be raised and spent to satisfy the outstanding debt. Contributions made with respect to a general election may not be made after the final day of the applicable election cycle.

(2) This section through RCW 42.17A.490 (as recodified by this act) apply to a special election conducted to fill a vacancy in an office. However, the contributions made to a candidate or received by a candidate for a primary or special election conducted to fill such a vacancy will not be counted toward any of the limitations that apply to the candidate or to contributions made to the candidate for any other primary

or election.

- (3) No person may accept contributions that exceed the contribution limitations provided in this section.
- (4) The dollar limits in this section must be adjusted according to RCW 42.17A.125 (as recodified by this act).

Sec. 446. RCW 42.17A.415 and 2011 c 60 s 25 are each amended to read as follows:

- (1) Contributions to candidates for state office made and received before December 3, 1992, are considered to be contributions under ((RCW 42.17.640 through 42.17.790))RCW 42.17A.125 (as recodified by this act), 42.17A.405 (as recodified by this act) through 42.17A.415 (as recodified by this act) through 42.17A.495 (as recodified by this act) through 42.17A.495 (as recodified by this act), 42.17A.500 (as recodified by this act), 42.17A.500 (as recodified by this act), 42.17A.560 (as recodified by this act), and 42.17A.565 (as recodified by this act), and 42.17A.565 (as recodified by this act). Monetary contributions that exceed the contribution limitations and that have not been spent by the recipient of the contribution by December 3, 1992, must be disposed of in accordance with RCW 42.17A.430 (as recodified by this act).
- (2) Contributions to other candidates subject to the contribution limits of this ((<del>chapter</del>))<u>title</u> made and received before June 7, 2006, are considered to be contributions under ((RCW 42.17.640 through 42.17.790))RCW 42.17A.125 (as recodified by this act), 42.17A.405 (as recodified by this act) through 42.17A.415 (as recodified by this act), 42.17A.450 (as recodified by this act) through 42.17A.495 (as recodified by this act), 42.17A.500 (as recodified by this act), 42.17A.560 (as recodified by this act), and 42.17A.565 (as recodified by this Contributions that exceed contribution limitations and that have not been spent by the recipient of the contribution by June 7, 2006, must be disposed of in accordance with RCW 42.17A.430 (as recodified by this act) except for subsections (6) and (7) of that section.

Sec. 447. RCW 42.17A.417 and 2020 c 152 s 9 are each amended to read as follows:

- (1) A foreign national may not make a contribution to any candidate or political committee, make an expenditure in support of or in opposition to any candidate or ballot measure, or sponsor political advertising or an electioneering communication.
- (2) A person may not make a contribution to any candidate or political committee, make an expenditure in support of or in opposition to any candidate or ballot measure, or sponsor political advertising or an electioneering communication, if:
- (a) The contribution, expenditure, political advertising, or electioneering communication is financed in any part by a foreign national; or
- (b) Foreign nationals are involved in making decisions regarding the contribution, expenditure, political advertising, or electioneering communication in any way.

- Sec. 448. RCW 42.17A.418 and 2020 c 152 s 10 are each amended to read as follows:
- (1) Each candidate or political committee that has accepted a contribution, and each out-of-state committee that has accepted a contribution reportable under RCW 42.17A.250 (as recodified by this act), from a partnership, association, corporation, organization, or other combination of persons must receive a certification from each contributor that:

(a) The contribution is not financed in any part by a foreign national; and

- (b) Foreign nationals are not involved in making decisions regarding the contribution in any way.
- (2) The certifications must be maintained for a period of no less than three years after the date of the applicable election.
- (3) At the request of the commission, each candidate or committee required to comply with subsection (1) of this section must provide to the commission copies of the certifications maintained under this section.

Sec. 449. RCW 42.17A.420 and 2019 c 428 s 27 are each amended to read as follows:

- (1) It is a violation of this ((chapter))title for any person to make, or for any candidate or political committee to accept from any one person, contributions reportable under RCW 42.17A.240 (as recodified by this act) in the aggregate exceeding fifty thousand dollars for any campaign for statewide office or exceeding five thousand dollars for any other campaign subject to the provisions of this ((chapter))title within ((twenty-one))21 days of a general election. This subsection does not apply to:
- (a) Contributions made by, or accepted from, a bona fide political party as defined in this ((chapter))title, excluding the county central committee or legislative district committee;
- (b) Contributions made to, or received by, a ballot proposition committee; or
- (c) Payments received by an incidental committee.
- (2) Contributions governed by this section include, but are not limited to, contributions made or received indirectly through a third party or entity whether the contributions are or are not reported to the commission as earmarked contributions under RCW 42.17A.270 (as recodified by this act).

 $\bf Sec.~450.~$  RCW 42.17A.425 and 2010 c 204 s 605 are each amended to read as follows:

No expenditures may be made or incurred by any candidate or political committee unless authorized by the candidate or the person or persons named on the candidate's or committee's registration form. A record of all such expenditures shall be maintained by the treasurer.

No expenditure of more than fifty dollars may be made in currency unless a receipt, signed by the recipient and by the candidate or treasurer, is prepared and made a part of

the campaign's or political committee's financial records.

**Sec. 451.** RCW 42.17A.430 and 2010 c 204 s 606 are each amended to read as follows:

The surplus funds of a candidate or a candidate's authorized committee may only be disposed of in any one or more of the following ways:

(1) Return the surplus to a contributor in an amount not to exceed that contributor's original contribution;

- (2) Using surplus, reimburse the candidate for lost earnings incurred as a result of that candidate's election campaign. Lost earnings shall be verifiable as unpaid salary or, when the candidate is not salaried, as an amount not to exceed income received by the candidate for services rendered during an appropriate, corresponding time period. All lost earnings incurred shall be documented and a record thereof shall be maintained by the candidate or the candidate's authorized committee. The committee shall maintain a copy of this record in accordance with RCW 42.17A.235(6) (as recodified by this act);
- (3) Transfer the surplus without limit to a political party or to a caucus political committee;
- (4) Donate the surplus to a charitable organization registered in accordance with chapter 19.09 RCW;
- (5) Transmit the surplus to the state treasurer for deposit in the general fund, the Washington state legacy project, state library, and archives account under RCW 43.07.380, or the legislative international trade account under RCW 43.15.050, as specified by the candidate or political committee; or
- (6) Hold the surplus in the depository or depositories designated in accordance with RCW 42.17A.215 (as recodified by this act) for possible use in a future election campaign for the same office last sought by the candidate and report any such disposition in accordance with RCW 42.17A.240 (as recodified by this act). If the candidate subsequently announces or publicly files for office, the appropriate information must be reported to the commission in accordance with RCW 42.17A.205 (as recodified by this act) through 42.17A.240 (as recodified by this act). If a subsequent office is not sought the surplus held shall be disposed of in accordance with the requirements of this section.
- (7) Hold the surplus campaign funds in a separate account for nonreimbursed public office-related expenses or as provided in this section, and report any such disposition in accordance with RCW 42.17A.240 (as recodified by this act). The separate account required under this subsection shall not be used for deposits of campaign funds that are not surplus.

(8) No candidate or authorized committee may transfer funds to any other candidate or other political committee.

The disposal of surplus funds under this section shall not be considered a contribution for purposes of this ((chapter))title.

**Sec. 452.** RCW 42.17A.435 and 1975 1st ex.s. c 294 s 8 are each amended to read as follows:

No contribution shall be made and no expenditure shall be incurred, directly or indirectly, in a fictitious name, anonymously, or by one person through an agent, relative, or other person in such a manner as to conceal the identity of the source of the contribution or in any other manner so as to effect concealment.

 $\tt Sec.~453.~$  RCW 42.17A.440 and 2010 c 204 s 607 are each amended to read as follows:

A candidate may not knowingly establish, use, direct, or control more than one political committee for the purpose of supporting that candidate during a particular election campaign. This does not prohibit: (1) In addition to a candidate's having his or her own political committee, the candidate's participation in a political committee established to support a slate of candidates that includes the candidate; or (2) joint fund-raising efforts by candidates when a separate political committee is established for that purpose and all contributions are disbursed to and accounted for on a pro rata basis by the benefiting candidates.

Sec. 454. RCW 42.17A.442 and 2011 c 145 s 5 are each amended to read as follows:

A political committee may make a contribution to another political committee only when the contributing political committee has received contributions of ten dollars or more each from at least (( $\frac{\text{ten}}{\text{o}}$ )) 10 persons registered to vote in Washington state.

Sec. 455. RCW 42.17A.445 and 2022 c 174 s 1 are each amended to read as follows:

Contributions received and reported in accordance with RCW 42.17A.220 (as recodified by this act) through 42.17A.240 (as recodified by this act) and 42.17A.425 (as recodified by this act) may only be paid to a candidate, or a treasurer or other individual or expended for such individual's personal use under the following circumstances:

- (1) Reimbursement for or payments cover lost earnings incurred as a result of campaigning or services performed for the political committee. Lost earnings shall be verifiable as unpaid salary, or when the individual is not salaried, as an amount not to exceed income received by the individual for services rendered during an appropriate, corresponding time period. All lost earnings incurred shall be documented and a record shall be maintained by the candidate or the candidate's authorized committee in RCW 42.17A.235 accordance with
- recodified by this act).

  (2) Reimbursement for direct out-of-pocket election campaign and postelection campaign related expenses made by the individual. For example, expenses for child care or other direct caregiving responsibilities may be reimbursed if they are incurred directly as a result of the

candidate's campaign activities. To receive reimbursement from the political committee, the individual shall provide the political committee with written documentation as to the amount, date, and description of each expense, and the political committee shall include a copy of such information when its expenditure for such reimbursement is reported pursuant to RCW 42.17A.240 (as recodified by this act).

(3) Repayment of loans made by individual to political committees shall be reported pursuant to RCW 42.17A.240 (as recodified by this act). However, contributions may not be used to reimburse a candidate for loans totaling more than four thousand seven hundred dollars made by the candidate to the candidate's own authorized committee.

Sec. 456. RCW 42.17A.450 and 2018 c 304 s 11 are each amended to read as follows:

(1)Contributions by spouses

considered separate contributions.

(2) Contributions by unemancipated children under ((eighteen))18 years of age are considered contributions by their parents and are attributed proportionately to each parent. Fifty percent of the contributions are attributed to each parent or, in the case of a single custodial parent, the total amount is attributed to the parent.

**Sec. 457.** RCW 42.17A.455 and 2010 c 204 s 609 are each amended to read as follows:

For purposes of this ((chapter))title:

(1) A contribution by a political committee with funds that have all been contributed by one person who exercises exclusive control over the distribution of the funds of the political committee is a contribution by the controlling person.  $\;$ 

- (2) Two or more entities are treated as a single entity if one of the two or more entities is a subsidiary, branch, or department of a corporation that is participating in an election campaign or making contributions, or a local unit or branch of a trade association, labor union, or collective bargaining association that is participating in an election campaign or making contributions. All contributions made by a person or political committee whose contribution or expenditure activity is financed, maintained, or controlled by a trade association, labor union, collective bargaining organization, or the local unit of a trade association, labor union, or collective bargaining organization are considered made by the trade association, labor union, collective bargaining organization, or local unit of a trade association, labor union, or collective bargaining organization.
- (3) The commission shall adopt rules to carry out this section and is not subject to the time restrictions of RCW 42.17A.110(1) (as recodified by this act).

**Sec. 458.** RCW 42.17A.460 and 1993 c 2 s 7 are each amended to read as follows:

- All contributions made by a person or entity, either directly or indirectly, to a candidate, to a state official against whom recall charges have been filed, or to a political committee, are considered to be contributions from that person or entity to the candidate, state official, or political committee, as are contributions that are in any way earmarked or otherwise directed through an intermediary or conduit to the  $\,$ candidate, state official, or political committee. For the purposes of this section, "earmarked" means a designation, instruction, or encumbrance, whether direct or indirect, expressed or implied, or oral or written, that is intended to result in or does result in all or any part of a contribution being made to a certain candidate or state official. If a conduit or intermediary exercises any direction or control over the choice of the recipient candidate or state official, contribution is considered to be by both the original contributor and the conduit or intermediary.
- Sec. 459. RCW 42.17A.465 and 2010 c  $204\ s$  610 are each amended to read as follows:
- (1) A loan is considered to be a contribution from the lender and any guarantor of the loan and is subject to the contribution limitations of this ((<del>chapter</del>))<u>title</u>. The full amount of the loan shall be attributed to the lender and to each guarantor.
- (2) A loan to a candidate for public office or the candidate's authorized candidate's committee must be by written agreement.
- (3) The proceeds of a loan made to a candidate for public office:
  - (a) By a commercial lending institution;
- (b) Made in the regular course business; and
- (c) On the same terms ordinarily available to members of the public, are not subject to the contribution limits of this ((<del>chapter</del>))<u>title</u>.
- **Sec. 460.** RCW 42.17A.470 and 1993 c 2 s 13 are each amended to read as follows:
- (1) A person, other than an individual, may not be an intermediary or an agent for a contribution.
- (2) An individual may not make a contribution on behalf of another person or entity, or while acting as the intermediary or agent of another person or entity, without disclosing to the recipient of the contribution both his or her full name, street address, occupation, name of employer, if any, or place of business if self-employed, and the same information for each contributor for whom the individual serves as intermediary or agent.
- RCW 42.17A.475 and 2019 c Sec. 461. 428 s 28 are each amended to read as follows:
- (1) A person may not make a contribution of more than one hundred dollars, other than an in-kind contribution, except by a written instrument containing the name of the donor and the name of the payee.

(2) A political committee may not make a contribution, other than in-kind, except by a written instrument containing the name of the donor and the name of the payee.

**Sec. 462.** RCW 42.17A.480 and 1995 c 397 s 25 are each amended to read as follows:

A person may not solicit from a candidate for public office, political committee, political party, or other person money or other property as a condition or consideration for an endorsement, article, or other communication in the news media promoting or opposing a candidate for public office, political committee, or political

Sec. 463. RCW 42.17A.485 and 1995 c 397 s 26 are each amended to read as follows:

A person may not, directly or indirectly, reimburse another person for a contribution to a candidate for public office, political committee, or political party.

Sec. 464. RCW 42.17A.490 and 2010 c 204 s 612 are each amended to read as follows:

- (1) Except as provided in subsection (2) of this section, a candidate for public office or the candidate's authorized committee may not use or permit the use of contributions, whether or not surplus, solicited for or received by the candidate or the candidate's authorized committee to further the candidacy of the individual for an office other than the office designated on the statement of organization. A contribution solicited for or received on behalf of the candidate is considered solicited or received for the candidacy for which the individual is then a candidate if the contribution is solicited or received before the general election for which the candidate is a nominee or is unopposed.
- (2) With the written approval of contributor, a candidate or the candidate's authorized committee may use or permit the use of contributions, whether or not surplus, solicited for or received by the candidate or the candidate's authorized committee from that contributor to further the candidacy of the individual for an office other than the office designated on the statement of organization. If the contributor does not approve the use of his or her contribution to further the candidacy of the individual for an office other than the office designated on the statement of at the time of the the contribution must be organization at the contribution, considered surplus funds and disposed of in accordance with RCW 42.17A.430 recodified by this act).

Sec. 465. RCW 42.17A.495 and 2010 c 204 s 613 are each amended to read as follows:

(1) No employer or labor organization may increase the salary of an officer or employee, or compensate an officer, employee, or other person or entity, with the intention that the increase in salary, or the compensation, or a part of it, be contributed or spent to support or oppose a candidate, state official against whom recall charges have been filed, political party, or political committee.

(2) No employer or labor organization may discriminate against an officer or employee in the terms or conditions of employment for (a) the failure to contribute to, (b) the failure in any way to support or oppose, or (c) in any way supporting or opposing a candidate, ballot proposition, political party, or political committee. At least annually, an employee from whom wages or salary are withheld under subsection (3) of this section shall be notified of the

provisions of this subsection.

(3) No employer or other person or entity responsible for the disbursement of funds in payment of wages or salaries may withhold or divert a portion of an employee's wages or salaries for contributions to political committees or for use as political contributions except upon the written request of the employee. The request must be made on a form prescribed by the commission informing the employee of the prohibition against employer and labor organization discrimination described in subsection (2) of this section. The employee may revoke the request at any time. At least annually, the employee shall be notified about the right to revoke the request.

(4) Each person or entity who withholds contributions under subsection (3) of this section shall maintain open for public inspection for a period of no less than three years, during normal business hours, documents and books of accounts that shall include a copy of each employee's request, the amounts and dates funds were actually withheld, and the amounts and dates funds were transferred to a political committee. Copies of such information shall be delivered to the commission upon request.

Sec. 466. RCW 42.17A.500 and 2007 c 438 s 1 are each amended to read as follows:

- (1) A labor organization may not use agency shop fees paid by an individual who is not a member of the organization to make contributions or expenditures to influence an election or to operate a political committee, unless affirmatively authorized by the individual.
- (2) A labor organization does not use agency shop fees when it uses its general treasury funds to make such contributions or expenditures if it has sufficient revenues from sources other than agency shop fees in general treasury to fund contributions or expenditures.

Sec. 467. RCW 42.17A.550 and 2008 c 29 s 1 are each amended to read as follows:

Public funds, whether derived through taxes, fees, penalties, or any other sources, shall not be used to finance political campaigns for state or school district office. A county, city, town, or district that establishes a program to publicly finance local political campaigns may only use funds derived from local sources to fund the program. A local government must submit any proposal for public financing of local political campaigns to voters for their adoption and approval or rejection.

 $\bf Sec.~468.~$  RCW 42.17A.555 and 2010 c 204 s 701 are each amended to read as follows:

No elective official nor any employee of his or her office nor any person appointed to or employed by any public office or agency may use or authorize the use of any of the facilities of a public office or agency, directly or indirectly, for the purpose of assisting a campaign for election of any person to any office or for the promotion of or opposition to any ballot proposition. Facilities of a public office or agency include, but are not limited to, use of stationery, postage, machines, and equipment, use of employees of the office or during working hours, vehicles, office space, publications of the office or agency, and clientele lists of persons served by the office or agency. However, this does not apply to the following activities:

- (1) Action taken at an open public meeting by members of an elected legislative body or by an elected board, council, or commission of a special purpose district including, but not limited to, fire districts, public hospital districts, library districts, park districts, port districts, public utility districts, school districts, sewer districts, and water districts, to express a collective decision, or to actually vote upon a motion, proposal, resolution, order, or ordinance, or to support or oppose a ballot proposition so long as (a) any required notice of the meeting includes the title and number of the ballot proposition, and (b) members of the legislative body, members of the board, council, or commission of the special purpose district, or members of the public are afforded an approximately equal opportunity for the expression of an opposing view;
- (2) A statement by an elected official in support of or in opposition to any ballot proposition at an open press conference or in response to a specific inquiry;
- (3) Activities which are part of the normal and regular conduct of the office or agency.
- (4) This section does not apply to any person who is a state officer or state employee as defined in RCW 42.52.010.

Sec. 469. RCW 42.17A.560 and 2006 c 348 s 5 and 2006 c 344 s 31 are each reenacted and amended to read as follows:

(1) During the period beginning on the thirtieth day before the date a regular legislative session convenes and continuing through the date of final adjournment, and during the period beginning on the date a special legislative session convenes and continuing through the date that session adjourns, no state official or a person employed by or acting on behalf of a state official or state legislator may solicit or accept contributions to a public office fund, to a candidate or authorized committee, or to retire a campaign debt.

Contributions received through the mail after the thirtieth day before a regular legislative session may be accepted if the contribution is postmarked prior to the thirtieth day before the session.

(2) This section does not apply to activities authorized in RCW 43.07.370.

Sec. 470. RCW 42.17A.565 and 1995 c 397 s 24 are each amended to read as follows:

(1) No state or local official or state or local official's agent may knowingly solicit, directly or indirectly, a contribution to a candidate for public office, political party, or political committee from an employee in the state or local official's agency.

(2) No state or local official or public employee may provide an advantage or disadvantage to an employee or applicant for employment in the classified civil service concerning the applicant's or employee's:

(a) Employment;

(b) Conditions of employment; or

(c) Application for employment, based on the employee's or applicant's contribution or promise to contribute or failure to make a contribution or contribute to a political party or political committee.

Sec. 471. RCW 42.17A.570 and 2010 c 204 s 702 are each amended to read as follows:

After January 1st and before April 15th of each calendar year, the state treasurer, each county, public utility district, and port district treasurer, and each treasurer of an incorporated city or town whose population exceeds ((ene thousand))1,000 shall file with the commission:

(1) A statement under oath that no public funds under that treasurer's control were invested in any institution where the treasurer or, in the case of a county, a member of the county finance committee, held during the reporting period an office, directorship, partnership interest, or ownership interest; or

(2) A report disclosing for the previous calendar year: (a) The name and address of each financial institution in which the treasurer or, in the case of a county, a member of the county finance committee, held during the reporting period an office, directorship, partnership interest, ownership interest which holds or has held during the reporting period public accounts of the governmental entity for which the treasurer is responsible; (b) the aggregate sum of time and demand deposits held in each such financial institution on December 31; and (c) the highest balance held at any time during such reporting period. The state treasurer shall disclose the highest balance information only upon a public records request under chapter  $42.56~\mathrm{RCW}.$  The statement or report required by this section shall be filed either with the statement required under RCW 42.17A.700 (as recodified by this act) or separately.

Sec. 472. RCW 42.17A.575 and 2010 c 204 s 703 are each amended to read as follows:

No state-elected official or municipal officer may speak or appear in a public service announcement that is broadcast, shown, or distributed in any form whatsoever during the period beginning January 1st and continuing through the general election if that official or officer is a candidate. If the official or officer does not control the broadcast, showing, or distribution of a public service announcement in which he or she speaks or appears, then the official or officer shall contractually limit the use of the public service announcement to be consistent with this section prior to participating in the public service announcement. This section does not apply to public service announcements that are part of the regular duties of the office that only mention or visually display the office or office seal or logo and do not mention or visually display the name of the official or officer in the announcement.

Sec. 473. RCW 42.17A.600 and 2019 c 469 s 2 and 2019 c 428 s 29 are each reenacted and amended to read as follows:

- (1) Before lobbying, or within ((thirty))30 days after being employed as a lobbyist, whichever occurs first, unless exempt under RCW 42.17A.610 (as recodified by this act), a lobbyist shall register by filing with the commission a lobbyist registration statement, in such detail as the commission shall prescribe, that includes the following information:
- (a) The lobbyist's name, permanent business address, electronic contact information, and any temporary residential and business addresses in Thurston county during the legislative session;
- (b) The name, address and occupation or business of the lobbyist's employer;
- (c) The duration of the lobbyist's
  employment;
- (d) The compensation to be received for lobbying, the amount to be paid for expenses, and what expenses are to be reimbursed;
- (e) Whether the lobbyist is employed solely as a lobbyist or whether the lobbyist is a regular employee performing services for the lobbyist's employer which include but are not limited to the influencing of legislation;
- (f) The general subject or subjects to be lobbied;
- (g) A written authorization from each of the lobbyist's employers confirming such employment;
- (h) The name, address, and electronic contact information of the person who will have custody of the accounts, bills, receipts, books, papers, and documents required to be kept under this
- ((chapter))title;
  (i) If the lobbyist's employer is an entity (including, but not limited to, business and trade associations) whose members include, or which as a representative entity undertakes lobbying activities for, businesses, groups, associations, or organizations, the name and

address of each member of such entity or person represented by such entity whose fees, dues, payments, or other consideration paid to such entity during either of the prior two years have exceeded five hundred dollars or who is obligated to or has agreed to pay fees, dues, payments, or other consideration exceeding five hundred dollars to such entity during the current year;

(j) An attestation that the lobbyist has read and completed a training course provided under RCW 44.04.390 regarding the legislative code of conduct and any policies related to appropriate conduct adopted by the senate or the house of representatives.

- (2) Any lobbyist who receives or is to receive compensation from more than one person for lobbying shall file a separate notice of representation for each person. However, if two or more persons are jointly paying or contributing to the payment of the lobbyist, the lobbyist may file a single statement detailing the name, business address, and occupation of each person paying or contributing and the respective amounts to be paid or contributed.
- (3) Whenever a change, modification, or termination of the lobbyist's employment occurs, the lobbyist shall file with the commission an amended registration statement within one week of the change, modification, or termination.
- (4) Each registered lobbyist shall file a new registration statement, revised as appropriate, on the second Monday in January of each odd-numbered year. Failure to do so terminates the lobbyist's registration.

Sec. 474. RCW 42.17A.603 and 2019 c 469 s 4 are each amended to read as follows:

- (1) A lobbyist who is registered under RCW 42.17A.600 (as recodified by this act) before December 31, 2019, is required to update the lobbyist's registration materials to include the attestation required by RCW 42.17A.600(1)(j) (as recodified by this act) by December 31, 2019.
- (2) The commission shall revoke the registration of any lobbyist registered under RCW 42.17A.600 (as recodified by this act) who does not comply with subsection (1) of this section.
- (3) The commission may not impose any other penalty on a lobbyist registered under RCW 42.17A.600 (as recodified by this act) for failure to comply with subsection (1) of this section.
- (4) The commission shall collaborate with the chief clerk of the house of representatives and the secretary of the senate to develop a process to verify that lobbyists who submit an attestation under RCW 42.17A.600(1)(j) (as recodified by this act) have completed the training course provided under RCW 44.04.390.

Sec. 475. RCW 42.17A.605 and 2019 c 469 s 3 and 2019 c 428 s 30 are each reenacted and amended to read as follows:

Each lobbyist shall at the time the lobbyist registers submit electronically to the commission a recent photograph of the lobbyist of a size and format as determined by rule of the commission, together with the name of the lobbyist's employer, the length

of the lobbyist's employment as a lobbyist before the legislature, a brief biographical description, and any other information the lobbyist may wish to submit not to exceed  $((\frac{\text{fifty}}{)}) \frac{50}{}$  words in length. The photograph, information, and attestation submitted under RCW 42.17A.600(1)(j) (as recodified by this act) shall be published by the commission on its website.

Sec. 476. RCW 42.17A.610 and 2019 c 428 s 31 are each amended to read as follows:

The following persons and activities are exempt from registration and reporting under RCW 42.17A.600 (as recodified by this act),

42.17A.615 (as recodified by this act),
42.17A.640 (as recodified by this act), and
42.17A.640 (as recodified by this act):

(1) Persons who limit their lobbying activities to appearing before public sessions of committees of the legislature, or public hearings of state agencies;

(2) Activities by lobbyists or other been RCW persons whose participation has solicited by an agency under 34.05.310(2);

- (3) News or feature reporting activities and editorial comment by working members of the press, radio, digital media, or television and the publication or dissemination thereof by a newspaper, book publisher, regularly published periodical, station, digital platform, television station;
- (4) Persons lobby who without compensation or other consideration for acting as a lobbyist, if the person makes no expenditure for or on behalf of any member of the legislature or elected official or public officer or employee of the state of Washington in connection with such lobbying. The exemption contained in this subsection is intended to permit and encourage citizens of this state to lobby any legislator, public official, or state agency without incurring any registration or reporting obligation provided they do not exceed the limits stated above. Any person exempt under this subsection (4) may at the person's option register and report under ((chapter))title;
- (5) Persons who restrict their lobbying activities to no more than four days or parts of four days during any three-month period and whose total expenditures during such three-month period for or on behalf of any one or more members of the legislature state elected officials or public officers or employees of the state of Washington in connection with such lobbying do not exceed twenty-five dollars. The commission shall adopt rules to require disclosure by persons exempt under this subsection or their employers or entities which sponsor or coordinate the lobbying activities of such persons if it determines that such regulations are necessary to prevent frustration of the purposes of this ((<del>chapter</del>))<u>title</u>. Any person exempt under this subsection (5) may at the person's option register and report under this ((chapter))title;
  - (6) The governor;
  - (7) The lieutenant governor;

- (8) Except as provided by RCW 42.17A.635(1) (as recodified by this act), members of the legislature;
- (9) Except as provided 42.17A.635(1) (as recodified by this act), persons employed by the legislature for the purpose of aiding in the preparation or enactment of legislation or the performance of legislative duties;
- (10) Elected officials, and officers and employees of any agency reporting under RCW 42.17A.635(5) (as recodified by this act).
- Sec. 477. RCW 42.17A.615 and 2019 c 428 s 32 are each amended to read as follows:
- (1) Any lobbyist registered under RCW 42.17A.600 (as recodified by this act) any person who lobbies shall file electronically with the commission monthly reports of the lobbyist's or person's lobbying activities. The reports shall be made in the form and manner prescribed by the commission and must be signed by the lobbyist. The monthly report shall be filed within ((fifteen)) 15 days after the last day of the calendar month covered by the report.

  (2) The monthly report shall contain:

- (a) The totals of all expenditures for lobbying activities made or incurred by the lobbyist or on behalf of the lobbyist by the lobbyist's employer during the period covered by the report. Expenditure totals for lobbying activities shall be segregated according to financial category, including compensation; food and refreshments; living accommodations; advertising; travel; contributions; and other expenses or services. Each individual expenditure of more than twenty-five dollars for entertainment shall be identified by date, place, amount, and the names of all persons taking part in the entertainment, along with the dollar amount attributable to each person, including the lobbyist's portion.
- (b) In the case of a lobbyist employed by more than one employer, the proportionate amount of expenditures in each category incurred on behalf of each of the lobbyist's employers.
- (c) An itemized listing of each contribution of money or of tangible or intangible personal property, whether contributed by the lobbyist personally or delivered or transmitted by the lobbyist, to any candidate, elected official, or officer or employee of any agency, or any political committee supporting or opposing any ballot proposition, or for or on behalf of any candidate, elected official, or officer or employee of any agency, or any political committee supporting or opposing any ballot proposition. All contributions made to, or for the benefit of, any candidate, elected official, or officer or employee of any agency, or any political committee supporting or opposing any ballot proposition shall be identified by date, amount, and the name of the candidate, elected official, or officer or employee of

any agency, or any political committee supporting or opposing any ballot

proposition receiving, or to be benefited by

each such contribution.

(d) The subject matter of proposed legislation or other legislative activity or rule making under chapter 34.05 RCW, the state administrative procedure act, and the state agency considering the same, which the lobbyist has been engaged in supporting or opposing during the reporting period, unless exempt under RCW 42.17A.610(2) (as recodified by this act).

(e) A listing of each payment for an item specified in RCW 42.52.150(5) in excess of fifty dollars and each item specified in RCW 42.52.010(9) (d) and (f) made to a state elected official, state officer, or state employee. Each item shall be identified by recipient, date, and approximate value of

the item.

- (f) The total expenditures paid or incurred during the reporting period by the lobbyist for lobbying purposes, whether through or on behalf of a lobbyist or otherwise, for (i) political advertising as defined in ((RCW 42.17A.005)) section 241 of this act; and (ii) public relations, telemarketing, polling, or similar activities if the activities, directly or indirectly, are intended, designed, or calculated to influence legislation or the adoption or rejection of a rule, standard, or rate by an agency under the administrative procedure act. The report shall specify the amount, the person to whom the amount was paid, and a brief description of the activity.
- (3) Lobbyists are not required to report the following:
- (a) Unreimbursed personal living and travel expenses not incurred directly for lobbying;
- (b) Any expenses incurred for the lobbyist's own living accommodations;
- (c) Any expenses incurred for the lobbyist's own travel to and from hearings of the legislature;
- (d) Any expenses incurred for telephone, and any office expenses, including rent and salaries and wages paid for staff and secretarial assistance.
- (4) The commission may adopt rules to vary the content of lobbyist reports to address specific circumstances, consistent with this section. Lobbyist reports are subject to audit by the commission.
- $\tt Sec.~478.~$  RCW 42.17A.620 and 2010 c 204 s 805 are each amended to read as follows:
- (1) When a listing or a report of contributions is made to the commission under RCW 42.17A.615(2)(c) (as recodified by this act), a copy of the listing or report must be given to the candidate, elected official, professional staff member of the legislature, or officer or employee of an agency, or a political committee supporting or opposing a ballot proposition named in the listing or report.
- (2) If a state elected official or a member of the official's immediate family is identified by a lobbyist in a lobbyist report as having received from the lobbyist an item specified in RCW 42.52.150(5) or 42.52.010( $(\frac{10}{10})$ )(9) (d) or (f), the lobbyist shall transmit to the official a copy of the completed form used to identify

the item in the report at the same time the report is filed with the commission.

**Sec. 479.** RCW 42.17A.625 and 2010 c 204 s 806 are each amended to read as follows:

Any lobbyist registered under RCW 42.17A.600 (as recodified by this act), any person who lobbies, and any lobbyist's employer making a contribution or an aggregate of contributions to a single entity that is one thousand dollars or more during a special reporting period, as specified in RCW 42.17A.265 (as recodified by this act), before a primary or general election shall file one or more special reports in the same manner and to the same extent that a contributing political committee must file under RCW 42.17A.265 (as recodified by this act).

 $\bf Sec.~480.~$  RCW 42.17A.630 and 2019 c 428 s 33 are each amended to read as follows:

- (1) Every employer of a lobbyist registered under this ((chapter))title during the preceding calendar year and every person other than an individual who made contributions aggregating to more than sixteen thousand dollars or independent expenditures aggregating to more than eight hundred dollars during the preceding calendar year shall file with the commission on or before the last day of February of each year a statement disclosing for the preceding calendar year the following information:
- name of each state elected (a) The official and the name of each candidate for state office who was elected to the office and any member of the immediate family of those persons to whom the person reporting has paid any compensation in the amount of eight hundred dollars or more during the preceding calendar year for personal employment or professional services, including professional services rendered by a corporation, partnership, joint venture, association, union, or other entity in which the person holds any office, directorship, or any general partnership interest, or an ownership interest of ((ten)) 10 percent or more, the value of the compensation in accordance with the reporting provisions set out in RCW 42.17A.710(3) (as recodified by this act), and the consideration given or performed in exchange for the compensation.
- (b) The name of each state elected official, successful candidate for state office, or members of the official's or candidate's immediate family to whom the person reporting made expenditures, directly or indirectly, either through a lobbyist or otherwise, the amount of the expenditures and the purpose for the expenditures. For the purposes of this subsection, "expenditure" shall not include any expenditure made by the employer in the ordinary course of business if the expenditure is not made for the purpose of influencing, honoring, or benefiting the elected official, successful candidate, or member of his immediate family, as an elected official or candidate.

(c) The total expenditures made by the person reporting for lobbying purposes, whether through or on behalf of a registered lobbyist or otherwise.

(d) All contributions made to a political committee supporting or opposing a candidate for state office, or to a political committee supporting or opposing a statewide ballot proposition. Such contributions shall be identified by the name and the address of the recipient and the aggregate amount contributed to each such recipient.

(e) The name and address of each registered lobbyist employed by the person reporting and the total expenditures made by the person reporting for each lobbyist for

lobbying purposes.

(f) The names, offices sought, and party affiliations of candidates for state offices supported or opposed by independent expenditures of the person reporting and the amount of each such expenditure.

(g) The identifying proposition number and a brief description of any statewide ballot proposition supported or opposed by expenditures not reported under (d) of this subsection and the amount of each such expenditure.

(h) Any other information the commission

prescribes by rule.

- (2)(a) Except as provided in (b) of this subsection, an employer of a lobbyist registered under this ((chapter))title shall file a special report with the commission if the employer makes a contribution or contributions aggregating more than one hundred dollars in a calendar month to any one of the following: A candidate, elected official, officer or employee of an agency, or political committee. The report shall identify the date and amount of each such contribution and the name of the candidate, elected official, agency officer employee, or political committee receiving the contribution or to be benefited by the contribution. The report shall be filed on a form prescribed by the commission and shall be filed within ((fifteen))15 days after the last day of the calendar month during which the contribution was made.
- (b) The provisions of (a) of this subsection do not apply to a contribution that is made through a registered lobbyist and reportable under RCW 42.17A.425 (as recodified by this act).

Sec. 481. RCW 42.17A.635 and 2010 c 204 s 808 are each amended to read as follows:

- (1) The house of representatives and the senate shall report annually: The total budget; the portion of the total attributed to staff; and the number of full-time and part-time staff positions by assignment, with dollar figures as well as number of positions.
- (2) Unless authorized by subsection (3) of this section or otherwise expressly authorized by law, no public funds may be used directly or indirectly for lobbying. However, this does not prevent officers or employees of an agency from communicating with a member of the legislature on the request of that member; or communicating to the legislature, through the proper official

channels, requests for legislative action or appropriations that are deemed necessary for the efficient conduct of the public business or actually made in the proper performance of their official duties. This subsection does not apply to the legislative branch.

(3) Any agency, not otherwise expressly authorized by law, may expend public funds for lobbying, but such lobbying activity shall be limited to (a) providing information or communicating on matters pertaining to official agency business to any elected official or officer or employee of any agency or (b) advocating the official position or interests of the agency to any elected official or officer or employee of any agency. Public funds may not be expended as a direct or indirect gift or campaign contribution to any elected official or officer or employee of any agency. For the purposes of this subsection, "gift" means a voluntary transfer of any thing of value without consideration of equal or greater value, but does not include informational material transferred for the sole purpose of informing the recipient about matters pertaining to official agency business. This section does not permit the printing of a state publication that has been otherwise prohibited by law.

(4) No elective official or any employee of his or her office or any person appointed to or employed by any public office or agency may use or authorize the use of any of the facilities of a public office or agency, directly or indirectly, in any effort to support or oppose an initiative to the legislature. "Facilities of a public office or agency" has the same meaning as in RCW 42.17A.555 (as recodified by this act) and 42.52.180. The provisions of this subsection shall not apply to the following

activities:

(a) Action taken at an open public meeting by members of an elected legislative body to express a collective decision, or to actually vote upon a motion, proposal, resolution, order, or ordinance, or to support or oppose an initiative to the legislature so long as (i) any required notice of the meeting includes the title and number of the initiative to the legislature, and (ii) members of the legislative body or members of the public are afforded an approximately equal opportunity for the expression of an opposing view;

(b) A statement by an elected official in support of or in opposition to any initiative to the legislature at an open press conference or in response to a

specific inquiry;

(c) Activities that are part of the normal and regular conduct of the office or

agency;

(d) Activities conducted regarding an initiative to the legislature that would be permitted under RCW 42.17A.555 (as recodified by this act) and 42.52.180 if conducted regarding other ballot measures.

(5) Each state agency, county, city, town, municipal corporation, quasi-municipal corporation, or special purpose district that expends public funds for lobbying shall file with the commission, except as exempted by (d) of this subsection, quarterly

statements providing the following information for the quarter just completed:

- (a) The name of the agency filing the statement;
- (b) The name, title, and job description and salary of each elected official, officer, or employee who lobbied, a general description of the nature of the lobbying, and the proportionate amount of time spent on the lobbying;
- (c) A listing of expenditures incurred by the agency for lobbying including but not limited to travel, consultant or other special contractual services, and brochures and other publications, the principal purpose of which is to influence legislation;

(d) For purposes of this subsection,
"lobbying" does not include:

(i) Requests for appropriations by a state agency to the office of financial management pursuant to chapter 43.88 RCW nor requests by the office of financial management to the legislature for appropriations other than its own agency budget requests;

(ii) Recommendations or reports to the legislature in response to a legislative request expressly requesting or directing a specific study, recommendation, or report by

an agency on a particular subject;
(iii) Official reports inc

(iii) Official reports including recommendations submitted to the legislature on an annual or biennial basis by a state agency as required by law;

- (iv) Requests, recommendations, or other communication between or within state agencies or between or within local agencies;
- (v) Any other lobbying to the extent that it includes:

(A) Telephone conversations or preparation of written correspondence;

- (B) In-person lobbying on behalf of an agency of no more than four days or parts thereof during any three-month period by officers or employees of that agency and inperson lobbying by any elected official of such agency on behalf of such agency or in connection with the powers, duties, or compensation of such official. The total expenditures of nonpublic funds made in connection with such lobbying for or on behalf of any one or more members of the legislature or state elected officials or public officers or employees of the state of Washington may not exceed fifteen dollars for any three-month period. The exemption under this subsection (5)(d)(v)(B) is in addition to the exemption provided in (d)(v)(A) of this subsection;
- (C) Preparation or adoption of policy positions.

The statements shall be in the form and the manner prescribed by the commission and shall be filed within one month after the end of the quarter covered by the report.

(6) In lieu of reporting under subsection (5) of this section, any county, city, town, municipal corporation, quasi municipal corporation, or special purpose district may determine and so notify the public disclosure commission that elected officials, officers, or employees who, on behalf of any such local agency, engage in lobbying reportable under subsection (5) of

this section shall register and report such reportable lobbying in the same manner as a lobbyist who is required to register and report under RCW 42.17A.600 (as recodified by this act) and 42.17A.615 (as recodified by this act). Each such local agency shall report as a lobbyist employer pursuant to RCW 42.17A.630 (as recodified by this act).

(7) The provisions of this section do not relieve any elected official or officer or employee of an agency from complying with other provisions of this ((chapter))title, if such elected official, officer, or employee is not otherwise exempted.

(8) The purpose of this section is to require each state agency and certain local agencies to report the identities of those persons who lobby on behalf of the agency for compensation, together with certain separately identifiable and measurable expenditures of an agency's funds for that purpose. This section shall be reasonably construed to accomplish that purpose and not to require any agency to report any of its general overhead cost or any other costs that relate only indirectly or incidentally to lobbying or that are equally attributable to or inseparable from nonlobbying activities of the agency.

The public disclosure commission may adopt rules clarifying and implementing this legislative interpretation and policy.

Sec. 482. RCW 42.17A.640 and 2023 c 413 s 1 are each amended to read as follows:

(1) Any person who has made expenditures, not reported by a registered lobbyist under RCW 42.17A.615 (as recodified by this act) or by a candidate or political committee under RCW 42.17A.225 (as recodified by this act) or 42.17A.235 (as recodified by this act), exceeding one thousand dollars in the aggregate within any three-month period or exceeding five hundred dollars in the aggregate within any one-month period in presenting a campaign to the public, a substantial portion of which is intended, designed, or calculated primarily to solicit, urge, or encourage the public to influence legislation, shall register and report, as provided in subsection (2) of this section, as a sponsor of a grass roots lobbying campaign.

(2)(a) The sponsor shall register by filing with the commission a registration

statement:

(i) Within 24 hours of the initial presentation of the campaign to the public during the period:

(A) Beginning on the 30th day before a regular legislative session convenes and continuing through the date of final adjournment of that session; or

(B) Beginning on the date that a special legislative session has been called or 30 days before the special legislative session is scheduled to convene, whichever is later, and continuing through the date of final adjournment of that session; or

(ii) Within five business days of the initial presentation of the campaign to the

public during any other period.

(b) The registration must show, in such detail as the commission shall prescribe:

- (i) The sponsor's name, address, and business or occupation and employer, and, if the sponsor is not an individual, the names, addresses, and titles of the controlling the persons responsible for managing sponsor's affairs;
- (ii) The names, addresses, and business or occupation and employer of all persons organizing and managing the campaign, or hired to assist the campaign, including any public relations or advertising firms participating in the campaign, and the terms of compensation for all such persons;

(iii) Each source of funding for the

campaign of \$25 or more, including:

- (A) General treasury funds. The name and address of each business, union, group, association, or other organization using general treasury funds for the campaign; however, if such entity undertakes a special solicitation of its members or other persons for the campaign, or it otherwise receives funds for the campaign, that entity shall report pursuant to (b)(ii) of subsection; and
- (B) Special solicitations and other funds. The name, address, and, for individuals, occupation and employer, of a person whose funds were used to pay for the campaign, along with the amount;

(iv) The purpose of the campaign, including the specific legislation, rules, rates, standards, or proposals that are the subject matter of the campaign;

(v) The totals of all expenditures made

- or incurred to date on behalf of the campaign segregated according to financial category, including but not limited to the following: Advertising, segregated by media, and in the case of large expenditures (as provided by rule of the commission), by outlet; contributions; entertainment, including food and refreshments; office expenses including rent and the salaries and wages paid for staff and secretarial assistance, or the proportionate amount paid incurred for lobbying campaign activities; consultants; and printing and mailing expenses; and
- (vi) Such other information as shall be required by the commission by rule in conformance with the policies and purposes of this ((<del>chapter</del>))<u>title</u>.
- (3) Every sponsor who has registered under this section shall file monthly reports with the commission by the ((tenth))10th day of the month for the under this reports with the activity during the preceding month. reports shall update the information contained in the sponsor's registration statement and in prior reports and shall show contributions received and totals of expenditures made during the month, in the same manner as provided for in registration statement.
- (4) When the campaign has been terminated, the sponsor shall file a notice of termination with the final monthly report. The final report shall state the totals of all contributions and expenditures made on behalf of the campaign, in the same manner as provided for in the registration statement.
- (5)(a) Any advertising or other mass communication produced as part of a campaign must include the following disclosures:

- (i) All written communications shall include the sponsor's name and address. All radio and television communications shall include the sponsor's name. The use of an assumed name for the sponsor is unlawful;
- (ii) If the sponsor is a political committee established, maintained, or controlled directly, or indirectly through the formation of one or more political committees, by an individual, corporation, union, association, or other entity, the communication must include the full name of that individual or entity, and that individual or entity; and

(iii) If the communication costs \$1,000 or more, the communication must include:

- "Top The statement Contributors," followed by a listing of the names of each of the five largest sources of funding of \$1,000 or more, as reported under subsection (2)(b) of this section, during the 12-month period preceding the date on which the advertisement is initially to be published or otherwise presented to the
- public; and
   (B) If one of the "Top Five Contributors" listed includes a political committee, the "Top statement Three Donors Contributors," followed by a listing of the names of the three individuals or entities other than political committees making the largest aggregate contributions to political committees using the same methodology as provided in RCW 42.17A.350(2) (as recodified by this act).
- (b) Abbreviations may be used to describe entities required to be listed under (a) of this subsection if the full name of the entity has been clearly spoken previously during the communication. The information required by (a) of this subsection shall:

(i) In a written communication:

- (A) Appear on the first page or fold of the written advertisement or communication in at least 10-point type, or in type at least 10 percent of the largest size type used in a written communication directed at more than one voter, such as a billboard or
  poster, whichever is larger;
   (B) Not be subject to the half-tone or
- screening process; and
- (C) Be set apart from any other printed matter. No text may be before, after, or immediately adjacent to the information required by (a) of this subsection; or
- (ii) In a communication transmitted via television or another medium that includes a visual image or audio:

(A) Be clearly spoken; or

- (B) Appear in print and be visible for at least four seconds, appear in letters greater than four percent of the visual screen height on a solid black background on the entire bottom one-third of the television or visual display screen, or bottom one-fourth of the screen if the sponsor does not have or is otherwise not required to list its top five contributors, and have a reasonable color contrast with the background.
- (6) The commission is authorized to adopt rules, as needed, to prevent ways to circumvent the purposes of the required disclosures in this section or otherwise in conformance with the policies and purposes of this ((chapter))title.

 $\bf Sec.~483.~$  RCW 42.17A.645 and 2010 c 204 s 810 are each amended to read as follows:

If any person registered or required to be registered as a lobbyist, or any employer of any person registered or required to be registered as a lobbyist, employs a member or an employee of the legislature, a member of a state board or commission, or a full-time state employee, and that new employee remains in the partial employ of the state, the new employer must file within ((fifteen))15 days after employment a statement with the commission, signed under oath, setting out the nature of the employment, the name of the person employed, and the amount of pay or consideration.

 $\bf Sec.~484.~$  RCW 42.17A.650 and 2010 c 204 s 811 are each amended to read as follows:

It is a violation of this ((<del>chapter</del>))title for any person to employ for pay or any consideration, or pay or agree to pay any consideration to, a person to lobby who is not registered under this ((<del>chapter</del>))title except upon the condition that such a person must register as a lobbyist as provided by this ((<del>chapter</del>))title.

 $\bf Sec.~485.~~RCW~42.17A.655~and~2019~c~428~s~34~are~each~amended~to~read~as~follows:$ 

- (1) A person required to register as a lobbyist under RCW 42.17A.600 (as recodified by this act) shall substantiate financial reports required to be made under this ((ehapter))title with accounts, bills, receipts, books, papers, and other necessary documents and records. All such documents must be obtained and preserved for a period of at least five years from the date of filing the statement containing such items and shall be made available for inspection by the commission at any time. If the terms lobbyist's employment the contract require that these records be turned over to the lobbyist's employer, responsibility for the preservation and inspection of these records under this subsection shall be with such employer.
- (2) A person required to register as a lobbyist under RCW 42.17A.600 (as recodified by this act) shall not:

(a) Engage in any lobbying activity before registering as a lobbyist;

- (b) Knowingly deceive or attempt to deceive a legislator regarding the facts pertaining to any pending or proposed legislation;
- (c) Cause or influence the introduction of a bill or amendment to that bill for the purpose of later being employed to secure its defeat;
- (d) Knowingly represent an interest adverse to the lobbyist's employer without full disclosure of the adverse interest to the employer and obtaining the employer's written consent;
- (e) Exercise any undue influence, extortion, or unlawful retaliation upon any legislator due to the legislator's position or vote on any pending or proposed legislation;

(f) Enter into any agreement, arrangement, or understanding in which any portion of the lobbyist's compensation is or will be contingent upon the lobbyist's success in influencing legislation.

(3) A violation by a lobbyist of this section shall be cause for revocation of the lobbyist's registration, and may subject the lobbyist and the lobbyist's employer, if the employer aids, abets, ratifies, or confirms the violation, to other civil liabilities as provided by this ((chapter))title.

 $\bf Sec.~486.~$  RCW 42.17A.700 and 2019 c 428 s 35 are each amended to read as follows:

(1) After January 1st and before April 15th of each year, every elected official and every executive state officer who served for any portion of the preceding year shall electronically file with the commission a statement of financial affairs for the preceding calendar year or for that portion of the year served. Any official or officer in office for any period of time in a calendar year, but not in office as of January 1st of the following year, may electronically file either within ((sixty))60 days of leaving office or during the January 1st through April 15th reporting period of that following year. Such filing must include information for the portion of the current calendar year for which the official or officer was in office.

(2) Within two weeks of becoming a candidate, every candidate shall file with the commission a statement of financial affairs for the preceding ((twelve))12 months.

(3) Within two weeks of appointment, every person appointed to a vacancy in an elective office or executive state officer position during the months of January through November shall file with the commission a statement of financial affairs for the preceding ((twelve))12 months, except as provided in subsection (4) of this section. For appointments made in December, the appointee must file the statement of financial affairs between January 1st and January 15th of the immediate following year for the preceding ((twelve))12-month period ending on December 31st.

(4) A statement of a candidate or appointee filed during the period from January 1st to April 15th shall cover the period from January 1st of the preceding calendar year to the time of candidacy or appointment if the filing of the statement would relieve the individual of a prior obligation to file a statement covering the entire preceding calendar year.

(5) No individual may be required to file

more than once in any calendar year.

(6) Each statement of financial affairs filed under this section shall be sworn as to its truth and accuracy.

(7) Every elected official and every executive state officer shall file with their statement of financial affairs a statement certifying that they have read and are familiar with RCW 42.17A.555 (as recodified by this act) or 42.52.180, whichever is applicable.

(8) For the purposes of this section, the term "executive state officer" includes those listed in RCW 42.17A.705 (as recodified by this act).

(9) This section does not apply to incumbents or candidates for a federal office or the office of precinct committee officer.

Sec. 487. RCW 42.17A.705 and 2017 3rd sp.s. c 6 s 111 are each amended to read as follows:

For the purposes of RCW 42.17A.700 <u>(as recodified by this act)</u>, "executive state officer" includes:

- (1) The chief administrative law judge, the director of agriculture, the director of the department of services for the blind, the secretary of children, youth, and families, the director of the state system of community and technical colleges, the director of commerce, the director of the consolidated technology services agency, the secretary of corrections, the director of ecology, the commissioner of employment security, the chair of the energy facility site evaluation council, the director of enterprise services, the secretary of the state finance committee, the director of financial management, the director of fish and wildlife, the executive secretary of the forest practices appeals board, the director of the gambling commission, the secretary of health, the administrator of the Washington state health care authority, the executive secretary of the health care facilities authority, the executive secretary of the higher education facilities authority, the executive secretary of the horse racing commission, the executive secretary of the human rights commission, the executive secretary of the indeterminate sentence review board, the executive director of the state investment board, the director of labor and industries, the director of licensing, the director of the lottery commission, the director of the office of minority and women's business enterprises, the director of parks and recreation, the executive director of the public disclosure commission, the executive director of the Puget Sound partnership, the director of the recreation and conservation office, the director of retirement systems, the director of revenue, the secretary of social and health services, the chief of the Washington state patrol, the executive secretary of the board of tax appeals, the secretary of transportation, the secretary of the utilities and transportation commission, the director of veterans affairs, the president of each of the regional and state universities and the president of The Evergreen State College, and each district and each campus president of each state community college;
- (2) Each professional staff member of the office of the governor;
- (3) Each professional staff member of the legislature; and
- (4) Central Washington University board of trustees, the boards of trustees of each community college and each technical college, each member of the state board for community and technical colleges, state

convention and trade center board of directors, Eastern Washington University board of trustees, Washington economic development finance authority, Washington energy northwest executive board, Evergreen State College board of trustees, executive ethics board, fish and wildlife commission, forest practices appeals board, forest practices board, gambling commission, Washington health care facilities authority, student achievement council, higher education facilities authority, horse racing commission, state housing finance commission, human rights commission, indeterminate sentence review board, board of industrial insurance appeals, investment board, commission on judicial conduct, legislative ethics board, life sciences discovery fund authority board of trustees, state liquor and cannabis board, lottery commission, Pacific Northwest electric power and conservation planning council, parks and recreation commission, Washington personnel resources board, board of pilotage commissioners, pollution control hearings board, public disclosure commission, public employees' benefits board, recreation and conservation funding board, salmon recovery funding board, shorelines hearings board, board of tax appeals, transportation commission, University of Washington board of regents, utilities and transportation commission, Washington State University board regents, and Western Washington University board of trustees.

 $\bf Sec.~488.~$  RCW 42.17A.710 and 2023 c 462 s 502 are each amended to read as follows:

- (1) The statement of financial affairs required by RCW 42.17A.700 (as recodified by this act) shall disclose the following information for the reporting individual and each member of the reporting individual's immediate family:
- (a) Occupation, name of employer, and business address;
- (b) Each bank account, savings account, and insurance policy in which a direct financial interest was held that exceeds twenty thousand dollars at any time during the reporting period; each other item of intangible personal property in which a direct financial interest was held that exceeds two thousand dollars during the reporting period; the name, address, and nature of the entity; and the nature and highest value of each direct financial interest during the reporting period;
- (c) The name and address of each creditor to whom the value of two thousand dollars or more was owed; the original amount of each debt to each creditor; the amount of each debt owed to each creditor as of the date of filing; the terms of repayment of each debt; and the security given, if any, for each such debt. Debts arising from a "retail installment transaction" as defined in chapter 63.14 RCW (retail installment sales act) need not be reported;
- (d) Every public or private office, directorship, and position held as trustee; except that an elected official or executive state officer need not report the elected

official's or executive state officer's service on a governmental board, commission, association, or functional equivalent, when such service is part of the elected official's or executive state officer's official duties;

(e) All persons for whom any legislation, rule, rate, or standard has been prepared, promoted, or opposed for current or deferred compensation. For the purposes of this subsection, "compensation" does not include payments made to the person reporting by the governmental entity for which the person serves as an elected official or state executive officer or professional staff member for the person's service in office; the description of such actual or proposed legislation, rules, rates, or standards; and the amount of current or deferred compensation paid or promised to be paid;

(f) The name and address of each governmental entity, corporation, partnership, joint venture, sole proprietorship, association, union, or other business or commercial entity from whom compensation has been received in any form of a total value of two thousand dollars or more; the value of the compensation; and the consideration given or performed in exchange

for the compensation;

The name of any nip, joint venture, (g) any corporation, partnership, association, union, or other entity in which is held any office, directorship, or any general partnership interest, or an ownership interest of ten percent or more; the name or title of that office, directorship, or partnership; the nature of ownership interest; and: (i) With respect to a governmental unit in which the official seeks or holds any office or position, if the entity has received compensation in any form during the preceding twelve months from the governmental unit, the value of the compensation and the consideration given or performed in exchange for the compensation; and (ii) the name of each governmental unit, corporation, partnership, joint venture, sole proprietorship, association, union, or other business or commercial entity from which the entity has received compensation in any form in the amount of ten thousand dollars or more during the preceding twelve months and the consideration given or performed in exchange for the compensation. As used in (g)(ii) of this subsection, "compensation" does not include payment for water and other utility services at rates approved by the Washington state utilities transportation commission or the legislative authority of the public entity providing the service. With respect to any bank or commercial lending institution in which is held any office, directorship, partnership interest, or ownership interest, it shall only be necessary to report either the name, address, and occupation of every director and officer of the bank or commercial lending institution and the commercial lending institution average monthly balance of each account held during the preceding twelve months by the bank or commercial lending institution from the governmental entity for which the individual is an official or candidate or professional staff member, or all interest paid by a borrower on loans from and all

interest paid to a depositor by the bank or commercial lending institution if the interest exceeds two thousand four hundred dollars;

(h) A list, including legal or other sufficient descriptions as prescribed by the commission, of all real property in the state of Washington, the assessed valuation of which exceeds ten thousand dollars in which any direct financial interest was acquired during the preceding calendar year, and a statement of the amount and nature of the financial interest and of the consideration given in exchange for that interest;

(i) A list, including legal or other sufficient descriptions as prescribed by the commission, of all real property in the state of Washington, the assessed valuation of which exceeds ten thousand dollars in which any direct financial interest was divested during the preceding calendar year, and a statement of the amount and nature of the consideration received in exchange for that interest, and the name and address of the person furnishing the consideration;

(j) A list, including legal or other sufficient descriptions as prescribed by the commission, of all real property in the state of Washington, the assessed valuation of which exceeds ten thousand dollars in which a direct financial interest was held. If a description of the property has been included in a report previously filed, the property may be listed, for purposes of this subsection (1)(j), by reference to the

previously filed report;

(k) A list, including legal or other sufficient descriptions as prescribed by the commission, of all real property in the state of Washington, the assessed valuation of which exceeds twenty thousand dollars, in which a corporation, partnership, firm, enterprise, or other entity had a direct financial interest, in which corporation, partnership, firm, or enterprise a ten percent or greater ownership interest was held;

(1) A list of each occasion, specifying date, donor, and amount, at which food and beverage in excess of fifty dollars was accepted under RCW 42.52.150(5);

(m) A list of each occasion, specifying date, donor, and amount, at which items specified in RCW 42.52.010(9) (d) and (f) were accepted; and

(n) Such other information as the commission may deem necessary in order to properly carry out the purposes and policies of this ((chapter))title, as the commission shall prescribe by rule.

(2)(a) When judges, prosecutors, sheriffs, participants in the address confidentiality program under RCW 40.24.030, or their immediate family members are required to disclose real property that is the personal residence of the judge, prosecutor, sheriff, or address confidentiality program participant, the requirements of subsection (1)(h) through (k) of this section may be satisfied for that property by substituting:

(i) The city or town;

(ii) The type of residence, such as a single-family or multifamily residence, and the nature of ownership; and

- (iii) Such other identifying information the commission prescribes by rule for the mailing address where the property is located.
- (b) Nothing in this subsection relieves the judge, prosecutor, or sheriff of any other applicable obligations to disclose potential conflicts or to recuse oneself.
- (3)(a) Where an amount is required to be reported under subsection (1)(a) through (m) of this section, it may be reported within a range as provided in (b) of this subsection.

Code A	Less than thirty thousand dollars;
Code B	At least thirty thousand dollars, but less than sixty thousand dollars;
Code C	At least sixty thousand dollars, but less than one hundred thousand dollars;
Code D	At least one hundred thousand dollars, but less than two hundred thousand dollars;
Code E	At least two hundred thousand dollars, but less than five hundred thousand dollars;
Code F	At least five hundred thousand dollars, but less than seven hundred and fifty thousand dollars;
Code G	At least seven hundred fifty thousand dollars, but less than one million dollars; or
Code H	One million dollars or more.

- (c) An amount of stock may be reported by number of shares instead of by market value. No provision of this subsection may be interpreted to prevent any person from filing more information or more detailed information than required.
- (4) Items of value given to an official's or employee's spouse, domestic partner, or family member are attributable to the official or employee, except the item is not attributable if an independent business, family, or social relationship exists between the donor and the spouse, domestic partner, or family member.

 $\bf Sec.~489.~$  RCW 42.17A.715 and 2010 c 204 s 904 are each amended to read as follows:

No payment shall be made to any person required to report under RCW 42.17A.700 (as recodified by this act) and no payment shall be accepted by any such person, directly or indirectly, in a fictitious name, anonymously, or by one person through an agent, relative, or other person in such a manner as to conceal the identity of the source of the payment or in any other manner so as to effect concealment. The commission may issue categorical and specific exemptions to the reporting of the actual

source when there is an undisclosed principal for recognized legitimate business purposes.

 $$\tt Sec.$  490. RCW 42.17A.750 and 2019 c 428 s 37 are each amended to read as follows:

- (1) In addition to the penalties in subsection (2) of this section, and any other remedies provided by law, one or more of the following civil remedies and sanctions may be imposed by court order in addition to any other remedies provided by law:
- (a) If the court finds that the violation of any provision of this ((ehapter))title by any candidate, committee, or incidental committee probably affected the outcome of any election, the result of that election may be held void and a special election held within ((sixty))60 days of the finding. Any action to void an election shall be commenced within one year of the date of the election in question. It is intended that this remedy be imposed freely in all appropriate cases to protect the right of the electorate to an informed and knowledgeable vote.
- (b) If any lobbyist or sponsor of any grass roots lobbying campaign violates any of the provisions of this ((chapter))title, the lobbyist's or sponsor's registration may be revoked or suspended and the lobbyist or sponsor may be enjoined from receiving compensation or making expenditures for lobbying. The imposition of a sanction shall not excuse the lobbyist from filing statements and reports required by this ((chapter))title.
- (c) A person who violates any of the provisions of this ((chapter))title may be subject to a civil penalty of not more than ten thousand dollars for each violation. However, a person or entity who violates RCW 42.17A.405 (as recodified by this act) may be subject to a civil penalty of ten thousand dollars or three times the amount of the contribution illegally made or accepted, whichever is greater.
- (d) When assessing a civil penalty, the court may consider the nature of the violation and any relevant circumstances, including the following factors:
- (i) The respondent's compliance history, including whether the noncompliance was isolated or limited in nature, indicative of systematic or ongoing problems, or part of a pattern of violations by the respondent, resulted from a knowing or intentional effort to conceal, deceive or mislead, or from collusive behavior, or in the case of a political committee or other entity, part of a pattern of violations by the respondent's officers, staff, principal decision makers, consultants, or sponsoring organization;
- (ii) The impact on the public, including whether the noncompliance deprived the public of timely or accurate information during a time-sensitive period or otherwise had a significant or material impact on the public;
- (iii) Experience with campaign finance law and procedures or the financing, staffing, or size of the respondent's campaign or organization;

(iv) The amount of financial activity by the respondent during the statement period

or election cycle;

(v) Whether the late or unreported activity was within three times the contribution limit per election, including in proportion to the total amount of expenditures by the respondent in the campaign or statement period;

(vi) Whether the respondent or any person benefited politically or economically from

the noncompliance;

- (vii) Whether there was a personal emergency or illness of the respondent or member of the respondent's immediate family;
- (viii) Whether other emergencies such as fire, flood, or utility failure prevented filing;
- (ix) Whether there was commission staff or equipment error, including technical problems at the commission that prevented or delayed electronic filing;
- (x) The respondent's demonstrated goodfaith uncertainty concerning commission staff guidance or instructions;
- (xi) Whether the respondent is a first-time filer;
- (xii) Good faith efforts to comply, including consultation with commission staff prior to initiation of enforcement action and cooperation with commission staff during enforcement action and a demonstrated wish to acknowledge and take responsibility for the violation;
- (xiii) Penalties imposed in factually similar cases; and
- $\mbox{(xiv)}$  Other factors relevant to the particular case.
- (e) A person who fails to file a properly completed statement or report within the time required by this ((chapter))title may be subject to a civil penalty of ten dollars per day for each day each delinquency continues.
- (f) Each state agency director who knowingly fails to file statements required by RCW 42.17A.635 (as recodified by this act) shall be subject to personal liability in the form of a civil penalty in the amount of one hundred dollars per statement. These penalties are in addition to any other civil remedies or sanctions imposed on the agency.
- (g) A person who fails to report a contribution or expenditure as required by this ((chapter))title may be subject to a civil penalty equivalent to the amount not reported as required.
- (h) Any state agency official, officer, or employee who is responsible for or knowingly directs or expends public funds in violation of RCW 42.17A.635 (2) or (3) (as recodified by this act) may be subject to personal liability in the form of a civil penalty in an amount that is at least equivalent to the amount of public funds expended in the violation.
- (i) The court may enjoin any person to prevent the doing of any act herein prohibited, or to compel the performance of any act required herein.
- (2) The commission may refer the following violations for criminal prosecution:
- (a) A person who, with actual malice, violates a provision of this

- $((\frac{\text{chapter}}{})) \underbrace{\text{title}}{}$  is guilty of a misdemeanor under chapter 9.92 RCW;
- (b) A person who, within a five-year period, with actual malice, violates three or more provisions of this ((chapter))title is guilty of a gross misdemeanor under chapter 9.92 RCW; and
- (c) A person who, with actual malice, procures or offers any false or forged document to be filed, registered, or recorded with the commission under this ((chapter))title is guilty of a class C felony under chapter 9.94A RCW.
- **Sec. 491.** RCW 42.17A.755 and 2019 c 428 s 38 are each amended to read as follows:
- (1) The commission may initiate or respond to a complaint, request a technical correction, or otherwise resolve matters of compliance with this ((chapter))title, in accordance with this section. If a complaint is filed with or initiated by the commission, the commission must:
- (a) Dismiss the complaint or otherwise resolve the matter in accordance with subsection (2) of this section, as appropriate under the circumstances after conducting a preliminary review;
- (b) Initiate an investigation to determine whether a violation has occurred, conduct hearings, and issue and enforce an appropriate order, in accordance with chapter 34.05 RCW and subsection (3) of this section; or
- (c) Refer the matter to the attorney general, in accordance with subsection (4) of this section.
- (2)(a) For complaints of remediable violations or requests for technical corrections, the commission may, by rule, delegate authority to its executive director to resolve these matters in accordance with subsection (1)(a) of this section, provided the executive director consistently applies such authority.
- (b) The commission shall, by rule, develop additional processes by which a respondent may agree by stipulation to any allegations and pay a penalty subject to a schedule of violations and penalties, unless waived by the commission as provided for in this section. Any stipulation must be referred to the commission for review. If approved or modified by the commission, agreed to by the parties, and the respondent complies with all requirements set forth in the stipulation, the matter is then considered resolved and no further action or review is allowed.
- (3) If the commission initiates an investigation, an initial hearing must be held within ((ninety))90 days of the complaint being filed. Following an investigation, in cases where it chooses to determine whether a violation has occurred, the commission shall hold a hearing pursuant to the administrative procedure act, chapter 34.05 RCW. Any order that the commission issues under this section shall be pursuant to such a hearing.
- to such a hearing.

  (a) The person against whom an order is directed under this section shall be designated as the respondent. The order may require the respondent to cease and desist

from the activity that constitutes violation and in addition, or alternatively, may impose one or more of the remedies provided in RCW 42.17A.750(1) (b) through (h) (as recodified by this act), or other requirements as the commission determines appropriate to effectuate the purposes of this ((<del>chapter</del>))<u>title</u>.

(b) The commission may assess a penalty in an amount not to exceed ten thousand dollars per violation, unless the parties stipulate otherwise. Any order that the commission issues under this section that imposes a financial penalty must be made pursuant to a hearing, held in accordance with the administrative procedure act, chapter 34.05 RCW.

(c) The commission has the authority to waive a penalty for a first-time violation. A second violation of the same requirement by the same person, regardless if the person or individual committed the violation for a different political committee or incidental committee, shall result in a penalty. of violations the same Successive requirement shall result in successively increased penalties. The commission may suspend any portion of an assessed penalty contingent on future compliance with this ((chapter))title. The commission must create a schedule to enhance penalties based on repeat violations by the person.

(d) Any order issued by the commission is subject to judicial review under the administrative procedure act, chapter 34.05 RCW. If the commission's order is not satisfied and no petition for review is filed within  $((\frac{\text{thirty}}{\text{thirty}}))$  days, the commission may petition a court of competent jurisdiction of any county in which a petition for review could be filed under that jurisdiction, for an order of enforcement. Proceedings in connection with the commission's petition shall be in accordance with RCW 42.17A.760 recodified by this act).

(4) In lieu of holding a hearing or issuing an order under this section, the commission may refer the matter to the attorney general consistent with this section, when the commission believes:

(a) Additional authority is needed to full compliance with this ensure ((<del>chapter</del>))<u>title</u>;

(b) An apparent violation potentially warrants a penalty greater than the commission's penalty authority; or

(c) The maximum penalty the commission is able to levy is not enough to address the severity of the violation.

(5) Prior to filing a citizen's action under RCW 42.17A.775 (as recodified by this act), a person who has filed a complaint pursuant to this section must provide written notice to the attorney general if the commission does not, within 90  $((\frac{ninety}{n}))$  days of the complaint being filed with the commission, take action pursuant to subsection (1) of this section. A person must simultaneously provide a copy of the written notice to the commission.

Sec. 492. RCW 42.17A.760 and 2010 c 204 s 1003 are each amended to read as follows:

The following procedure shall apply in all cases where the commission petitioned a court of competent jurisdiction for enforcement of any order it has issued pursuant to this ((chapter))title:

(1) A copy of the petition shall be served by certified mail directed to the respondent at his or her last known address. The court shall issue an order directing the respondent to appear at a time designated in the order, not less than five days from the date thereof, and show cause why the commission's order should not be enforced according to its terms.

(2) The commission's order shall be enforced by the court if the respondent does not appear, or if the respondent appears and the court finds, pursuant to a hearing held for that purpose:

(a) That the commission's order is unsatisfied;

(b) That the order is regular on its face; and

(c) That the respondent's answer discloses no valid reason why the commission's order should not be enforced or that the respondent had an appropriate remedy by review under RCW 34.05.570(3) and failed to avail himself or herself of that remedy without valid excuse.

(3) Upon appropriate application by the respondent, the court may, after hearing and for good cause, alter, amend, revise, suspend, or postpone all or part of the commission's order. In any case where the order is not enforced by the court according to its terms, the reasons for the court's actions shall be clearly stated in writing, and the action shall be subject to review by the appellate courts by certiorari or other appropriate proceeding.

(4) The court's order of enforcement, when entered, shall have the same force and

effect as a civil judgment.

(5) Notwithstanding RCW 34.05.578 through 34.05.590, this section is the exclusive method for enforcing an order of the commission.

RCW 42.17A.765 and 2019 c Sec. 493. 428 s 39 are each amended to read as follows:

(1) (a) The attorney general may bring civil actions in the name of the state for any appropriate civil remedy, including but not limited to the special remedies provided in RCW 42.17A.750 (as recodified by this act) upon:

(i) Referral by the commission pursuant to RCW 42.17A.755(4) (as recodified by this

(ii) Receipt of a notice provided in accordance with RCW 42.17A.755(5) (as recodified by this act); or

(iii) Receipt of a notice of intent to commence a citizen's action, as provided under RCW 42.17A.775(3) (as recodified by this act).

(b) Within ((<del>forty-five</del>))<u>45</u> days of receiving a referral from the commission or notice of the commission's failure to take action provided in accordance with RCW 42.17A.755(5) (as recodified by this act), or within ((ten))10 days of receiving a citizen's action notice, the attorney general must publish a decision whether to commence an action on the attorney general's office website. Publication of the decision within the  $((\frac{forty-five}))45$  day period, or ten-day period, whichever is applicable, shall preclude a citizen's action pursuant to RCW 42.17A.775 (as recodified by this act).

(c) The attorney general should use the enforcement powers in this section in a consistent manner that provides guidance in complying with the provisions of this ((chapter))title to candidates, political committees, or other individuals subject to the regulations of this ((chapter))title.

(2) The attorney general may investigate or cause to be investigated the activities of any person who there is reason to believe is or has been acting in violation of this ((ehapter))title, and may require any such person or any other person reasonably believed to have information concerning the activities of such person to appear at a time and place designated in the county in which such person resides or is found, to give such information under oath and to produce all accounts, bills, receipts, books, paper and documents which may be relevant or material to any investigation authorized under this ((ehapter))title.

(3) When the attorney general requires the attendance of any person to obtain such information or produce the accounts, bills, receipts, books, papers, and documents that may be relevant or material to any investigation authorized under this  $((\frac{\text{chapter}}{\text{chapter}}))$  title, the attorney general shall issue an order setting forth the time when and the place where attendance is required and shall cause the same to be delivered to or sent by registered mail to the person at least ((fourteen))14 days before the date fixed for attendance. The order shall have the same force and effect as a subpoena, shall be effective statewide, and, upon application of the attorney general, obedience to the order may be enforced by any superior court judge in the county where the person receiving it resides or is found, in the same manner as though the order were a subpoena. The court, after hearing, for good cause, and upon application of any person aggrieved by the order, shall have the right to alter, amend, revise, suspend, or postpone all or any part of its provisions. In any case where the order is not enforced by the court according to its terms, the reasons for the court's actions shall be clearly stated in writing, and the action shall be subject to review by the appellate courts by certiorari or other appropriate proceeding.

 $\bf Sec.~494.~$  RCW 42.17A.770 and 2018 c 304 s 15 are each amended to read as follows:

Except as provided in RCW 42.17A.775(4) (as recodified by this act), any action brought under the provisions of this ((chapter))title must be commenced within five years after the date when the violation occurred.

- Sec. 495. RCW 42.17A.775 and 2019 c 428 s 40 are each amended to read as follows:
- (1) A person who has reason to believe that a provision of this ((chapter)) title is being or has been violated may bring a citizen's action in the name of the state, in accordance with the procedures of this section.
- (2) A citizen's action may be brought and prosecuted only if the person first has filed a complaint with the commission and:
- (a) The commission has not taken action authorized under RCW 42.17A.755(1) (as recodified by this act) within ((ninety))90 days of the complaint being filed with the commission, and the person who initially filed the complaint with the commission provided written notice to the attorney general in accordance with RCW 42.17A.755(5) (as recodified by this act) and the attorney general has not commenced an action, or published a decision whether to commence action pursuant to RCW 42.17A.765(1)(b) (as recodified by this act), within ((forty-five))45 days of receiving the notice;
- (b) For matters referred to the attorney general within ((ninety))90 days of the commission receiving the complaint, the attorney general has not commenced an action, or published a decision whether to commence an action pursuant to RCW 42.17A.765(1)(b) (as recodified by this act), within ((forty-five))45 days of receiving referral from the commission; and
- (c) The person who initially filed the complaint with the commission has provided notice of a citizen's action in accordance with subsection (3) of this section and the commission or the attorney general has not commenced action within the ((ten))10 days provided under subsection (3) of this section.
- (3) To initiate the citizen's action, after meeting the requirements under subsection (2) (a) and (b) of this section, a person must notify the attorney general and the commission that the person will commence a citizen's action within ((ten))10 days if the commission does not take action authorized under RCW 42.17A.755(1) (as recodified by this act), or the attorney general does not commence an action or publish a decision whether to commence an action pursuant to RCW 42.17A.765(1)(b) (as recodified by this act). The attorney general and the commission must notify the other of its decision whether to commence an action.
- (4) The citizen's action must be commenced within two years after the date when the alleged violation occurred and may not be commenced against a committee or incidental committee before the end of such period if the committee or incidental committee has received an acknowledgment of dissolution.
- (5) If the person who brings the citizen's action prevails, the judgment awarded shall escheat to the state, but he or she shall be entitled to be reimbursed by the state for reasonable costs and reasonable attorneys' fees the person incurred. In the case of a citizen's action that is dismissed and that the court also finds was brought without reasonable cause,

the court may order the person commencing the action to pay all trial costs and reasonable attorneys' fees incurred by the defendant.

 $\bf Sec.~496.~$  RCW 42.17A.780 and 2018 c 304 s 17 are each amended to read as follows:

In any action brought under this ((chapter))title, the court may award to the commission all reasonable costs of investigation and trial, including reasonable attorneys' fees to be fixed by the court. If the violation is found to have been intentional, the amount of the judgment, which shall for this purpose include the costs, may be trebled as punitive damages. If damages or trebled damages are awarded in such an action brought against a lobbyist, the judgment may be awarded against the lobbyist, and the lobbyist's employer or employers joined as defendants, jointly, severally, or both. If the defendant prevails, he or she shall be awarded all costs of trial and may be awarded reasonable attorneys' fees to be fixed by the court and paid by the state of Washington.

 $\bf Sec.~497.~~RCW~42.17A.785~and~2018~c$  304 s 18 are each amended to read as follows:

The public disclosure transparency account is created in the state treasury. All receipts from penalties collected pursuant to enforcement actions or settlements under this ((chapter))title, including any fees or costs, must be deposited into the account. Moneys in the account may be spent only after appropriation. Moneys in the account may be used only for the implementation of chapter 304, Laws of 2018 and duties under this ((chapter))title, and may not be used to supplant general fund appropriations to the commission.

Sec. 498. RCW 42.62.040 and 2023 c 360 s 4 are each amended to read as follows:

The public disclosure commission must adopt rules in furtherance of the purpose of this chapter. Nothing in this chapter constitutes a violation under ((chapter 42.17A RCW)) other chapters of this title, or otherwise authorizes the public disclosure commission to take action under RCW 42.17A.755 (as recodified by this act).

Sec. 499. RCW 15.65.280 and 2011 c 103 s 14 and 2011 c 60 s 1 are each reenacted and amended to read as follows:

The powers and duties of the board shall be:

- (1) To elect a chair and such other officers as it deems advisable;
- (2) To advise and counsel the director with respect to the administration and conduct of such marketing agreement or order;
- (3) To recommend to the director administrative rules and orders and amendments thereto for the exercise of his or her powers in connection with such agreement or order;

- (4) To advise the director upon all assessments provided pursuant to the terms of such agreement or order and upon the collection, deposit, withdrawal, disbursement and paying out of all moneys;
- (5) To assist the director in the collection of such necessary information and data as the director may deem necessary in the proper administration of this chapter;
- (6) To administer the order or agreement as its administrative board if the director designates it so to do in such order or agreement;
- (7) To work cooperatively with other local, state, and federal agencies; universities; and national organizations for the purposes provided in the board's marketing order or agreement;
- (8) To enter into contracts or interagency agreements with any private or public agency, whether federal, state, or local, to carry out the purposes provided in the board's marketing order or agreement. Personal service contracts must comply with chapter 39.29 RCW;
- (9) To accept and expend or retain any gifts, bequests, contributions, or grants from private persons or private and public agencies to carry out the purposes provided in the board's marketing order or agreement;
- (10) To retain in emergent situations the services of private legal counsel to conduct legal actions on behalf of a board. The retention of a private attorney is subject to review by the office of the attorney general;
- (11) To engage in appropriate fundraising activities for the purpose of supporting activities of the board authorized by the marketing order or agreement;
- agreement;
  (12) To enter into contracts or agreements for research in the production, irrigation, processing, transportation, marketing, use, or distribution of an affected commodity;
- (13) To participate in international, federal, state, and local hearings, meetings, and other proceedings relating to the production, irrigation, manufacture, regulation, transportation, distribution, sale, or use of affected commodities including activities authorized under RCW 42.17A.635 (as recodified by this act), including the reporting of those activities to the public disclosure commission;
- (14) To maintain a list of the names and addresses of affected producers that may be compiled from information used to collect assessments under the marketing order or agreement, and data on the value of each producer's production for a minimum three-year period;
- (15) To maintain a list of the names and addresses of persons who handle the affected commodity within the affected area and data on the amount and value of the commodity handled for a minimum three-year period by each person; and
- (16) To perform such other duties as the director may prescribe in the marketing agreement or order.
- Any agreement or order under which the commodity board administers the order or agreement shall (if so requested by the affected producers within the affected area

in the proposal or promulgation hearing) contain provisions whereby the director reserves the power to approve or disapprove every order, rule or directive issued by the board, in which event such approval or disapproval shall be based on whether or not the director believes the board's action has been carried out in conformance with the purposes of this chapter.

Sec. 500. RCW 15.66.140 and 2011 c 103 s 15 and 2011 c 60 s 2 are each reenacted and amended to read as follows:

Every commodity commission shall have such powers and duties in accordance with provisions of this chapter as may be provided in the marketing order and shall have the following powers and duties:

(1) To elect a chair and such other officers as determined advisable;

(2) To adopt, rescind, and amend rules and regulations reasonably necessary for the administration and operation of the commission and the enforcement of its duties under the marketing order;

(3) To administer, enforce, direct and control the provisions of the marketing order and of this chapter relating thereto;

- (4) To employ and discharge at its discretion such administrators and additional personnel, attorneys, advertising and research agencies and other persons and firms that it may deem appropriate and pay compensation to the same;
- (5) To acquire personal property and purchase or lease office space and other necessary real property and transfer and convey the same;
- (6) To institute and maintain in its own name any and all legal actions, including actions by injunction, mandatory injunction or civil recovery, or proceedings before administrative tribunals or other governmental authorities necessary to carry out the provisions of this chapter and of the marketing order;
- (7) To keep accurate records of all its receipts and disbursements, which records shall be open to inspection and audit by the state auditor or private auditor designated by the state auditor at least every five years;
  - (8) Borrow money and incur indebtedness;
- (9) Make necessary disbursements for routine operating expenses;
- (10) To expend funds for commodityrelated education, training, and leadership programs as each commission deems expedient;
- (11) To work cooperatively with other local, state, and federal agencies; universities; and national organizations for the purposes provided in the commission's marketing order;
- (12) To enter into contracts or interagency agreements with any private or public agency, whether federal, state, or local, to carry out the purposes provided in the commission's marketing order. Personal service contracts must comply with chapter 39.29 RCW;
- (13) To accept and expend or retain any gifts, bequests, contributions, or grants from private persons or private and public agencies to carry out the purposes provided in the commission's marketing order;

(14) To enter into contracts or agreements for research in the production, irrigation, processing, transportation, marketing, use, or distribution of an affected commodity;

(15) To retain in emergent situations the services of private legal counsel to conduct legal actions on behalf of a commission. The retention of a private attorney is subject to review by the office of the attorney general;

(16) To engage in appropriate fundraising activities for the purpose of supporting activities of the commission

authorized by the marketing order;

(17) To participate in international, federal, state, and local hearings, meetings, and other proceedings relating to the production, irrigation, manufacture, regulation, transportation, distribution, sale, or use of affected commodities including activities authorized under RCW 42.17A.635 (as recodified by this act), including the reporting of those activities to the public disclosure commission;

(18) To maintain a list of the names and addresses of affected producers that may be compiled from information used to collect assessments under the provisions of the marketing order and data on the value of each producer's production for a minimum

three-year period;

(19) To maintain a list of the names and addresses of persons who handle the affected commodity within the affected area and data on the amount and value of the commodity handled for a minimum three-year period by each person;

(20) To request records and audit the records of producers or handlers of the affected commodity during normal business hours to determine whether the appropriate

assessment has been paid;

(21) To acquire or own intellectual property rights, licenses, or patents and to collect royalties resulting from commission-funded research related to the affected commodity; and

(22) Such other powers and duties that are necessary to carry out the purposes of this chanter

this chapter.

Sec. 501. RCW 15.89.070 and 2015 c 225
s 13 are each amended to read as follows:
 The commission shall:

- (1) Elect a chair and officers. The officers must include a treasurer who is responsible for all receipts and disbursements by the commission and the faithful discharge of whose duties shall be guaranteed by a bond at the sole expense of the commission. The commission must adopt rules for its own governance that provide for the holding of an annual meeting for the election of officers and the transaction of other business and for other meetings the commission may direct;
- (2) Do all things reasonably necessary to effect the purposes of this chapter. However, the commission has no rule-making power except as provided in this chapter;
- (3) Employ and discharge managers, secretaries, agents, attorneys, and employees and engage the services of independent contractors;

- (4) Retain, as necessary, the services of private legal counsel to conduct legal actions on behalf of the commission. The retention of a private attorney is subject to review by the office of the attorney
- (5) Receive donations of beer from producers for promotional purposes under subsections (6) and (7) of this section and for fund-raising purposes under subsection (8) of this section. Donations of beer for promotional purposes may only disseminated without charge;
- (6) Engage directly or indirectly in the promotion of Washington beer, including, without limitation, the acquisition in any lawful manner and the dissemination without charge of beer. This dissemination is not deemed a sale for any purpose and the commission is not deemed a producer, supplier, or manufacturer, or the clerk, servant, or agent of a producer, supplier, distributor, or manufacturer. This dissemination without charge shall be for agricultural development or trade promotion, and not for fund-raising purposes under subsection (8) of this section. Dissemination for promotional purposes may include promotional hosting and must in the good faith judgment of the commission be in the aid of the marketing, advertising, sale of beer, or of research related to such marketing, advertising, or sale;

(7) Promote Washington beer by conducting

unique beer tastings without charge;

- (8) Beginning July 1, 2007, fund the Washington beer commission through sponsorship of up to  $((\frac{\text{twelve}}{\text{twelve}}))$  beer festivals annually at which beer may be sold to festival participants. For this purpose, the commission would qualify for issue of a special occasion license as an exception to WAC 314-05-020 but must comply with laws under Title 66 RCW and rules adopted by the liquor ((control)) and cannabis board under which such events may be conducted;
- (9) Participate in international, federal, state, and local hearings, meetings, and other proceedings relating to the production, regulation, distribution, sale, or use of beer including activities authorized under RCW 42.17A.635 by this act), including the recodified reporting of those activities to the public disclosure commission;

- (10) Acquire and transfer personal and real property, establish offices, incur expenses, and enter into contracts, including contracts for the creation and printing of promotional literature. The contracts are not subject to chapter 43.19 RCW, and are cancelable by the commission unless performed under conditions of employment that substantially conform to the laws of this state and the rules of the department of labor and industries. The commission may create debt and other liabilities that are reasonable for proper discharge of its duties under this chapter;
- (11) Maintain accounts with one or more qualified public depositories as the commission may direct, for the deposit of money, and expend money for purposes authorized by this chapter by drafts made by the commission upon such institutions or by other means;

- (12) Cause to be kept and annually closed, in accordance with generally accepted accounting principles, accurate records of all receipts, disbursements, and other financial transactions, available for audit by the state auditor;
- (13) Create and maintain a list of producers and disseminate information among and solicit the opinions of producers with respect to the discharge of the duties of the commission, directly or by arrangement with trade associations or other instrumentalities;
- (14) Employ, designate as an agent, act in concert with, and enter into contracts with any person, council, commission, or other entity to promote the general welfare of the beer industry and particularly to assist in the sale and distribution of Washington beer in domestic and foreign commerce. The commission shall expend money necessary or advisable for this purpose and to pay its proportionate share of the cost of any program providing direct or indirect assistance to the sale and distribution of Washington beer in domestic or foreign commerce, employing and paying for vendors of professional services of all kinds;

(15) Sue and be sued as a commission, without individual liability for acts of the commission within the scope of the powers

conferred upon it by this chapter;

(16) Serve as liaison with the liquor ((control))and cannabis board on behalf of the commission and not for any individual producer;

(17) Receive such gifts, grants, and endowments from public or private sources as may be made from time to time, in trust or otherwise, for the use and benefit of the purposes of the commission and expend the same or any income therefrom according to the terms of the gifts, grants, or endowments.

RCW 15.115.140 and 2011 c Sec. 502. 103 s 17 and 2011 c 60 s 4 are each reenacted and amended to read as follows:

(1) The commission is an agency of the Washington state government subject oversight by the director. In exercising its powers and duties, the commission shall carry out the following purposes:

(a) To establish plans and programs for advertising and and conduct and sales promotion, to maintain present markets, or to create new or larger markets for wheat

and barley grown in Washington;
 (b) To engage in cooperative efforts in the domestic or foreign marketing of wheat and barley grown in Washington;

- (c) To provide for carrying on research studies to find more efficient methods of production, irrigation, processing, transportation, handling, and marketing of wheat and barley grown in Washington;
- (d) To adopt rules to provide for improving standards and grades by defining, establishing, and providing labeling requirements with respect to wheat and barley grown in Washington;
- (e) To investigate and take necessary action to prevent unfair trade practices relating to wheat and barley grown in Washington;

- (f) To provide information or communicate on matters pertaining to the production, irrigation, processing, transportation, marketing, or uses of wheat and barley grown in Washington to any elected official or officer or employee of any agency;
- (g) To provide marketing information and services for producers of wheat and barley in Washington;
- (h) To provide information and services for meeting resource conservation objectives of producers of wheat and barley in Washington;
- (i) To provide for education and training related to wheat and barley grown in Washington; and
- (j) To assist and cooperate with the department or any local, state, or federal government agency in the investigation and control of exotic pests and diseases that could damage or affect the production or trade of wheat and barley grown in Washington.
- (2) The commission has the following powers and duties:
- (a) To collect the assessments of producers as provided in this chapter and to expend the same in accordance with this chapter;
- (b) To maintain a list of the names and addresses of affected producers that may be compiled from information used to collect assessments authorized under this chapter and data on the value of each producer's production for a minimum three-year period;
- (c) To maintain a list of the names and addresses of persons who handle wheat or barley within the affected area and data on the amount and value of the wheat and barley handled for a minimum three-year period by each person;
- (d) To request records and audit the records of producers or handlers of wheat or barley during normal business hours to determine whether the appropriate assessment has been paid;
- (e) To fund, conduct, or otherwise participate in scientific research relating to wheat or barley, including but not limited to research to find more efficient methods of irrigation, production, processing, handling, transportation, and marketing of wheat or barley, or regarding pests, pesticides, food safety, irrigation, transportation, and environmental stewardship related to wheat or barley;
- (f) To work cooperatively with local, state, and federal agencies, universities, and national organizations for the purposes provided in this chapter;
- (g) To establish a foundation using commission funds as grant money when the foundation benefits the wheat or barley industry in Washington and implements the purposes provided in this chapter;
- purposes provided in this chapter;
  (h) To acquire or own intellectual property rights, licenses, or patents and to collect royalties resulting from commission-funded research related to wheat or barley;
- (i) To enter into contracts or interagency agreements with any private or public agency, whether federal, state, or local, to carry out the purposes and powers provided in this chapter, including specifically contracts or agreements for research described in (e) of this

subsection. Personal service contracts must comply with chapter 39.29 RCW;

- (j) To institute and maintain in its own name any and all legal actions necessary to carry out the provisions of this chapter, including actions by injunction, mandatory injunction or civil recovery, or proceedings before administrative tribunals or other governmental authorities;
- (k) To retain in emergent situations the services of private legal counsel to conduct legal actions on behalf of the commission. The retention of a private attorney is subject to review and approval by the office of the attorney general;
- (1) To elect a chair and other officers as determined advisable;
- (m) To employ and discharge at its discretion administrators and additional personnel, advertising and research agencies, and other persons and firms as appropriate and pay compensation;
- (n) To acquire personal property and purchase or lease office space and other necessary real property and transfer and convey that real property;
- (o) To keep accurate records of all its receipts and disbursements by commodity, which records must be open to inspection and audit by the state auditor or private auditor designated by the state auditor at least every five years;
- (p) To borrow money and incur indebtedness;
- (q) To make necessary disbursements for routine operating expenses;
- (r) To expend funds for commodity-related education, training, and leadership programs as the commission deems expedient;
- (s) To accept and expend or retain any gifts, bequests, contributions, or grants from private persons or private and public agencies to carry out the purposes provided in this chapter;
- (t) To apply for and administer federal market access programs or similar programs or projects and provide matching funds as may be necessary;
- (u) To engage in appropriate fund-raising activities for the purpose of supporting activities of the commission authorized in this chapter;
- (v) To participate in international, federal, state, and local hearings, meetings, and other proceedings relating to the production, irrigation, manufacture, regulation, transportation, distribution, sale, or use of wheat or barley; or the regulation of the manufacture, distribution, sale, or use of any pesticide, as defined in chapter 15.58 RCW, or any agricultural chemical which is of use or potential use in producing wheat or barley. This participation may include activities authorized under RCW 42.17A.635 (as recodified by this act), including the reporting of those activities to the public disclosure commission;
- (w) To speak on behalf of the Washington state government on a nonexclusive basis regarding issues related to wheat and barley, including but not limited to trade negotiations and market access negotiations and to fund industry organizations engaging in those activities;

- (x) To adopt, rescind, and amend rules and regulations reasonably necessary for the administration and operation of the commission and the enforcement of its duties under this chapter;
- (y) To administer, enforce, direct, and control the provisions of this chapter and any rules adopted under this chapter; and
- $\mbox{(z)}$  Other powers and duties that are necessary to carry out the purposes of this chapter.
- Sec. 503. RCW 19.09.020 and 2020 c 57 s 28 are each amended to read as follows:

When used in this chapter, unless the context otherwise requires:

- (1) A "bona fide officer or employee" of a charitable organization is one (a) whose conduct is subject to direct control by such organization; (b) who does not act in the manner of an independent contractor in his or her relation with the organization; and (c) whose compensation is not computed on funds raised or to be raised.
- (2) "Charitable organization" means any entity that solicits or collects contributions from the general public where the contribution is or is purported to be used to support a charitable purpose, but does not include any commercial fund-raiser, commercial fund-raising entity, commercial coventurer, or any fund-raising counsel, as defined in this section. Churches and their integrated auxiliaries, and political organizations are not charitable organizations, but all are subject to RCW 19.09.100 (15) through (18).
- (3) "Charitable purpose" means any religious, charitable, scientific, testing for public safety, literary, or educational purpose or any other purpose that is beneficial to the community, including environmental, humanitarian, patriotic, or civic purposes, the support of national or international amateur sports competition, the prevention of cruelty to children or animals, the advancement of social welfare, or the benefit of law enforcement personnel, firefighters, and other persons who protect public safety. The term "charitable" is used in its generally accepted legal sense and includes relief of the poor, the distressed, or the underprivileged; advancement of religion; advancement of education or science; erecting or maintaining public buildings, monuments, or works; lessening the burdens of government; lessening neighborhood tensions; eliminating prejudice and discrimination; defending human and civil rights secured by law; and combating community deterioration and juvenile delinquency.
- (4) "Commercial coventurer" means any individual or corporation, partnership, sole proprietorship, limited liability company, limited partnership, limited liability partnership, or any other legal entity, that:
- (a) Is regularly and primarily engaged in making sales of goods or services for profit directly to the general public;
- (b) Is not otherwise regularly or primarily engaged in making solicitations in this state or otherwise raising funds in

- this state for one or more charitable organizations;
- (c) Represents to prospective purchasers that, if they purchase a good or service from the commercial coventurer, a portion of the sales price or a sum of money or some other specified thing of value will be donated to a named charitable organization; and
- (d) Does not ask purchasers to make checks or other instruments payable to a named charitable organization or any entity other than the commercial coventurer itself under its regular commercial name.
- (5) "Commercial fund-raiser" or "commercial fund-raising entity" means any entity that for compensation or other consideration directly or indirectly solicits or receives contributions within this state for or on behalf of any charitable organization or charitable purpose, or that is engaged in the business of, or represents to persons in this state as independently engaged in the business of, soliciting or receiving contributions for such purposes. However, a commercial coventurer, fund-raising counsel, or consultant is not a commercial fund-raiser or commercial fund-raising entity.
- (6) "Compensation" means salaries, wages, fees, commissions, or any other remuneration or valuable consideration.
- (7) "Contribution" means the payment, donation, or promise, for consideration or otherwise, of any money or property of any kind or value which contribution is wholly or partly induced by a solicitation. Reference to dollar amounts of "contributions" or "solicitations" in this chapter means in the case of payments or promises to pay for merchandise or rights of any description, the value of the total amount paid or promised to be paid for such merchandise or rights.
- (8) "Cost of solicitation" means and includes all direct and indirect costs, expenditures, debts, obligations, salaries, wages, commissions, fees, or other money or thing of value paid or incurred in making a solicitation.
- (9) "Entity" means an individual, organization, group, association, partnership, corporation, agency or unit of state government, or any combination thereof.
- counsel" "Fund-raising (10)"consultant" means any entity or individual who is retained by a charitable organization, for a fixed fee or rate, that is not computed on a percentage of funds raised, or to be raised, under a written agreement only to plan, advise, consult, or prepare materials for a solicitation of contributions in this state, but who does not manage, conduct, or carry on a fund-raising campaign and who does not solicit contributions or employ, procure, or engage any compensated person to solicit contributions, and who does not at any time have custody or control of contributions. A volunteer, employee, or salaried officer of a charitable organization maintaining a permanent establishment or office in this state is not a fund-raising counsel. An attorney, investment counselor, or banker who advises an individual, corporation, or

association to make a charitable contribution is not a fund-raising counsel as a result of the advice.

- (11) "General public" or "public" means any individual or entity located in Washington state without a membership or other official relationship with a charitable organization before
- solicitation by the charitable organization (12) "Gross revenue" or "annual gross revenue" means, for any accounting period, the total value of revenue, excluding unrealized capital gains, but including noncash contributions of tangible, personal property received by or on behalf of a charitable organization from all sources, without subtracting any costs or expenses.
- (13) "Membership" means that for the payment of fees, dues, assessments, etc., an organization provides services and confers a bona fide right, privilege, professional standing, honor, or other direct benefit, in addition to the right to vote, elect officers, or hold office. The term "membership" does not include those persons officers, who are granted a membership upon making a
- contribution as the result of solicitation.
  (14) "Other employee" of a charitable organization means any person (a) whose conduct is subject to direct control by such organization; (b) who does not act in the manner of any independent contractor in his or her relation with the organization; and (c) who is not engaged in the business of or held out to persons in this state as independently engaged in the business of soliciting contributions for charitable purposes or religious activities.
- (15) "Political organization" means those organizations whose activities are subject to ((chapter 42.17A)) Title 29B RCW or the federal elections campaign act of 1971, as
- (16) "Religious organization" means those entities that are not churches or integrated auxiliaries and includes nondenominational ministries, interdenominational organizations, ecumenical mission speakers' organizations, organizations, faith-based social agencies, and other entities whose principal purpose is the study, practice, or advancement of religion.

  (17) "Secretary" means the secretary of
- state.
- (18) "Sign" means, with present intent to authenticate or adopt a record:
- (a) To execute or adopt a tangible
- symbol; or
   (b) To attach to or logically associate with the record an electronic symbol, sound, or process.
- (19)(a) "Solicitation" means any oral or written request for a contribution, including the solicitor's offer or attempt to sell any property, rights, services, or other thing in connection with which:
- (i) Any appeal is made for any charitable purpose;
- name The of any charitable organization is used as an inducement for consummating the sale; or
- (iii) Any statement is made that implies that the whole or any part of the proceeds from the sale will be applied toward any charitable purpose or donated to any charitable organization.

- (b) The solicitation shall be deemed completed when made, whether or not the person making it receives any contribution or makes any sale.
- (c) "Solicitation" does not include bingo activities, raffles, and amusement games conducted under chapter 9.46 RCW and applicable rules of the Washington state gambling commission.
- (20) "Solicitation report" means the financial information the secretary requires pursuant to RCW 19.09.075 or 19.09.079.

Sec. 504. RCW 28A.600.027 and 2018 c 125 s 2 are each amended to read as follows:

- (1) Student editors of school-sponsored media are responsible for determining the news, opinion, feature, and advertising content of the media subject to the limitations of subsection (2) of this section. This subsection does not prevent a student media adviser from teaching professional standards of English and journalism to the student journalists. A student media adviser may not be terminated, transferred, removed, or disciplined for complying with this section.
- (2) School officials may only prohibit student expression that:
- (a) Is libelous or slanderous;
- Is an unwarranted invasion privacy;
- (c) Violates federal or state laws,
- rules, or regulations;
   (d) Incites students to violate federal or state laws, rules, or regulations;
- (e) Violates school district policy or procedure related to harassment, intimidation, or bullying pursuant to RCW 28A.300.285 or the prohibition discrimination pursuant to RCW 28A.642.010;
- (f) Inciting of students so as to create a clear and present danger of:
- (i) The commission of unlawful acts on school premises;
- (ii) The violation of lawful school district policy or procedure; or
- (iii) The material and substantial disruption of the orderly operation of the school. A school official must base forecast of material and substantial disruption on specific facts, including past experience in the school and current events influencing student behavior, and not on undifferentiated fear or apprehension; or
- (g) Is in violation of the federal communications act or applicable federal communication commission rules regulations.
- (3) Political expression by students in school-sponsored media shall not be deemed the use of public funds for political purposes, for purposes of the prohibitions of RCW 42.17A.550 (as recodified by this <u>act)</u>.
- (4) Any student, individually or through his or her parent or guardian, enrolled in a public high school may file an appeal of any alleged violation of subsection (1) of this section pursuant to chapter 28A.645 RCW.
- (5) Expression made by students school-sponsored media is not necessarily the expression of school policy. Neither a school official nor the governing board of the school or school district may be held

responsible in any civil or criminal action for any expression made or published by students in school-sponsored media.

(6) Each school district that includes a high school shall adopt a written student freedom of expression policy in accordance with this section. The policy may include reasonable provisions for the time, place,

and manner of student expression.

(7) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.

(a) "School-sponsored media" means any matter that is prepared, substantially written, published, or broadcast by student journalists, that is distributed or generally made available, either free of charge or for a fee, to members of the student body, and that is prepared under the direction of a student media adviser. "School-sponsored media" does not include media that is intended for distribution or transmission solely in the classrooms in which they are produced.

(b) "Student journalist" means a student who gathers, compiles, writes, edits, photographs, records, or prepares photographs, records, or prepares information for dissemination in school-

sponsored media.

(c) "Student media adviser" means a person who is employed, appointed, or designated by the school to supervise, or provide instruction relating to, schoolsponsored media.

Sec. 505. RCW 28B.15.610 and 2011 c 60 s 11 are each amended to read as follows:

The provisions of this chapter shall not apply to or affect any student fee or charge which the students voluntarily maintain upon themselves for student purposes only. Students are authorized to create or increase voluntary student fees for each academic year when passed by a majority vote of the student government or its equivalent, or referendum presented to the student body or such other process that has been adopted under this section. Notwithstanding 42.17A.635 (2) and (3) (as recodified by this act), voluntary student fees imposed under this section and services and activities fees may be used for lobbying by a student government association or its equivalent and may also be used to support a statewide or national student organization or its equivalent that may engage in lobbying.

Sec. 506. RCW 28B.133.030 and 2012 c 198 s 24 are each amended to read as

The office may solicit and receive gifts, grants, or endowments from private sources that are made from time to time, in trust or otherwise, for the use and benefit of the purposes of the educational assistance grant program. The director, or the director's designee, may spend gifts, grants, or endowments or income from the private sources according to their terms unless the receipt of the gifts, grants, or endowments violates RCW 42.17A.560 (as recodified by this act).

Sec. 507. RCW 29A.32.031 and 2023 c 109 s 8 are each amended to read as follows:

The voters' pamphlet published or distributed under RCW 29A.32.010 must contain:

- (1) Information about each ballot measure initiated by or referred to the voters for their approval or rejection as required by RCW 29A.32.070;
- (2) In even-numbered years, statements, if submitted, from candidates for the office of president and vice president of the United States, United States senator, United States representative, governor, lieutenant governor, secretary of state, state treasurer, state auditor, attorney general, commissioner of public lands, superintendent public instruction, commissioner, state senator, state representative, justice of the supreme court, judge of the court of appeals, or judge of the superior court. Candidates may also submit campaign contact information and a photograph not more than five years old in format that the secretary of state determines to be suitable for reproduction in the voters' pamphlet;

(3) In odd-numbered years, if any office voted upon statewide appears on the ballot due to a vacancy, then statements and photographs for candidates for any vacant office listed in subsection (2) of this

section must appear;

- (4) Contact information for the public disclosure commission established under RCW 42.17A.100 (as recodified by this act), including the following statement: "For a list of the people and organizations that donated to state and local candidates and ballot measure campaigns, visit www.pdc.wa.gov." The statement must be placed in a prominent position, such as on the cover or on the first two pages of the voters' pamphlet. The secretary of state may substitute such language as is necessary for accuracy and clarity and consistent with the intent of this section;
- (5) Contact information for major political parties;
- (6) A brief statement explaining the deletion and addition of language for proposed measures under RCW 29A.32.080;

(7) A list of all student engagement hubs

as designated under RCW 29A.40.180;

(8) A page providing information about how to access the internet presentation of the information created in RCW 44.48.160 about the state budgets, including a uniform resource locator, a quick response code, and a phone number for the legislative information center. The uniform resource locator and quick response codes will lead the voter to the internet information required in RCW 44.48.160; and

(9) Any additional information pertaining to elections as may be required by law or in the judgment of the secretary of state is

deemed informative to the voters.

Sec. 508. RCW 29A.84.250 and 2011 c 60 s 14 are each amended to read as follows: Every person is guilty of a gross

misdemeanor who:

- (1) For any consideration or gratuity or promise thereof, signs or declines to sign any initiative or referendum petition; or
- (2) Provides or receives consideration for soliciting or procuring signatures on an initiative or referendum petition if any part of the consideration is based upon the number of signatures solicited or procured, or offers to provide or agrees to receive such consideration any of which is based on the number of signatures solicited or procured; or
- (3) Gives or offers any consideration or gratuity to any person to induce him or her to sign or not to sign or to vote for or against any initiative or referendum measure; or
- (4) Interferes with or attempts to interfere with the right of any voter to sign or not to sign an initiative or referendum petition or with the right to vote for or against an initiative or referendum measure by threats, intimidation, or any other corrupt means or practice; or
- (5) Receives, handles, distributes, pays out, or gives away, directly or indirectly, money or any other thing of value contributed by or received from any person, firm, association, or corporation whose residence or principal office is, or the majority of whose members or stockholders have their residence outside, the state of Washington, for any service rendered for the purpose of aiding in procuring signatures upon any initiative or referendum petition or for the purpose of aiding in the adoption or rejection of any initiative or referendum measure. This subsection does not apply to or prohibit any activity that is properly reported in accordance with the applicable provisions of ((chapter 42.17A)) Title 29B RCW.

A gross misdemeanor under this section is punishable to the same extent as a gross misdemeanor that is punishable under RCW 9A.20.021.

Sec. 509. RCW 35.02.130 and 2011 c 60 s 15 are each amended to read as follows:

The city or town officially shall become incorporated at a date from ((one hundred ((three hundred eighty))<u>180</u> days to sixty))360 days after the date of the election on the question of incorporation. An interim period shall exist between the time the newly elected officials have been elected and qualified and this official date of incorporation. During this interim period, the newly elected officials are authorized to adopt ordinances resolutions which shall become effective on or after the official date of incorporation, and to enter into contracts and agreements to facilitate the transition to becoming a city or town and to ensure a continuation of governmental services after the official date of incorporation. Periods of time that would be required to elapse between the enactment and effective date of such ordinances, including but not limited to times for publication or for filing referendums, shall commence upon the date of such enactment as though the city or town were officially incorporated.

During this interim period, the city or town governing body may adopt rules establishing policies and procedures under the state environmental policy act, chapter 43.21C RCW, and may use these rules and procedures in making determinations under the state environmental policy act, chapter 43.21C RCW.

During this interim period, the newly formed city or town and its governing body shall be subject to the following as though the city or town were officially incorporated: RCW 4.24.470 relating to immunity; ((<del>chapter 42.17A</del>))<u>Title 29B</u> RCW relating to open government; chapter 42.56 RCW relating to public records; chapter 40.14 RCW relating to the preservation and disposition of public records; chapters 42.20 and 42.23 RCW relating to ethics and conflicts of interest; chapters 42.30 and 42.32 RCW relating to open public meetings and minutes; RCW 35.22.288, 35.23.221, 35.27.300, 35A.12.160, as appropriate, and chapter 35A.65 RCW relating to the publication of notices and ordinances; RCW 35.21.875 and 35A.21.230 relating to the designation of an official newspaper; RCW 36.16.138 relating to liability insurance; RCW 35.22.620, 35.23.352, and 35A.40.210, as appropriate, and statutes referenced therein relating to public contracts and bidding; and chapter 39.34 RCW relating to interlocal cooperation. Tax anticipation or revenue anticipation notes or warrants and other short-term obligations may be issued and funds may be borrowed on the security of these instruments during this interim period, as provided in chapter 39.50 RCW. Funds also may be borrowed from federal, state, and other governmental agencies in the same manner as if the city or town were officially incorporated.

RCW 84.52.020 and 84.52.070 shall apply to the extent that they may be applicable, and the governing body of such city or town may take appropriate action by ordinance during the interim period to adopt the property tax levy for its first full calendar year following the interim period.

The governing body of the new city or town may acquire needed facilities, supplies, equipment, insurance, and staff during this interim period as if the city or town were in existence. An interim city manager or administrator, who shall have such administrative powers and duties as are delegated by the governing body, may be appointed to serve only until the official date of incorporation. After the official date of incorporation the governing body of such a new city organized under the council manager form of government may extend the appointment of such an interim manager or administrator with such limited powers as the governing body determines, for up to  $((\frac{\text{ninety}}{\text{ninety}}))$  days. This governing body may submit ballot propositions to the voters of the city or town to authorize taxes to be collected on or after the official date of incorporation, or authorize an annexation of the city or town by a fire protection district or library district to be effective immediately upon the effective date of the incorporation as a city or town.

The boundaries of a newly incorporated city or town shall be deemed to be

established for purposes of RCW 84.09.030 on the date that the results of the initial election on the question of incorporation are certified or the first day of January following the date of this election if the newly incorporated city or town does not impose property taxes in the same year that the voters approve the incorporation.

The newly elected officials shall take office immediately upon their election and qualification with limited powers during this interim period as provided in this section. They shall acquire their full powers as of the official date of incorporation and shall continue in office until their successors are elected and qualified at the next general municipal election after the official date of incorporation: PROVIDED, That if the date of the next general municipal election is less than ((twelve))12 months after the date of the first election of councilmembers, those initially elected councilmembers shall serve until their successors are elected and qualified at the next following general municipal election as provided in RCW ((29A.20.040))29A.60.280. For purposes of this section, the general municipal election shall be the date on which city and town general elections are held throughout the state of Washington, pursuant to RCW 29A.04.330.

In any newly incorporated city that has adopted the council-manager form of government, the term of office of the mayor, during the interim period only, shall be set by the council, and thereafter shall be as provided by law.

The official date of incorporation shall be on a date from ((one hundred eighty)) 180 to (( $\frac{\text{three hundred sixty}}{\text{sixty}}$ )) 360 days after the date of the election on the question of incorporation, as specified in a resolution adopted by the governing body during this interim period. A copy of the resolution shall be filed with the county legislative authority of the county in which all or the major portion of the newly incorporated city or town is located. If the governing body fails to adopt such a resolution, the official date of incorporation shall be ((three hundred sixty))360 days after the date of the election on the question of incorporation. The county legislative authority of the county in which all or the major portion of the newly incorporated city or town is located shall file a notice with the county assessor that the city or town has been authorized to be incorporated immediately after the favorable results of the election on the question incorporation have been certified. οf county legislative authority shall file a notice with the secretary of state that the city or town is incorporated as of the official date of incorporation.

**Sec. 510.** RCW 35.21.759 and 2011 c 60 s 16 are each amended to read as follows:

A public corporation, commission, or authority created under this chapter, and officers and multimember governing body thereof, are subject to general laws regulating local governments, multimember governing bodies, and local governmental

officials, including, but not limited to, the requirement to be audited by the state auditor and various accounting requirements provided under chapter 43.09 RCW, the open public record requirements of chapter 42.56 RCW, the prohibition on using its facilities for campaign purposes under RCW 42.17A.555 (as recodified by this act), the open public meetings law of chapter 42.30 RCW, the code of ethics for municipal officers under chapter 42.23 RCW, and the local government whistleblower law under chapter 42.41 RCW.

Sec. 511. RCW 36.70 A. 200 and 2023 sp.s. c 1 s 12 are each amended to read as follows:

(1) (a) The comprehensive plan of each county and city that is planning under RCW 36.70A.040 shall include a process for identifying and siting essential public facilities. Essential public facilities facilities. Essential public facilities include those facilities that are typically difficult to site, such as airports, state education facilities and state or regional transportation facilities as defined in RCW 47.06.140, regional transit facilities as defined in RCW 81.112.020, state and local correctional facilities, solid waste handling facilities, opioid treatment programs including both mobile and fixed-site medication units, harm reduction residences, programs excluding safe injection sites, inpatient facilities including substance use disorder treatment facilities, mental health facilities, group homes, community facilities as defined in RCW 72.05.020, and secure community transition facilities as defined in RCW 71.09.020.

(b) Unless a facility is expressly listed in (a) of this subsection, essential public facilities do not include facilities that are operated by a private entity in which persons are detained in custody under process of law pending the outcome of legal proceedings but are not used for punishment, correction, counseling, or rehabilitation following the conviction of a criminal offense. Facilities included under this subsection (1)(b) shall not include facilities detaining persons under RCW 71.09.020 (7) or (16) or chapter 10.77 or 71.05 RCW.

(c) The department of children, youth, and families may not attempt to site new community facilities as defined in RCW 72.05.020 east of the crest of the Cascade mountain range unless there is an equal or greater number of sited community facilities as defined in RCW 72.05.020 on the western side of the crest of the Cascade mountain range.

(d) For the purpose of this section, "harm reduction programs" means programs that emphasize working directly with people who use drugs to prevent overdose and infectious disease transmission, improve the physical, mental, and social well-being of those served, and offer low threshold options for accessing substance use disorder treatment and other services.

(2) Each county and city planning under RCW 36.70A.040 shall, not later than September 1, 2002, establish a process, or amend its existing process, for identifying

and siting essential public facilities and adopt or amend its development regulations as necessary to provide for the siting of secure community transition facilities consistent with statutory requirements applicable to these facilities.

(3) Any city or county not planning under RCW 36.70A.040 shall, not later than September 1, 2002, establish a process for secure community transition facilities and adopt or amend development regulations as necessary amend its t.o provide for the siting of such facilities consistent with statutory requirements applicable to these facilities.

(4) The office of financial management shall maintain a list of those essential state public facilities that are required or likely to be built within the next six years. The office of financial management may at any time add facilities to the list.
(5) No local comprehensive plan or

development regulation may preclude siting of essential public facilities.

- (6) No person may bring a cause of action for civil damages based on the good faith actions of any county or city to provide for the siting of secure community transition facilities in accordance with this section and with the requirements of chapter 12, Laws of 2001 2nd sp. sess. For purposes of this subsection, "person" includes, but is not limited to, any individual, agency as defined in ((RCW 42.17A.005)) section 203 of this act, corporation, partnership, association, and limited liability entity.
- (7) Counties or cities siting facilities pursuant to subsection (2) or (3) of this section shall comply with RCW 71.09.341.
- (8) The failure of a county or city to act by the deadlines established in subsections (2) and (3) of this section is
- (a) A condition that would disqualify the county or city for grants, loans, or pledges under RCW 43.155.070 or 70A.135.070;
- (b) A consideration for grants or loans provided under RCW 43.17.250( $\tilde{3}$ ); or
- (c) A basis for any petition under RCW 36.70A.280 or for any private cause of action.

Sec. 512. RCW 42.36.040 and 2011 c 60 s 27 are each amended to read as follows:

Prior to declaring as a candidate for public office or while campaigning for public office as defined by ((RCW 42.17A.005)) section 244 of this act no public discussion or expression of an opinion by a person subsequently elected to a public office, on any pending or proposed quasi-judicial actions, shall be a violation of the appearance of fairness doctrine.

Sec. 513. RCW 42.52.010 and 2022 c 173 s 1 and 2022 c 71 s 15 are each reenacted and amended to read as follows:

Unless the context clearly requires otherwise, the definitions in this section apply throughout this chapter.

(1) "Agency" means any state board, commission, bureau, committee, department, institution, division, or tribunal in the legislative, executive, or judicial branch of state government. "Agency" includes all elective offices, the state legislature, those institutions of higher education created and supported by the state government, and those courts that are parts of state government. "Agency" does not include a comprehensive cancer center participating in a collaborative arrangement as defined in RCW 28B.10.930 that is operated in conformance with RCW 28B.10.930.

(2) "Assist" means to act, or offer or agree to act, in such a way as to help, aid, advise, furnish information to, or otherwise provide assistance to another person, believing that the action is of help, aid, advice, or assistance to the person and with

intent so to assist such person.

(3) "Beneficial interest" has the meaning ascribed to it under the Washington case law. However, an ownership interest in a mutual fund or similar investment pooling fund in which the owner has no management powers does not constitute a beneficial interest in the entities in which the fund or pool invests.

"Compensation" means anything (4) economic value, however designated, that is paid, loaned, granted, or transferred, or to be paid, loaned, granted, or transferred for, or in consideration of, personal services to any person.

(5) "Confidential information" means (a) specific information, rather than generalized knowledge, that is not available to the general public on request or (b) information made confidential by law.

(6) "Contract" or "grant" means agreement between two or more persons that creates an obligation to do or not to do a particular thing. "Contract" or "grant" includes, but is not limited to, an employment contract, a lease, a license, a purchase agreement, or a sales agreement.

(7) "Ethics boards" means the commission on judicial conduct, the legislative ethics

board, and the executive ethics board.

(8) "Family" has the same meaning as family" in "immediate 42.17A.005)) section 228 of this act.
(9) "Gift" means anything of economic

value for which no consideration is given.

"Gift" does not include:

(a) Items from family members or friends where it is clear beyond a reasonable doubt that the gift was not made as part of any design to gain or maintain influence in the agency of which the recipient is an officer or employee;

(b) Items related to the outside business of the recipient that are customary and not related to the recipient's performance of

official duties;

(c) Items exchanged among officials and employees or a social event hosted or sponsored by a state officer or state employee for coworkers;

- (d) Payments by a governmental or nongovernmental entity of reasonable expenses incurred in connection with a speech, presentation, appearance, or trade mission made in an official capacity. As used in this subsection, "reasonable expenses" are limited to travel, lodging, and subsistence expenses incurred the day before through the day after the event;
- (e) Items a state officer or state employee is authorized by law to accept;

- (f) Payment of enrollment and course fees and reasonable travel expenses attributable to attending seminars and educational fide programs sponsored by a bona governmental or nonprofit professional, educational, trade, or charitable association or institution. As used in this subsection, "reasonable expenses" are limited to travel, lodging, and subsistence expenses incurred the day before through the day after the event;
- (g) Items returned by the recipient to the donor within  $((\frac{\text{thirty}}{\text{or}}))$  30 days of receipt or donated to a charitable organization within ((thirty))30 days of receipt;
- (h) Campaign contributions reported under ((chapter 42.17A)) Title 29B RCW;
- (i) Discounts available to an individual as a member of an employee group, occupation, or similar broad-based group; and
- (j) Awards, prizes, scholarships, or other items provided in recognition of academic or scientific achievement.
- (10) "Head of agency" means the chief executive officer of an agency. In the case of an agency headed by a commission, board, committee, or other body consisting of more than one natural person, agency head means the person or board authorized to appoint agency employees and regulate their conduct.
- (11) "Honorarium" means money or thing of value offered to a state officer or state employee for a speech, appearance, article, or similar item or activity in connection with the state officer's or state employee's official role.
  (12) "Institution of higher education"
- has the same meaning as in RCW 28B.10.016.
- (13) "Official duty" means those duties within the specific scope of employment of the state officer or state employee as defined by the officer's or employee's agency or by statute or the state Constitution.
- (14) "Participate" means to participate in state action or a proceeding personally and substantially as a state officer or state employee, through approval, disapproval, decision, recommendation, the rendering of advice, investigation, or otherwise but does not include preparation, consideration, or enactment of legislation or the performance of legislative duties.
  (15) "Person" means any individual,
- partnership, association, corporation, firm, institution, or other entity, whether or not operated for profit.
- (16) "Regulatory agency" means any state board, commission, department, or officer, except those in the legislative or judicial branches, authorized by law to conduct adjudicative proceedings, issue permits or licenses, or to control or affect interests of identified persons.
- (17) "Responsibility" in connection with a transaction involving the state, means the administrative or operating authority, whether intermediate or final, and either exercisable alone or through subordinates, effectively to approve, disapprove, or otherwise direct state action in respect of such transaction.

- (18) "State action" means any action on the part of an agency, including, but not limited to:
- (a) A decision, determination, finding, ruling, or order; and
- (b) A grant, payment, award, license, contract, transaction, sanction, approval, or the denial thereof, or failure to act with respect to a decision, determination, finding, ruling, or order.
- (19) "State employee" means an individual who is employed by an agency in any branch of state government. For purposes of this chapter, employees of the superior courts are not state officers or state employees.
- (20) "State officer" means every person holding a position of public trust in or under an executive, legislative, or judicial office of the state. "State officer" includes judges of the superior court, judges of the court of appeals, justices of the supreme court, members of the legislature together with the secretary of the senate and the chief clerk of the house representatives, holders of elective offices in the executive branch of state government, chief executive officers of state agencies, members of boards. commissions, or committees with authority over one or more state agencies or institutions, and employees of the state who are engaged in supervisory, policy-making, or policy-enforcing work. For the purposes of this chapter, "state officer" also includes any person exercising or includes any person exercising or undertaking to exercise the powers or functions of a state officer.
- (21) "Thing of economic value," addition to its ordinary meaning, includes:
- (a) A loan, property interest, interest in a contract or other chose in action, and employment or another arrangement involving a right to compensation;
- (b) An option, irrespective of the conditions to the exercise of the option;
- (c) A promise or undertaking for the present or future delivery or procurement.
- (22)(a) "Transaction involving the state" means a proceeding, application, submission, request for a ruling or other determination, contract, claim, case, or other similar matter that the state officer, state employee, or former state officer or state employee in question believes, or has reason to believe:
- (i) Is, or will be, the subject of state action; or
- (ii) Is one to which the state is or will be a party; or
- (iii) Is one in which the state has a
- direct and substantial proprietary interest.
   (b) "Transaction involving the state" does not include the following: Preparation, consideration, or enactment of legislation, including appropriation of moneys in a budget, or the performance of legislative duties by an officer or employee; or a claim, case, lawsuit, or similar matter if the officer or employee did not participate in the underlying transaction involving the state that is the basis for the claim, case, or lawsuit.
- "University" includes universities" and "regional universities" as defined in RCW 28B.10.016 and also includes

any research or technology institute affiliated with a university.

(24) "University research employee" means a state officer or state employee employed by a university, but only to the extent the state officer or state employee is engaged in research, technology transfer, approved consulting activities related to research and technology transfer, or other incidental activities.

Sec. 514. RCW 42.52.150 and 2023 c 91 s 2 are each amended to read as follows:

- (1) No state officer or state employee may accept gifts, other than those specified in subsections (2) and (5) of this section, with an aggregate value in excess of fifty dollars from a single source in a calendar year or a single gift from multiple sources with a value in excess of fifty dollars. For purposes of this section, "single source" means any person, as defined in RCW 42.52.010, whether acting directly or through any agent or other intermediary, and "single gift" includes any event, item, or group of items used in conjunction with each other or any trip including transportation, lodging, and attendant costs, not excluded from the definition of gift under RCW 42.52.010. The value of gifts given to an officer's or employee's family member or guest shall be attributed to the official or employee for the purpose of determining whether the limit has been exceeded, unless an independent business, family, or social relationship exists between the donor and the family member or guest.
- (2) Except as provided in subsection (4) of this section, the following items are presumed not to influence under RCW 42.52.140, and may be accepted without regard to the limit established by subsection (1) of this section:
- (a) Unsolicited flowers, plants, and floral arrangements;
- (b) Unsolicited advertising or promotional items of nominal value, such as pens and note pads;
- (c) Unsolicited tokens or awards of appreciation in the form of a plaque, trophy, desk item, wall memento, or similar item;
- (d) Unsolicited items received by a state officer or state employee for the purpose of evaluation or review, if the officer or employee has no personal beneficial interest in the eventual use or acquisition of the item by the officer's or employee's agency:
- item by the officer's or employee's agency;
  (e) Informational material, publications,
  or subscriptions related to the recipient's
  performance of official duties;
- (f) Food and beverages consumed at hosted receptions where attendance is related to the state officer's or state employee's official duties;
- (g) Gifts, grants, conveyances, bequests, and devises of real or personal property, or both, in trust or otherwise accepted and solicited for deposit in the legislative international trade account created in RCW 43.15.050:
- (h) Gifts, grants, conveyances, bequests, and devises of real or personal property, or both, in trust or otherwise accepted and solicited for the purpose of promoting the

expansion of tourism as provided for in RCW 43.330.090;

- (i) Gifts, grants, conveyances, bequests, and devises of real or personal property, or both, solicited on behalf of a national or regional legislative association as defined in RCW 42.52.822(2), the 2006 official conference of the national lieutenant governors' association, the annual conference of the national association of state treasurers, or a host committee, for the purpose of hosting an official conference under the circumstances specified in RCW 42.52.820, section 2, chapter 5, Laws of 2006, RCW 42.52.821, or RCW 42.52.822. Anything solicited or accepted may only be received by the national association or host committee and may not be commingled with any funds or accounts that are the property of any person;
- (j) Admission to, and the cost of food and beverages consumed at, events sponsored by or in conjunction with a civic, charitable, governmental, or community organization;
- (k) Unsolicited gifts from dignitaries from another state or a foreign country that are intended to be personal in nature; and
- (1) Gifts, grants, donations, sponsorships, or contributions from any agency or federal or local government agency or program or private source for the purposes of chapter 28B.156 RCW.
- (3) The presumption in subsection (2) of this section is rebuttable and may be overcome based on the circumstances surrounding the giving and acceptance of the item.
- (4) Notwithstanding subsections (2) and (5) of this section, a state officer or state employee of a regulatory agency or of an agency that seeks to acquire goods or services who participates in those regulatory or contractual matters may receive, accept, take, or seek, directly or indirectly, only the following items from a person regulated by the agency or from a person who seeks to provide goods or services to the agency:
- (a) Unsolicited advertising or promotional items of nominal value, such as pens and note pads;
- (b) Unsolicited tokens or awards of appreciation in the form of a plaque, trophy, desk item, wall memento, or similar item;
- (c) Unsolicited items received by a state officer or state employee for the purpose of evaluation or review, if the officer or employee has no personal beneficial interest in the eventual use or acquisition of the item by the officer's or employee's agency;
  (d) Informational material, publications,
- (d) Informational material, publications, or subscriptions related to the recipient's performance of official duties;
- (e) Food and beverages consumed at hosted receptions where attendance is related to the state officer's or state employee's official duties;
- (f) Admission to, and the cost of food and beverages consumed at, events sponsored by or in conjunction with a civic, charitable, governmental, or community organization; and
- (g) Those items excluded from the definition of gift in RCW 42.52.010 except:

(i) Payments by a governmental or nongovernmental entity of reasonable expenses incurred in connection with a speech, presentation, appearance, or trade mission made in an official capacity;

(ii) Payments for seminars and educational programs sponsored by a bona fide governmental or nonprofit professional, educational, trade, or charitable association or institution; and

(iii) Flowers, plants, and floral
arrangements.

(5) A state officer or state employee may accept gifts in the form of food and beverage on infrequent occasions in the ordinary course of meals where attendance by the officer or employee is related to the performance of official duties. Gifts in the form of food and beverage that exceed fifty dollars on a single occasion shall be reported as provided in ((ehapter 42.17A)) Title 29B RCW.

Sec. 515. RCW 42.52.180 and 2022 c 37 s 3 are each amended to read as follows:

- (1) No state officer or state employee may use or authorize the use of facilities of an agency, directly or indirectly, for the purpose of assisting a campaign for election of a person to an office or for the promotion of or opposition to a ballot proposition. Knowing acquiescence by a person with authority to direct, control, or influence the actions of the state officer or state employee using public resources in violation of this section constitutes a violation of this section. Facilities of an agency include, but are not limited to, use of stationery, postage, machines, and equipment, use of state employees of the agency during working hours, vehicles, office space, publications of the agency, and clientele lists of persons served by the agency.
- (2) This section shall not apply to the following activities:
- (a) Action taken at an open public meeting by members of an elected legislative body to express a collective decision, or to actually vote upon a motion, proposal, resolution, order, or ordinance, or to support or oppose a ballot proposition as long as (i) required notice of the meeting includes the title and number of the ballot proposition, and (ii) members of the legislative body or members of the public are afforded an approximately equal opportunity for the expression of an opposing view;
- (b) A statement by an elected official in support of or in opposition to any ballot proposition at an open press conference or in response to a specific inquiry. For the purposes of this subsection, it is not a violation of this section for an elected official to respond to an inquiry regarding a ballot proposition, to make incidental remarks concerning a ballot proposition in an official communication, or otherwise comment on a ballot proposition without an actual, measurable expenditure of public funds. The ethics boards shall adopt by rule a definition of measurable expenditure;
- (c)(i) The maintenance of official legislative websites throughout the year,

regardless of pending elections. The websites may contain any discretionary material which was also specifically prepared for the legislator in the course of his or her duties as a legislator, including newsletters and press releases.

- (ii) The official legislative websites of legislators seeking reelection or election to any office shall not be altered, other than during a special legislative session, beginning on the first day of the declaration of candidacy filing period specified in RCW 29A.24.050 through the date of certification of the general election of the election year. As used in this subsection, "legislator" means a legislator who is a "candidate," as defined in ((RCW 42.17A.005)) section 209 of this act, for any public office. "Legislator" does not include a member of the legislature who has announced their retirement from elected public office and who does not file a declaration of candidacy by the end of the candidacy filing period specified in RCW 29A.24.050.
- (iii) The website shall not be used for campaign purposes;
- (d) Activities that are part of the normal and regular conduct of the office or agency, which include but are not limited to:
- (i) Communications by a legislator or appropriate legislative staff designee directly pertaining to any legislative proposal which has been introduced in either chamber of the legislature; and
- (ii) Posting, by a legislator or appropriate legislative staff designee, information to a legislator's official legislative website including an official legislative social media account, about:

(A) Emergencies;

(B) Federal holidays, state and legislatively recognized holidays established under RCW 1.16.050, and religious holidays;

(C) Information originally provided or published by other government entities which provide information about government resources; and

(D) Achievements, honors, or awards of extraordinary distinction; and

(e) De minimis use of public facilities by statewide elected officials and legislators incidental to the preparation or delivery of permissible communications, including written and verbal communications initiated by them of their views on ballot propositions that foreseeably may affect a matter that falls within their constitutional or statutory

responsibilities.
(3) As to state officers and employees, this section operates to the exclusion of RCW 42.17A.555 (as recodified by this act).

(4) As used in this section, "official legislative website" includes, but is not limited to, a legislator's official legislative social media accounts.

Sec. 516. RCW 42.52.185 and 2022 c 37 s 4 are each amended to read as follows:

(1) During the period beginning on the first day of the declaration of candidacy filing period specified in RCW 29A.24.050 in

the year of a general election for a state legislator's election to office and continuing through the date of certification of the general election, the legislator may not mail, either by regular mail or email, to a constituent at public expense a letter, newsletter, brochure, or other piece of literature, except for routine legislative correspondence, such as scheduling, and the legislator may, by mail or email, send an individual letter to (a) an individual constituent who has contacted the legislator regarding the subject matter of the letter during the legislator's current term of office; (b) an individual constituent who a governmental office with jurisdiction over the subject matter of the letter; or (c) an individual constituent who has received an award or honor of extraordinary distinction of a type that is sufficiently infrequent to be noteworthy to a reasonable person including, but not limited to: (i) An international or national award such as the Nobel prize or the Pulitzer prize; (ii) a state award such as Washington scholar; (iii) an Eagle Scout award; and (iv) a Medal of Honor.

(2) A violation of this section constitutes use of the facilities of a section public office for the purpose of assisting a

campaign under RCW 42.52.180.

(3) The house of representatives and senate shall specifically limit expenditures per member for the total cost of mailings. Those costs include, but are not limited to, production costs, printing costs, and postage costs. The limits imposed under this subsection apply only to the total expenditures on mailings per member and not to any categorical cost within the total.

- (4) For purposes of this section:(a) "Legislator" means a legislator who a "candidate," as defined in ((RCW) 1S a "Candidate, as defined in (1988) 42.17A.005)) section 209 of this act, for any public office. "Legislator" does not include a member of the legislature who has announced their retirement from elected and their retirement from the legislature and their retirement from the legislature and their retirement from the legislature and the legislature are legislature. public office and who does not file a declaration of candidacy by the end of the candidacy filing period specified in RCW 29A.24.050.
- (b) Persons residing legislative district represented by the legislator are not considered to be constituents, but students, military personnel, or others temporarily employed outside of the district who normally reside in the district are considered to be constituents.

Sec. 517. RCW 42.52.380 and 2011 c 60 s 32 are each amended to read as follows:

(1) No member of the executive ethics board may (a) hold or campaign for partisan elective office other than the position of precinct committeeperson, or any full-time nonpartisan office; (b) be an officer of any political party or political committee as defined in ((chapter 42.17A)) Title 29B RCW other than the position of precinct committeeperson; (c) permit his or her name to be used, or make contributions, in support of or in opposition to any state candidate or state ballot measure; or (d) lobby or control, direct, or assist a

lobbyist except that such member may appear before any committee of the legislature on

matters pertaining to this chapter.

(2) No citizen member of the legislative ethics board may (a) hold or campaign for partisan elective office other than the position of precinct committeeperson, or any full-time nonpartisan office; (b) be an officer of any political party or political committee as defined in ((eh. 42.17A)) Title 29B RCW, other than position of precinct committeeperson; defined in ((<del>chapter</del> than the (c) permit his or her name to be used, or make contributions, in support of or opposition to any legislative candidate, legislative caucus campaign committee that supports or opposes legislative candidates, or any political action committee that supports or opposes legislative candidates; or (d) engage in lobbying in the legislative branch under circumstances not exempt, under RCW 42.17A.610 (as recodified by this act), from lobbyist registration and reporting.

(3) No citizen member of the legislative ethics board may hold or campaign for a seat in the state house of representatives or the state senate within two years of serving on the board if the citizen member opposes an incumbent who has been the respondent in a

complaint before the board.

Sec. 518. RCW 42.52.560 and 2011 c 60 s 33 are each amended to read as follows:

(1) Nothing in this chapter prohibits a employee from distributing state communications from an employee organization or charitable organization to other state employees if the communications do not support or oppose a ballot proposition or candidate for federal, state, or local public office. Nothing in this section shall be construed to authorize any lobbying activity with public funds beyond activity permitted by RCW 42.17A.635 recodified by this act).

(2) "Employee organization," for purposes

of this section, means any organization, union, or association in which employees participate and that exists for the purpose of collective bargaining with employers or for the purpose of opposing collective bargaining or certification of a union.

Sec. 519. RCW 42.52.806 and 2023 c 387 s 4 are each amended to read as follows:

This chapter does not prohibit the members of the Billy Frank Jr. national statuary hall selection committee, members of the legislature, when outside the period in which solicitation of contributions is prohibited by RCW 42.17A.560 (as recodified by this act), or employees of the Washington state historical society from soliciting contributions for the purposes established in chapter 20, Laws of 2021, and for deposit into the Billy Frank Jr. national statuary hall collection fund created in RCW 43.08.800.

Sec. 520. RCW 43.03.305 and 2023 c 470s 1005 are each amended to read as follows:

There is created a commission to be known as the Washington citizens' commission on salaries for elected officials, to consist

of members appointed by the governor as provided in this section.

- (1) One registered voter from each congressional district shall be selected by the secretary of state from among those registered voters eligible to vote at the time persons are selected for appointment to serve on the commission. The secretary shall establish policies and procedures selection by lot. conducting the The policies and procedures shall include, but not be limited to, those for notifying persons selected and for providing a new selection from a congressional district if a person selected from the district declines appointment to the commission or if, following the person's appointment, t.he person's position on the commission becomes vacant before the end of the person's term of office.
- Seven commission members, all (2) residents of this state, shall be selected jointly by the speaker of the house of representatives and the president of the senate. The persons selected under this subsection shall have had experience in the field of personnel management. Of these seven members, one shall be selected from each of the following five sectors in this state: Private institutions of higher education; business; professional personnel management; legal profession; and organized labor. Of the two remaining members, one shall be a person recommended to the speaker and the president by the chair of the Washington personnel resources board and one shall be a person recommended by majority vote of the presidents of the state's four-year institutions of higher education.
- (3) The secretary of state shall forward the names of persons selected under subsection (1) of this section and the speaker of the house of representatives and president of the senate shall forward the names of persons selected under subsection (2) of this section to the governor who shall appoint these persons to commission. Except as provided in subsection (6) of this section, all members shall serve four-year terms and the names of the persons selected for appointment to the commission shall be forwarded to the governor not later than the first day of July every two years.

(4) No person may be appointed to more than two terms. No member of the commission may be removed by the governor during his or her term of office unless for cause of incapacity, incompetence, neglect of duty, or malfeasance in office or for disqualifying change of residence.

The unexcused absence of any person who is a member of the commission from two consecutive meetings of the commission shall constitute the relinquishment of person's membership on the commission. Such a relinquishment creates a vacancy in that person's position on the commission. A member's absence may be excused by the chair of the commission upon the member's written request if the chair believes there is just cause for the absence. Such a request must be received by the chair before the meeting for which the absence is to be excused. A member's absence from a meeting of the commission may also be excused during the meeting for which the member is absent by

the affirmative vote of a majority of the members of the commission present at meeting.

(5) No state official, public employee, or lobbyist, or immediate family member of the official, employee, or lobbyist, subject to the registration requirements of ((chapter 42.17A)) Title 29B RCW is eligible for membership on the commission.

As used in this subsection the phrase "immediate family" means the parents, spouse or domestic partner, siblings, children, or dependent relative of the official or lobbyist whether or not living in the household of the official or lobbyist, and the parent, spouse or domestic partner, sibling, child, or dependent relative of the employee, living in the household of the employee or who is dependent in whole or in part for his or her support upon the earnings of the state employee.

(6)(a) Upon a vacancy in any position on the commission, a successor selected and appointed to fill the unexpired term. The selection and appointment shall be concluded within thirty days of the date the position becomes vacant and shall be conducted in the same manner as originally provided.

(b) Initial members appointed congressional districts created after July 22, 2011, shall be selected and appointed in the manner provided in subsection (1) of this section. The selection and appointment must be concluded within ninety days of the date the district is created. The term of an initial member appointed under 1st of subsection terminates July an even-numbered year so that at no point may the terms of more than one-half plus one of the members selected under subsection (1) of this section terminate in the same year.

Sec. 521. RCW 43.17.320 and 2011 c 60 s 35 are each amended to read as follows:

For purposes of RCW 43.17.320 through

43.17.340, "state agency" means:
(1) Any agency for which the executive officer is listed in RCW 42.17A.705(1) (as recodified by this act); and

(2) The office of the secretary of state; the office of the state treasurer; the office of the state auditor; the department of natural resources; the office of the insurance commissioner; and the office of the superintendent of public instruction.

Sec. 522. RCW 43.52A.030 and 2011 c 60 s 36 are each amended to read as follows:

The governor, with the consent of the shall appoint two residents senate, Washington state to the council pursuant to the act. These persons shall undertake the functions and duties of members of the council as specified in the act and in appropriate state law. Upon appointment by the governor to the council, the nominee shall make available to the senate such disclosure information as is requested for the confirmation process, including that required in RCW 42.17A.710 (as recodified by this act).

Sec. 523. RCW 43.59.156 and 2020 c 72 s 1 are each amended to read as follows:

(1) Within amounts appropriated to the traffic safety commission, the commission must convene the Cooper Jones active transportation safety council comprised of stakeholders who have a unique interest or expertise in the safety of pedestrians, bicyclists, and other nonmotorists.

- (2) The purpose of the council is to review and analyze data and programs related to fatalities and serious injuries involving pedestrians, bicyclists, and nonmotorists to identify points at which the transportation system can be improved including, whenever possible, privately owned areas of the system such as parking to identify patterns and pedestrian, bicyclist, and other nonmotorist fatalities and serious injuries. The council may also:
- (a) Monitor progress on implementation of existing council recommendations; and
- (b) Seek opportunities to expand consideration and implementation of the principles of systematic safety, including areas where data collection may need improvement.
- (3) (a) The council may include, but is not limited to:
  - (i) A representative from the commission;
- (ii) A coroner from the county in which pedestrian, bicyclist, or nonmotorist deaths have occurred;
- (iii) Multiple members of law enforcement
  who have investigated pedestrian, bicyclist,
  or nonmotorist fatalities;
  - (iv) A traffic engineer;
- (v) A representative from the department of transportation and a representative from the department of health;
- (vi) A representative from the association of Washington cities;
- (vii) A representative from the Washington state association of counties;
- (viii) A representative from a pedestrian
  advocacy group; and
- (ix) A representative from a bicyclist or other nonmotorist advocacy group.
- (b) The commission may invite other representatives of stakeholder groups to participate in the council as deemed appropriate by the commission. Additionally, the commission may invite a victim or family member of a victim to participate in the council.
- (4) The council must meet at least quarterly. By December 31st of each year, the council must issue an annual report detailing any findings and recommendations to the governor and the transportation committees of the legislature. The commission must provide the annual report electronically to all municipal governments and state agencies that participated in the council during that calendar year. Additionally, the council must report any budgetary or fiscal recommendations to the office of financial management and the legislature by August 1st on a biennial
- (5) As part of the review of pedestrian, bicyclist, or nonmotorist fatalities and serious injuries that occur in Washington, the council may review any available information, including crash information

maintained in existing databases; statutes, rules, policies, or ordinances governing pedestrians and traffic related to the incidents; and any other relevant information. The council may make recommendations regarding changes statutes, ordinances, rules, and policies that could improve pedestrian, bicyclist, or nonmotorist safety. Additionally, the council may make recommendations on how to improve traffic fatality and serious injury data quality, including crashes that occur in privately owned property such as parking lots. The council may consult with local cities and counties, as well as local police departments and other law enforcement agencies and associations representing those jurisdictions on how to improve data quality regarding crashes occurring on private property.

(6)(a) Documents prepared by or for the council are inadmissible and may not be used in a civil or administrative proceeding, except that any document that exists before its use or consideration in a review by the council, or that is created independently of such review, does not become inadmissible merely because it is reviewed or used by the council. For confidential information, such as personally identifiable information and medical records, which are obtained by the council, neither the commission nor the council may publicly disclose such confidential information. No person who was in attendance at a meeting of the council or who participated in the creation, retention, collection, or maintenance of information or documents specifically for the commission or the council shall be permitted to testify in any civil action as to the content of such proceedings or of the documents information prepared specifically as part of the activities of the council. However, recommendations from the council and the commission generally may be disclosed without personal identifiers.

(b) The council may review, only to the extent otherwise permitted by law or court rule when determined to be relevant and necessary: Any law enforcement incident documentation, such as incident reports, dispatch records, and victim, witness, and suspect statements; any supplemental reports, probable cause statements, and 911 call taker's reports; and any other information determined to be relevant to the review. The commission and the council must maintain the confidentiality of such information to the extent required by any applicable law.

- (7) If acting in good faith, without malice, and within the parameters of and protocols established under this chapter, representatives of the commission and the council are immune from civil liability for an activity related to reviews of particular fatalities and serious injuries.
- (8) This section must not be construed to provide a private civil cause of action.
- (9)(a) The council may receive gifts, grants, or endowments from public or private sources that are made from time to time, in trust or otherwise, for the use and benefit of the purposes of the council and spend the gifts, grants, or endowments from the public or private sources according to their terms,

unless the receipt of the gifts, grants, or violates RCW 42.17A.560 (as endowments recodified by this act).

- (b) Subject to the appropriation of funds for this specific purpose, the council may provide grants targeted at improving pedestrian, bicyclist, or nonmotorist safety in accordance with recommendations made by the council.
- (10) For purposes of this section:
  (a) "Bicyclist fatality" means any death of a bicyclist resulting from a collision, whether on a roadway, at an intersection, along an adjacent sidewalk, or on a path that is contiguous with a roadway.
- (b) "Council" means the Cooper Jones active transportation safety council.
- (c) "Nonmotorist" means anyone using the transportation system who is not in a vehicle.
- (d) "Pedestrian fatality" means any death of a pedestrian resulting from a collision, whether on a roadway, at an intersection, along an adjacent sidewalk, or on a path that is contiguous with a roadway.

  (e) "Serious injury" means any injury
- other than a fatal injury that prevents the injured person from walking, driving, or normally continuing the activities the person was capable of performing before the injury occurred.

Sec. 524. RCW 43.60A.175 and 2014 c 179 s 2 are each amended to read as follows:

- (1) The department may receive gifts, grants, or endowments from public or private sources that are made from time to time, in trust or otherwise, for the use and benefit of the purposes of the veterans innovations program and spend gifts, grants, endowments or income from the public private sources according to their terms, unless the receipt of the gifts, grants, or endowments violates RCW 42.17A.560 (as recodified by this act).
- (2) The department may adopt rules under chapter 34.05 RCW as necessary to carry out the purposes of RCW 43.60A.160 through 43.60Ā.185.
- (3) The department may perform all acts and functions as necessary or convenient to carry out the powers expressly granted or implied under chapter 343, Laws of 2006.
- Sec. 525. RCW 43.166.030 and 2022 c 259 s 3 are each amended to read as follows:
- (1) State lands development authorities have the power to:
- (a) Accept gifts, grants, loans, or other aid from public and private entities;
- (b) Employ and appoint such agents, attorneys, officers, and employees as may be necessary to implement its purposes and duties;
- (c) Contract and enter into partnerships individuals, associations, corporations, and local, state, and federal governments;
- (d) Buy, own, and lease real and personal property;
- (e) Sell real and personal property, subject to any rules and restrictions contained in the proposal to establish a state lands development authority under RCW 43.166.010;

- (f) Hold in trust, improve, and develop land:
- Invest, deposit, and reinvest its (a) funds;
- (h) Incur debt in furtherance of its mission: Provided, however, that state lands development authorities are expressly prohibited from incurring debt on behalf of the state of Washington as defined in Article VIII, section 1 of the state Constitution. A state lands development authority obligation to repay borrowed money does not constitute an obligation, either general, special, or moral, of the state of Washington. State lands development authorities are expressly prohibited from using, either directly or indirectly, "general state revenues" as defined in Article VIII, section 1 of the state Constitution to satisfy any state lands development authority obligation to repay borrowed money;
- (i) Lend or grant its funds for any lawful purposes. For purposes of this section, "lawful purposes" includes without limitation, any use of funds, including loans thereof to public or private parties, authorized by agreements with the United States or any department or agency thereof under which federal or private funds are obtained, or authorized under federal laws regulations pertinent to such agreements; and
- (j) Exercise such additional powers as may be authorized by law.
- (2) A state lands development authority that accepts public funds under subsection (1) (a) of this section:
- (a) Is subject in all respects to Article VIII, section 5 or 7, as appropriate, of the state Constitution, and RCW 42.17A.550 (as recodified by this act); and
- (b) May not use such funds to support or oppose a candidate, ballot proposition, political party, or political committee.
- (3) State lands development authorities do not have any authority to levy taxes or assessments.
- Sec. 526. RCW 43.167.020 and 2011 c 60 s 40 are each amended to read as follows:
- (1) A community preservation and development authority shall have the power
- (a) Accept gifts, grants, loans, or other aid from public or private entities;
- (b) Employ and appoint such agents, attorneys, officers, and employees as may be necessary to implement the purposes and duties of an authority;
- (c) Contract and enter into partnerships individuals, associations, corporations, and local, state, and federal governments;
- (d) Buy, own, lease, and sell real and personal property;
- (e) Hold in trust, improve, and develop land;
- (f) Invest, deposit, and reinvest its funds;
- (g) Incur debt in furtherance of its mission; and
- (h) Lend its funds, property, credit, or services for corporate purposes.

(2) A community preservation and development authority has no power of eminent domain nor any power to levy taxes or special assessments.

(3) A community preservation and development authority that accepts public funds under subsection (1)(a) of this section:

ection:

(a) Is subject in all respects to Article VIII, section 5 or 7, as appropriate, of the state Constitution, and to RCW 42.17A.550 (as recodified by this act); and

(b) May not use the funds to support or oppose a candidate, ballot proposition, political party, or political committee.

 $\,$  Sec. 527. RCW 43.384.060 and 2018 c 275 s 7 are each amended to read as follows:

The board may receive gifts, grants, or endowments from public or private sources that are made from time to time, in trust or otherwise, for the use and benefit of the purposes of the authority and spend gift, grants, or endowments or income from public or private sources according to their terms, unless the receipt of gifts, grants, or endowments violates RCW 42.17A.560 (as recodified by this act).

Sec. 528. RCW 44.05.020 and 2011 c 60 s 41 are each amended to read as follows:

The definitions set forth in this section apply throughout this chapter, unless the context requires otherwise.

(1) "Chief election officer" means the

secretary of state.

(2) "Federal census" means the decennial census required by federal law to be prepared by the United States bureau of the census in each year ending in zero.

census in each year ending in zero.

(3) "Lobbyist" means an individual required to register with the Washington public disclosure commission pursuant to RCW 42.17A.600 (as recodified by this act).

(4) "Plan" means a plan for legislative

(4) "Plan" means a plan for legislative and congressional redistricting mandated by Article II, section 43 of the state Constitution.

Sec. 529. RCW 44.05.080 and 2018 c 301 s 10 are each amended to read as follows:

In addition to other duties prescribed by law, the commission shall:

- (1) Adopt rules pursuant to the Administrative Procedure Act, chapter 34.05 RCW, to carry out the provisions of Article II, section 43 of the state Constitution and of this chapter, which rules shall provide that three voting members of the commission constitute a quorum to do business, and that the votes of three of the voting members are required for any official action of the commission;
- (2) Act as the legislature's recipient of the final redistricting data and maps from the United States Bureau of the Census;
- (3) Comply with requirements to disclose and preserve public records as specified in chapters 40.14 and 42.56 RCW;
- (4) Hold open meetings pursuant to the open public meetings act, chapter 42.30 RCW;
- (5) Prepare and disclose its minutes pursuant to RCW 42.30.035;

(6) Be subject to the provisions of RCW
42.17A.700 (as recodified by this act);

- (7) Prepare and publish a report with the plan; the report will be made available to the public at the time the plan is published. The report will include but will not be limited to: (a) The population and percentage deviation from the average district population for every district; (b) an explanation of the criteria used in developing the plan with a justification of any deviation in a district from the average district population; (c) a map of all the districts; and (d) the estimated cost incurred by the counties for adjusting precinct boundaries;
- (8) Adopt a districting plan for a noncharter county with a population of ((four hundred thousand)) 400,000 or more, pursuant to RCW 36.32.054.

Sec. 530. RCW 53.57.060 and 2015 c 35 s 7 are each amended to read as follows:

- A port development authority created under this chapter must comply with applicable laws including, but not limited to, the following:
- (1) Requirements concerning local government audits by the state auditor and applicable accounting requirements set forth in chapter 43.09 RCW;
- (2) The public records act, chapter 42.56 RCW:
- (3) Prohibitions on using facilities for campaign purposes under RCW 42.17A.555 (as recodified by this act);
- (4) The open public meetings act, chapter 42.30 RCW;

(5) The code of ethics for municipal officers under chapter 42.23 RCW; and

(6) Local government whistleblower protection laws set forth in chapter  $42.41\,\mathrm{RCW}$ .

 $\tt Sec.~531.~$  RCW 68.52.220 and 2020 c 83 s 6 are each amended to read as follows:

- (1) The affairs of the cemetery district must be managed by a board of cemetery district commissioners composed of three members. The board may provide, by resolution passed by the commissioners, for the payment of compensation to each of its commissioners at a rate of up to ((ninety dollars))\$90 for each day or portion of a day spent in actual attendance at official meetings of the district commission, or in performance of other official services or duties on behalf of the district. However, the compensation for each commissioner must not exceed ((eight thousand six hundred forty dollars))\$8,640 per year.
- (2) Any commissioner may waive all or any portion of his or her compensation payable under this section as to any month or months during his or her term of office, by a written waiver filed with the clerk of the board. The waiver, to be effective, must be filed any time after the commissioner's election and prior to the date on which the compensation would otherwise be paid. The waiver must specify the month or period of months for which it is made. The board must fix the compensation to be paid the secretary and other employees of the district. Cemetery district commissioners

candidates for cemetery district and commissioner are exempt from the requirements of ((chapter 42.17A)) Title 29B

- The initial cemetery district commissioners must assume office immediately upon their election and qualification. Staggering of terms of office must be accomplished as follows: (a) The person elected receiving the greatest number of votes is elected to a six-year term of office if the election is held in an oddnumbered year or a five-year term of office if the election is held in an even-numbered year; (b) the person who is elected receiving the next greatest number of votes is elected to a four-year term of office if the election is held in an odd-numbered year or a three-year term of office if the election is held in an even-numbered year; and (c) the other person who is elected is elected to a two-year term of office if the election is held in an odd-numbered year or a one-year term of office if the election is held in an even-numbered year. The initial commissioners must assume office immediately after they are elected and qualified but their terms of office must be calculated from the first day of January after the election.
- (4) Thereafter, commissioners are elected to six-year terms of office. Commissioners  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left($ must serve until their successors are elected and qualified and assume office as provided in RCW 29A.60.280.
- (5) The dollar thresholds established in this section must be adjusted for inflation by the office of financial management every five years, beginning January 1, 2024, based upon changes in the consumer price index during that time period. "Consumer price index" means, for any calendar year, that year's annual average consumer price index, for Washington state, for wage earners and clerical workers, all items, compiled by the bureau of labor and statistics, United States department of labor. If the bureau of labor and statistics develops more than one consumer price index for areas within the state, the index covering the greatest number of people, covering areas exclusively within the boundaries of the state, and including all items must be used for the adjustments for inflation in this section. The office of financial management must calculate the new dollar threshold and transmit it to the office of the code reviser for publication in the Washington State Register at least one month before the new dollar threshold is to take effect.
- A person holding office (6) as commissioner for two or more special purpose districts may receive only that per diem compensation authorized for one of his or her commissioner positions as compensation for attending an official meeting or conducting official services or duties while representing more than one of his or her districts. However, such commissioner may receive additional per diem compensation if approved by resolution of all boards of the affected commissions.

- Sec. 532. RCW 70A.02.120 and 2021 c 314 s 21 are each amended to read as follows:
- (1) Nothing in chapter 314, Laws of 2021 prevents state agencies that are not covered agencies from adopting environmental justice policies and processes consistent with chapter 314, Laws of 2021.
- (2) The head of a covered agency may, on a case-by-case basis, exempt a significant agency action or decision process from the requirements of RCW 70A.02.060 70A.02.080 upon determining that:
- (a) Any delay in the significant agency action poses a potentially significant threat to human health or the environment, or is likely to cause serious harm to the public interest;
- delay (b) An assessment would significant agency decision concerning the assessment, collection, or administration of any tax, tax program, debt, revenue, receipt, a regulated entity's financial filings, or insurance rate or form filing;
  (c) The requirements of RCW 70A.02.060
- and 70A.02.080 are in conflict with:
- (i) Federal law or federal program requirements;
- (ii) The requirements for eligibility of employers in this state for federal unemployment tax credits; or
- (iii) Constitutional limitations or Nuciary obligations, including those fiduciary applicable to the management of state lands and state forestlands as defined in RCW 79.02.010.
- (3) A covered agency may not, for the purposes of implementing any of responsibilities under this chapter, contract with an entity that employs a lobbyist registered under RCW 42.17A.600 (as recodified by this act) that is lobbying on behalf of that entity.

Sec. 533. RCW 79A.25.830 and 2011 c 60 s 48 are each amended to read as follows:

The recreation and conservation funding board or office may receive gifts, grants, or endowments from public and private sources that are made from time to  $t\bar{i}$ me, in trust or otherwise, for the use and benefit of the purposes of RCW 79A.25.800 through  $79\text{A}.25.8\hat{30}$  and spend gifts, grants, or endowments or income from the public or private sources according to their terms, unless the receipt of the gifts, grants, or endowments violates RCW 42.17A.560 (as recodified by this act).

- Sec. 534. RCW 82.04.759 and 2023 c 286 s 2 are each amended to read as follows:
- (1) This chapter does not apply to amounts received by any person for engaging in any of the following activities:
- (a) Printing a newspaper, publishing a newspaper, or both; or
- (b) Publishing eligible digital content by a person who reported under the printing and publishing tax classification for the reporting period that covers January 2008, for engaging in printing and/or publishing a newspaper, as defined on January 1, 2008.
- (2) The exemption under this section must be reduced by an amount equal to the value

of any expenditure made by the person during the tax reporting period. For purposes of this subsection, "expenditure" has the meaning provided in ((RCW 42.17A.005)) section 223 of this act.

- (3) If a person who is primarily engaged in printing a newspaper, publishing a newspaper, or publishing eligible digital content, or any combination of these activities, charges a single, nonvariable amount to advertise in, subscribe to, or access content in both a publication identified in subsection (1) of this section and another type of publication, the entire amount is exempt under this section.
- (4) For purposes of this section, "eligible digital content" means a publication that:

(a) Is published at regularly stated intervals of at least once per month;

- (b) Features written content, the largest category of which, as determined by word count, contains material that identifies the author or the original source of the material; and
- (c) Is made available to readers exclusively in an electronic format.
- (5) The exemption under this section applies only to persons primarily engaged in printing a newspaper, publishing a newspaper, or publishing eligible digital content, or any combination of these activities, unless these business activities were previously engaged in by an affiliated person and were not the affiliated person's primary business activity.
- (6) For purposes of this section, the following definitions apply:

(a) "Affiliated" has the same meaning as provided in RCW 82.04.299.

(b) "Primarily" means, with respect to a business activity or combination of business activities of a taxpayer, more the 50 percent of the taxpayer's gross worldwide income from all business activities, whether subject to tax under this chapter or not, comes from such activity or activities.

NEW SECTION. Sec. 535. Section 534 of this act expires January 1, 2034.

 $\underline{\text{NEW SECTION.}}$  Sec. 536. This act takes effect January 1, 2026."

Correct the title.

Signed by Representatives , Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; , Assistant Ranking Minority Member; Gregerson; Low and Mena.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5869

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning rural fire district stations. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 20, 2024

ESSB 5891

Prime Sponsor, Law & Justice: Designating trespassing on a school bus as a felony offense. Reported by Committee on Community Safety

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. This act may be known and cited as the Richard Lenhart act.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 9A.52 RCW to read as follows:

- (1) A person is guilty of school bus trespass if he or she knowingly and maliciously:
- (a) Enters or remains unlawfully in a school bus;
- (b) Does any other act that creates a substantial risk of harm to passengers or the driver; and
- (c) Causes a substantial interruption or impairment to services rendered by the school bus.
- (2) As used in this section, "school bus" means any vehicle owned, leased, or operated by a public school district, a religious or private school, a private entity contracted with a school district, or educational institution for the purpose of transporting students to and from school or school-related activities.
- (3) School bus trespass is a gross misdemeanor.
- (4) Subsection (1) of this section shall not apply to any of the following:
- (a) Students enrolled in the school which is being serviced by the school bus;
- (b) Law enforcement officers or other authorized personnel engaged in the performance of their official duties;
- (c) Individuals with written consent from the school district or educational institution allowing them to enter or remain on the school bus; and
- (d) Emergency situations where entering the bus is necessary to protect the safety or well-being of students or others.
- (5) Local law enforcement agencies shall have the authority to enforce the provisions of this act. School districts and educational institutions shall collaborate with local law enforcement to establish protocols and procedures to ensure effective enforcement of this act.
- (6) School districts and educational institutions shall implement educational programs and awareness campaigns to educate students, parents, and the community about the importance of maintaining safety and security on school buses. These educational programs shall emphasize the potential consequences of school bus trespassing in accordance with this act.
- (7) Subject to the availability of funds appropriated for this specific purpose, school districts and educational institutions shall affix placards warning of the consequences of violating subsection (1)

of this section on the outside of all public school buses in a manner easily visible for all to see.

NEW SECTION. Sec. 3. 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."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

February 20, 2024

2SSB 5893

Prime Sponsor, Ways & Means: Providing gate money to incarcerated individuals at the department of corrections. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; ; Davis; Farivar and Fosse.

MINORITY recommendation: Do not pass. Signed by Representative Graham.

MINORITY recommendation: Without recommendation. Signed by Representatives Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member.

Referred to Committee on Rules for second reading

February 20, 2024

E2SSB 5908

Prime Sponsor, Ways & Means: Providing extended foster care services to youth ages 18 to 21. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature recognizes that the extended foster care program strives to help hundreds of young Washingtonians in foster care prepare for adulthood and to prevent them from experiencing homelessness.

The legislature finds that extended foster care can reduce homelessness, receipt of public assistance, use of medical emergency departments, diagnosis  $\circ f$ substance abuse and treatment, criminal convictions, and involvement of children in the child welfare system. An analysis from the department of social and health services found that, at age 18, 41 percent of youth exiting the foster care system experienced homelessness or housing instability compared to 23 percent of youth in extended foster care.

The legislature finds that the Washington state institute for public policy's benefit-cost analysis found that the extended foster care program produces \$3.95 of lifetime

benefits for each \$1 invested. Furthermore, of the total benefits, 40 percent represents savings and revenue that would accrue to state, local, and federal governments.

However, the legislature recognizes that young people in foster care still experience barriers to accessing the program: In 2022, 27 percent of young people leaving foster care did not participate in extended foster care. The legislature intends to improve outcomes for youth in the foster care system by improving access to the foster care program.

Therefore, the legislature resolves to reduce barriers that young people currently experience when seeking to participate in extended foster care and to make the transition from foster care to extended foster care as seamless as possible, such that all dependent youth are aware of the program when they turn 18 and all youth who want to participate are able to participate.

**Sec. 2.** RCW 13.34.030 and 2021 c 304 s 1 and 2021 c 67 s 2 are each reenacted and amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- "Abandoned" means when the child's (1) or other custodian has parent, guardian, expressed, either by statement or conduct, an intent to forego, for an extended period, parental rights or responsibilities despite an ability to exercise such rights and responsibilities. If the court finds that the petitioner has exercised due diligence attempting to locate the parent, no contact between the child and the child's parent, guardian, or other custodian for a period of three months creates a rebuttable presumption of abandonment, even if there is no expressed intent to abandon.
- (2) "Child," "juvenile," and "youth" mean:

(a) Any individual under the age of eighteen years; or

- (b) Any individual age ((eighteen)) $\underline{18}$  to ((twenty-one)) $\underline{21}$  years who is eligible to receive and who elects to receive the extended foster care services authorized under RCW 74.13.031. A youth who remains dependent and who receives extended foster care services under RCW 74.13.031 shall not be considered a "child" under any other statute or for any other purpose.
- (3) "Current placement episode" means the period of time that begins with the most recent date that the child was removed from the home of the parent, guardian, or legal custodian for purposes of placement in out-of-home care and continues until: (a) The child returns home; (b) an adoption decree, a permanent custody order, or guardianship order is entered; or (c) the dependency is dismissed, whichever occurs first.

(4) "Department" means the department of

children, youth, and families.

(5) "Dependency guardian" means the person, nonprofit corporation, or Indian tribe appointed by the court pursuant to this chapter for the limited purpose of assisting the court in the supervision of the dependency.

- (6) "Dependent child" means any child who:
  - (a) Has been abandoned;

(b) Is abused or neglected as defined in chapter 26.44 RCW by a person legally responsible for the care of the child;

(c) Has no parent, guardian, or custodian capable of adequately caring for the child, such that the child is in circumstances which constitute a danger of substantial to the child's psychological or damage physical development; or

(d) Is receiving extended foster care

- services, as authorized by RCW 74.13.031.
  (7) "Developmental disability" means a disability attributable to intellectual disability, cerebral palsy, epilepsy, autism, or another neurological or other condition of an individual found by the secretary of the department of social and health services to be closely related to an intellectual disability or to require treatment similar to that required for individuals with intellectual disabilities, which disability originates before the individual attains age eighteen, which has continued or can be expected to continue indefinitely, and which constitutes substantial limitation to the individual.
- (8) "Educational liaison" means a person who has been appointed by the court to fulfill responsibilities outlined in RCW 13.34.046.
- "Experiencing homelessness" (9) means lacking a fixed, regular, and adequate nighttime residence, including circumstances such as sharing the housing of other persons due to loss of housing, economic hardship, fleeing domestic violence, or a similar reason as described in the federal McKinney-Vento homeless assistance act (Title 42 U.S.C., chapter 119, subchapter I) as it existed on January 1, 2021.

  (10) "Extended foster care services" means residential and other support services
- the department is authorized to provide under RCW 74.13.031. These services may include placement in licensed, relative, or otherwise approved care, or supervised independent living settings; assistance in meeting basic needs; independent living services; supervised independent living subsidy; medical assistance; and counseling or treatment.
- (11) "Guardian" means the person or agency that: (a) Has been appointed as the guardian of a child in a legal proceeding, including a guardian appointed pursuant to chapter 13.36 RCW; and (b) has the legal right to custody of the child pursuant to such appointment. The term "guardian" does not include a "dependency guardian" appointed pursuant to a proceeding under this chapter.
- "Guardian ad litem" means a person, (12)appointed by the court to represent the best interests of a child in a proceeding under this chapter, or in any matter which may be consolidated with a proceeding under this chapter. A "court-appointed special advocate" appointed by the court to be the guardian ad litem for the child, or to perform substantially the same duties and functions as a guardian ad litem, shall be deemed to be guardian ad litem for all purposes and uses of this chapter.

- (13) "Guardian ad litem program" means a court-authorized volunteer program, which is or may be established by the superior court of the county in which such proceeding is filed, to manage all aspects of volunteer guardian ad litem representation children alleged or found to be dependent. Such management shall include but is not Recruitment, screening, limited to: training, supervision, assignment, discharge of volunteers.
- (14) "Guardianship" means a guardianship pursuant to chapter 13.36 RCW or a limited guardianship of a minor pursuant to RCW 11.130.215 or equivalent laws of another state or a federally recognized Indian tribe.
- "Housing (15)assistance" appropriate referrals by the department or other agencies to federal, state, local, or agencies or organizations, private assistance with forms, applications, or financial subsidies or other monetary assistance for housing. For purposes of this "housing assistance" is not a chapter, remedial service or family reunification service as described in RCW 13.34.025(2).

(16) "Indigent" means a person who, at

any stage of a court proceeding, is:

(a) Receiving one of the following types of public assistance: Temporary assistance for needy families, aged, blind, or disabled assistance benefits, medical care services 74.09.035, RCW under pregnant benefits, assistance poverty-related veterans' benefits, food stamps or food stamp benefits transferred electronically, refugee resettlement benefits, medicaid, or supplemental security income; or

(b) Involuntarily committed to a public

mental health facility; or

(c) Receiving an annual income, after of ((<del>one hundred twenty-five</del>))<u>125</u> taxes, percent or less of the federally established poverty level; or

(d) Unable to pay the anticipated cost of counsel for the matter before the court because his or her available funds are insufficient to pay any amount for the retention of counsel.

(17) "Nonminor dependent" means individual age ((eighteen)) $\underline{18}$  to ((twenty-ene)) $\underline{21}$  years who is participating in extended foster care services authorized under RCW 74.13.031.

- (18) "Out-of-home care" means placement in a foster family home or group care facility licensed pursuant to chapter 74.15 RCW or placement in a home, other than that of the child's parent, guardian, or legal custodian, not required to be licensed pursuant to chapter 74.15 RCW.
- (19) "Parent" means the biological or adoptive parents of a child, or an individual who has established a parent-child relationship under RCW 26.26A.100, unless the legal rights of that person have been terminated by a judicial proceeding pursuant to this chapter, chapter 26.33 RCW, or the equivalent laws of another state or a federally recognized Indian tribe.
- "Prevention and family services and programs" means specific mental health prevention and treatment services, substance abuse prevention and treatment services, and in-home parent skill-based programs that

qualify for federal funding under the federal family first prevention services act, P.L. 115-123. For purposes of this chapter, prevention and family services and programs are not remedial services or family reunification services as described in RCW 13.34.025(2).

"Prevention services" (21)preservation services, as defined in chapter 74.14C RCW, and other reasonably available services, including housing assistance, capable of preventing the need for out-ofhome placement while protecting the child. Prevention services include, but are not limited to, prevention and family services and programs as defined in this section.

"Qualified residential treatment (22)program" means a program that meets the requirements provided in RCW 13.34.420, qualifies for funding under the family first prevention services act under 42 U.S.C. Sec. 672(k), and, if located within Washington state, is licensed as a group care facility

under chapter 74.15 RCW.

(23) "Relative" includes persons related

to a child in the following ways:

(a) Any blood relative, including those of half-blood, and including first cousins, second cousins, nephews or nieces, and persons of preceding generations as denoted by prefixes of grand, great, or great-great;

(b) Stepfather, stepmother, stepbrother,

and stepsister;

- (c) A person who legally adopts a child or the child's parent as well as the natural and other legally adopted children of such persons, and other relatives of the adoptive parents in accordance with state law;
- (d) Spouses of any persons named in (a), (b), or (c) of this subsection, even after the marriage is terminated;

(e) Relatives, as named in (a), (b), (c), (d) of this subsection, of any half

sibling of the child; or

- (f) Extended family members, as defined by the law or custom of the Indian child's tribe or, in the absence of such law or custom, a person who has reached the age of ((eighteen)) and who is the Indian child's grandparent, aunt or uncle, brother or sister, brother-in-law or sister-in-law, niece or nephew, first or second cousin, or stepparent who provides care in the family abode on a ((twenty-four))24 hour basis to an Indian child as defined in 25 U.S.C. Sec. 1903(4).
- "Shelter care" (24)means temporary physical care in a facility licensed pursuant to RCW 74.15.030 or in a home not required to be licensed pursuant to RCW 74.15.030.
- "Sibling" means a child's birth brother, birth sister, adoptive brother, adoptive sister, half-brother, or halfsister, or as defined by the law or custom of the Indian child's tribe for an Indian child as defined in RCW 13.38.040.
- (26) "Social study" means a written evaluation of matters relevant to the disposition of the case that contains the information required by RCW 13.34.430.
- (27) "Supervised independent living setting" includes, but is not limited to, living, room and board s, college or university apartment arrangements, dormitories, and shared roommate settings.

Supervised independent living settings must be approved by the department or the court.

(28) "Supervised independent living subsidy" has the same meaning as

74.13.020.

(29) "Voluntary placement agreement" ((means)) has, for the purposes of extended foster care services, ((a written voluntary agreement between a nonminor dependent who agrees to submit to the care and authority of the department for the purposes of participating in the extended foster care program))the same meaning as in RCW 74.13.336.

**Sec. 3.** RCW 13.34.267 and 2021 c 210 s 10 are each amended to read as follows:

(1) In order to facilitate the delivery of extended foster care services, the court, upon the agreement of the youth to participate in the extended foster care program, shall maintain the dependency proceeding for any youth who is dependent at the age of ((eighteen))18 years  $((and who_r)$ at the time of his or her eighteenth birthday, ) until the youth turns 21 or withdraws their agreement to participate.

(2) For the purposes of pursuing federal reimbursement only, the department may request judicial findings that a youth is:
(a) Enrolled in a secondary education

program or a secondary education equivalency

program;

(b) Enrolled and participating in postsecondary academic or postsecondary vocational program, or has applied for and can demonstrate that he or she intends to timely enroll in a postsecondary academic or postsecondary vocational program;

(c) Participating in a program or activity designed to promote employment or remove barriers to employment;

Engaged in employment ((eighty))80 hours or more per month; or

(e) Not able to engage in any of the activities described in (a) through (d) of this subsection due to a documented medical condition.

 $((\frac{2)}{1})(3)$  When the court maintains dependency proceeding of a youth pursuant to subsection (1) of this section, the youth is eligible to receive extended foster care services pursuant to RCW 74.13.031, subject to the youth's continuing ((eligibility <del>and</del>)) agreement participate.

 $((\frac{3}{1}))$  A dependent youth receiving extended foster care services is a party to the dependency proceeding. The youth's parent or guardian must be dismissed from the dependency proceeding when the youth

reaches the age of ((eighteen))18.

 $((\frac{4}{1}))(5)$  The court shall dismiss the dependency proceeding for any youth who is a and who, at the ((eighteen)) 18 years, ((does not meet any of the criteria described in subsection (1)(a) through (e) of this section or)) does not agree to participate in the program.

 $((\frac{5}{1}))$  The court shall order a youth participating in extended foster services to be under the placement and care authority of the department, subject to the youth's continuing agreement to participate in extended foster care services.

department may establish foster care rates appropriate to the needs of the youth participating in extended foster care services. The department's placement and care authority over a youth receiving extended foster care services is solely for the purpose of providing services and does not create a legal responsibility for the actions of the youth receiving extended foster care services.

((6) (a) The))(7)(a) If a youth does not already have counsel, the court shall appoint counsel to represent a youth, as defined in RCW 13.34.030(2)(b), in dependency proceedings under this section. Subject to amounts appropriated, the state shall pay the costs of legal services provided by an attorney appointed pursuant to this subsection based on the phase-in schedule outlined in RCW 13.34.212, provided that the legal services are provided in accordance with the rules of professional conduct, the standards of practice, caseload limits, and training guidelines adopted by the children's representation work group established in section 9, chapter 210, Laws of 2021.

(b) In cases where the statewide children's legal representation program provides funding and where consistent with its administration and oversight responsibilities, the statewide children's legal representation program should prioritize continuity of counsel for children who are already represented at county expense when the statewide children's legal representation program becomes effective in a county. The statewide children's legal representation program shall coordinate with relevant county stakeholders to determine how best to prioritize continuity of counsel.

((<del>(7)</del>))(<u>8</u>) The case plan for and delivery of services to a youth receiving extended foster care services is subject to the review requirements set forth in RCW 13.34.138 and 13.34.145, and should be applied in a developmentally appropriate manner, as they relate to youth age ((eighteen))18 to ((twenty-one))21 years. Additionally, the court shall consider:

(a) Whether the youth is safe in his care

(a) Whether the youth is safe in his or her placement;

(b) ((Whether the youth continues to be eligible for extended foster care services;

(c))) Whether the current placement is developmentally appropriate for the youth;

 $((\frac{d}{d}))$  (c) The youth's development of independent living skills; and

((<del>(e)</del>))(<u>d)</u> The youth's overall progress toward transitioning to full independence and the projected date for achieving such

transition. ((+8+))(9) Prior to the review hearing, the youth's attorney shall indicate whether there are any contested issues and may provide additional information necessary for the court's review.

 $\bf Sec.~4.~$  RCW 74.13.020 and 2020 c 270 s 4 are each reenacted and amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

(1) "Case management" means convening family meetings, developing, revising, and monitoring implementation of any case plan or individual service and safety plan, coordinating and monitoring services needed by the child and family, caseworker-child visits, family visits, and the assumption of court-related duties, excluding legal representation, including preparing court reports, attending judicial hearings and permanency hearings, and ensuring that the child is progressing toward permanency within state and federal mandates, including the Indian child welfare act.

(2) "Certificate of parental improvement" means a certificate issued under RCW 74.13.720 to an individual who has a founded finding of physical abuse or negligent treatment or maltreatment, or a court finding that the individual's child was dependent as a result of a finding that the individual abused or neglected their child

(a) A person less than eighteen years of age; or

(b) A person age eighteen to twenty-one years who is eligible to receive the extended foster care services authorized under RCW 74.13.031.

(4) "Child protective services" has the same meaning as in RCW 26.44.020.

(5) "Child welfare services" means social services including voluntary and in-home services, out-of-home care, case management, and adoption services which strengthen, supplement, or substitute for, parental care and supervision for the purpose of:

(a) Preventing or remedying, or assisting in the solution of problems which may result in families in conflict, or the neglect, abuse, exploitation, or criminal behavior of children;

(b) Protecting and caring for dependent, abused, or neglected children;

(c) Assisting children who are in conflict with their parents, and assisting parents who are in conflict with their children, with services designed to resolve such conflicts;

(d) Protecting and promoting the welfare of children, including the strengthening of their own homes where possible, or, where needed;

(e) Providing adequate care of children away from their homes in foster family homes or day care or other child care agencies or facilities.

"Child welfare services" does not include child protection services.

(6) "Child who is a candidate for foster care" means a child who the department identifies as being at imminent risk of entering foster care but who can remain safely in the child's home or in a kinship placement as long as services or programs that are necessary to prevent entry of the child into foster care are provided, and includes but is not limited to a child whose adoption or guardianship arrangement is at risk of a disruption or dissolution that would result in a foster care placement. The term includes a child for whom there is reasonable cause to believe that any of the following circumstances exist:

(a) The child has been abandoned by the parent as defined in RCW 13.34.030 and the child's health, safety, and welfare is seriously endangered as a result;

(b) The child has been abused neglected as defined in chapter 26.44 RCW and the child's health, safety, and welfare

is seriously endangered as a result;

(c) There is no parent capable of meeting the child's needs such that the child is in circumstances that constitute a danger to the child's development;

(d) The child is otherwise at imminent

risk of harm.
(7) "Department" means the department of

children, youth, and families.

- (8) "Extended foster care services" means residential and other support services the department is authorized to provide to dependent children. These services include, but are not limited to, placement in licensed, relative, or otherwise approved care, or supervised independent living settings; assistance in meeting basic needs; independent living services; medical
  assistance; supervised independent living subsidy; and counseling or treatment.
- "Family assessment" means comprehensive assessment of child safety, risk of subsequent child abuse or neglect, and family strengths and needs that is applied to a child abuse or neglect report. Family assessment does not include a determination as to whether child abuse or neglect occurred, but does determine the need for services to address the safety of the child and the risk of subsequent maltreatment.

(10) "Medical condition" means, for the purposes of qualifying for extended foster care services, a physical or mental health condition as documented by any licensed health care provider regulated by a disciplining authority under RCW 18.130.040.

individual age ((eighteen)) $\underline{18}$  to ((twentyone)) $\underline{21}$  years who is participating in extended foster care services and in

under RCW 74.13.031.

(12) "Out-of-home care services" means services provided after the shelter care hearing to or for children in out-of-home care, as that term is defined in RCW 13.34.030, and their families, including the recruitment, training, and management of foster parents, the recruitment of adoptive families, and the facilitation of the adoption process, family reunification, independent living, emergency shelter, residential group care, and foster care, including relative placement.

"Performance-based contracting" means the structuring of all aspects of the procurement of services around the purpose of the work to be performed and the desired results with the contract requirements set forth in clear, specific, and objective terms with measurable outcomes. Contracts shall also include provisions that link the performance of the contractor to the level

and timing of reimbursement.

(14) "Permanency services" means longterm services provided to secure a child's safety, permanency, and well-being, including foster care services, family reunification services, adoption services,

and preparation for independent living services.

- (15) "Prevention and family services and programs" means specific mental health prevention and treatment services, substance abuse prevention and treatment services, and in-home parent skill-based programs that qualify for federal funding under the federal family first prevention services act, P.L. 115-123. For purposes of this chapter, prevention and family services and programs are not remedial services or family reunification services as described in RCW 13.34.025(2).
- (16) "Primary prevention services" means services which are designed and delivered for the primary purpose of enhancing child and family well-being and are shown, by analysis of outcomes, to reduce the risk to the likelihood of the initial need for child welfare services.

(17) "Secretary" means the secretary of

the department.

(18) "Supervised independent living setting" includes, but is not limited to, apartment living, room and board arrangements, college or university dormitories, and shared roommate settings. Supervised independent living settings must be approved by the department or the court.

(19) "Supervised independent living <u>subsidy"</u> <u>means a foster care maintenance</u> payment.
(20) "Unsupervised" has the same meaning

as in RCW 43.43.830.

(((20)))(21) "Voluntary placement agreement" ((means)) has, for the purposes of extended foster care services, ((a written voluntary agreement between a nonminor dependent who agrees to submit to the care and authority of the department for the purposes of participating in the extended foster care program)) the same meaning as in RCW 74.13.336.

Sec. 5. RCW 74.13.031 and 2023 c 221 s 3 are each amended to read as follows:

- (1) The department shall develop, ninister, supervise, and monitor a administer, coordinated and comprehensive plan that establishes, aids, and strengthens services for the protection and care of runaway, dependent, or neglected children.
- (2) Within available resources, the department shall recruit an adequate number of prospective adoptive and foster homes, both regular and specialized, i.e. homes for children of ethnic minority, including Indian homes for Indian children, sibling groups, children with disabilities or behavioral health conditions, teens, pregnant and parenting teens, and the department shall annually provide data and information to the governor and the legislature concerning the department's success in: (a) Placing children with relatives; (b) providing supports to kinship caregivers including guardianship assistance payments; (c) supporting relatives to pass home studies and become licensed caregivers; and (d) meeting the need for nonrelative family foster homes when children cannot be placed with relatives.
- (3) The department shall investigate complaints of any recent act or failure to

act on the part of a parent or caretaker that results in death, serious physical or emotional harm, or sexual abuse exploitation, or that presents an imminent risk of serious harm, and on the basis of the findings of such investigation, offer child welfare services in relation to the problem to such parents, legal custodians, or persons serving in loco parentis, and/or bring the situation to the attention of an appropriate court, or another community agency. An investigation is not required of nonaccidental injuries which are clearly not the result of a lack of care or supervision by the child's parents, legal custodians, or persons serving in loco parentis. If the investigation reveals that a crime against a have been committed, the child may department shall notify the appropriate law enforcement agency.

(4) As provided in RCW 26.44.030, the department may respond to a report of child abuse or neglect by using the family assessment response.

(5) The department shall offer, on a voluntary basis, family reconciliation services to families who are in conflict.

(6) The department shall monitor placements of children in out-of-home care and in-home dependencies to assure the safety, well-being, and quality of care being provided is within the scope of the intent of the legislature as defined in RCW 74.13.010 and 74.15.010. Under this section children in out-of-home care and in-home dependencies and their caregivers shall receive a private and individual face-toface visit each month. The department shall randomly select no less than ten percent of the caregivers currently providing care to receive one unannounced face-to-face visit in the caregiver's home per year. No caregiver will receive an unannounced visit through the random selection process for two consecutive years. If the caseworker makes a good faith effort to conduct the unannounced visit to a caregiver and is unable to do so, that month's visit to that caregiver need not be unannounced. The department is encouraged to group monthly visits caregivers by geographic area so that in the unannounced visit cannot completed, the caseworker may complete other required monthly visits. The department shall use a method of random selection that does not cause a fiscal impact to the department.

The department shall conduct the monthly visits with children and caregivers to whom it is providing child welfare services.

(7) The department shall have authority to accept custody of children from parents and to accept custody of children from juvenile courts, where authorized to do so under law, to provide child welfare services including placement for adoption, to provide for the routine and necessary medical, dental, and mental health care, or necessary emergency care of the children, and to provide for the physical care of such children and make payment of maintenance costs if needed. Except where required by Public Law 95-608 (25 U.S.C. Sec. 1915), no private adoption agency which receives children for adoption from the department shall discriminate on the basis of race,

creed, or color when considering applications in their placement for adoption.

(8) The department may accept custody of children from parents through a voluntary placement agreement to provide child welfare services. The department may place children with a relative, a suitable person, or a licensed foster home under a voluntary placement agreement. In seeking a placement for a voluntary placement agreement, the department should consider the preferences of the parents and attempt to place with relatives or suitable persons over licensed foster care.

(9) The department shall have authority to provide temporary shelter to children who have run away from home and who are admitted to crisis residential centers.

(10) The department shall have authority

to purchase care for children.

(11) The department shall establish a children's services advisory committee which shall assist the secretary in the development of a partnership plan for utilizing resources of the public and private sectors, and advise on all matters pertaining to child welfare, licensing of child care agencies, adoption, and services related thereto. At least one member shall represent the adoption community.

(12)(a) The department shall provide continued extended foster care services to ((nonminor dependents))eligible youth who ((are))request extended foster care. The department shall develop policies and procedures to ensure that dependent youth aged 15 and older are informed of the extended foster care program.

(b) The department shall pursue federal reimbursement, where appropriate, when a youth is:

(i) Enrolled in a secondary education program or a secondary education equivalency program;

(ii) Enrolled and participating in a postsecondary academic or postsecondary vocational education program;

(iii) Participating in a program or activity designed to promote employment or remove barriers to employment;

(iv) Engaged in employment for eighty hours or more per month; or

(v) Not able to engage in any of the activities described in  $((\frac{a}{a}))(b)(i)$  through (iv) of this subsection due to a documented medical condition.

 $((\frac{b}{b}))(c)$  To be eligible for extended foster care services, the ((nonminor dependent)) youth must have been dependent at the time that he or she reached age ((eighteen)) 18 years. If the dependency case of the ((nonminor dependent))youth was dismissed pursuant to RCW 13.34.267, he or she may receive extended foster care services pursuant to a voluntary placement agreement under RCW 74.13.336 or pursuant to an order of dependency issued by the court under RCW 13.34.268. A ((nonminor dependent))youth whose dependency case was dismissed by the court may request extended foster care services before reaching age ((twenty-one))21 years. Eligible ((nonminor dependents)) youths may unenroll and reenroll in extended foster care through a voluntary placement agreement an unlimited number of

times between ages ((eighteen))18 and

((twenty-one))21.

((<del>(c)</del>))(<u>d)</u> The department shall ((<del>develop</del> and implement rules regarding youth eligibility requirements)) not create additional eligibility requirements for extended foster care. The department shall develop and implement rules and policies designed to provide age-appropriate social work support for youth in extended foster care through a codesign process that includes those with lived experience in the foster care system.

((d)))(e) The department shall make efforts to ensure that extended foster care services maximize medicaid reimbursements. This must include the department ensuring that health and mental health extended foster care providers participate in medicaid, unless the condition of the extended foster care youth requires specialty care that is not available among participating medicaid providers or there are no participating medicaid providers in the area. The department shall coordinate other services to maximize federal resources and the most cost-efficient delivery of services to extended foster care youth.

((\(\frac{(+)}{0}\))) (\(\frac{f}{0}\)) The department shall allow ((\(\frac{a}{0}\))) eligible youth ((\(\frac{who}{who}\) has received extended foster care services, but lost his or her eligibility,)) to reenter the extended foster care program an unlimited number of times through a voluntary placement agreement ((\(\frac{when}{when}\) he or she meets the eligibility criteria again)).

(g) A youth enrolled in extended foster care may elect to receive a licensed foster care placement or may live independently. A youth who is not in a licensed foster care placement is eligible for a monthly supervised independent living subsidy effective the date the youth signs the voluntary placement agreement, agrees to dependency, or informs their social worker that they are living independently, whichever occurs first.

(h) The department shall pursue federal reimbursement, where appropriate, when a youth is residing in an approved supervised independent living setting. If the youth is not residing in an approved supervised independent living setting, the department is to work with the youth to help identify an appropriate living arrangement until the youth is living in a safe location approved by the department or the court. During this time, the department shall continue to pay the monthly supervised independent living subsidy.

(13) The department shall have authority to provide adoption support benefits on behalf of youth ages 18 to 21 years who achieved permanency through adoption at age 16 or older and who meet the criteria described in subsection (12)(b)(i) through (v) of this section.

(14) The department shall have the authority to provide guardianship subsidies on behalf of youth ages 18 to 21 who achieved permanency through guardianship and who meet the criteria described in subsection (12)(b)(i) through (v) of this section.

(15) The department shall refer cases to the division of child support whenever state

or federal funds are expended for the care and maintenance of a child, including a child with a developmental disability who is placed as a result of an action under chapter 13.34 RCW, unless the department finds that there is good cause not to pursue collection of child support against the parent or parents of the child. Cases involving individuals age ((eighteen))18 through ((twenty))20 shall not be referred to the division of child support unless required by federal law.

(16) The department shall have authority within funds appropriated for foster care services to purchase care for Indian children who are in the custody of a federally recognized Indian tribe or tribally licensed child-placing agency pursuant to parental consent, tribal court order, or state juvenile court order. The purchase of such care is exempt from the requirements of chapter 74.13B RCW and may be purchased from the federally recognized Indian tribe or tribally licensed child-placing agency, and shall be subject to the same eligibility standards and rates of support applicable to other children for whom the department purchases care.

Notwithstanding any other provision of RCW 13.32A.170 through 13.32A.200, 43.185C.295, 74.13.035, and 74.13.036, or of this section all services to be provided by the department under subsections (4), (7), and (9) of this section, subject to the limitations of these subsections, may be provided by any program offering such services funded pursuant to Titles II and III of the federal juvenile justice and delinquency prevention act of 1974.

(17) The department may, within funds appropriated for guardianship subsidies, provide subsidies for eligible guardians who are appointed as guardian of an Indian child by the tribal court of a federally recognized tribe located in Washington state, as defined in RCW 13.38.040. The provision of subsidies shall be subject to the same eligibility standards and rates of support applicable to other children for whom the department provides subsidies. To be eligible, the guardian must either be certified by a department-licensed childplacing agency or licensed by a federally recognized tribe located in Washington state that is a Title IV-E agency, as defined in 45 C.F.R. 1355.20.

(18) Within amounts appropriated for this specific purpose, the department shall provide preventive services to families with children that prevent or shorten the duration of an out-of-home placement.

(19) The department shall have authority to provide independent living services to youths, including individuals who have attained eighteen years of age, and have not attained twenty-three years of age, who are or have been in the department's care and custody, or who are or were nonminor dependents.

(20) The department shall consult at least quarterly with foster parents, including members of the foster parent association of Washington state, for the purpose of receiving information and comment regarding how the department is performing the duties and meeting the obligations

specified in this section and RCW 74.13.250 regarding the recruitment of foster homes, reducing foster parent turnover rates, providing effective training for foster parents, and administering a coordinated and comprehensive plan that strengthens services for the protection of children. Consultation shall occur at the regional and statewide levels.

(21)(a) The department shall, within current funding levels, place on its public website a document listing the duties and responsibilities the department has to a child subject to a dependency petition including, but not limited to, the following:

(i) Reasonable efforts, including the provision of services, toward reunification of the child with his or her family;

(ii) Sibling visits subject to the restrictions in RCW 13.34.136(2) (b) (ii);

(iii) Parent-child visits;

(iv) Statutory preference for placement with a relative or other suitable person, if appropriate; and

(v) Statutory preference for an out-of-home placement that allows the child to remain in the same school or school district, if practical and in the child's best interests.

(b) The document must be prepared in conjunction with a community-based organization and must be updated as needed.

- (22)(a) The department shall have the authority to purchase legal representation for parents or kinship caregivers, or both, of children who are at risk of being dependent, or who are dependent, to establish or modify a parenting plan under RCW 13.34.155 or chapter 26.09, 26.26A, or 26.26B RCW or secure orders establishing other relevant civil legal relationships authorized by law, when it is necessary for the child's safety, permanence, or well-being. The department's purchase of legal representation for kinship caregivers must be within the department's appropriations. This subsection does not create an entitlement to legal representation purchased by the department and does not create judicial authority to order the department to purchase legal representation for a parent or kinship caregiver. Such determinations are solely within the department's discretion. The term "kinship caregiver" as used in this section means a caregiver who meets the definition of "kin" in RCW 74.13.600(1), unless the child is an Indian child as defined in RCW 13.38.040 and 25 U.S.C. Sec. 1903. For an Indian child as defined in RCW 13.38.040 and 25 U.S.C. Sec. 1903, the term "kinship caregiver" as used in this section means a caregiver who is an "extended family member" as defined in RCW 13.38.040(8).
- (b) The department is encouraged to work with the office of public defense parent representation program and the office of civil legal aid to develop a cost-effective system for providing effective civil legal representation for parents and kinship caregivers if it exercises its authority under this subsection.

- Sec. 6. RCW 74.13.336 and 2018 c 34 s 4 are each amended to read as follows:
- (1) A youth who has reached age ((eighteen))18 years may request extended foster care services authorized under RCW 74.13.031 at any time before he or she reaches the age of ((twenty-one))21 years if.
- (a) The dependency proceeding of the youth was dismissed pursuant to RCW 13.34.267(((4+)))(5) at the time that he or she reached age ((eighteen))18 years; or
- (b) The court, after holding the dependency case open pursuant to RCW 13.34.267(1), has dismissed the case because the youth became ineligible for extended foster care services.
- (2) (a) Upon a request for extended foster care services by a youth pursuant to subsection (1) of this section, a determination that the youth is eligible for extended foster care services, and the completion of a voluntary placement agreement, the department shall provide extended foster care services to the youth.
- (b) In order to continue receiving extended foster care services after entering into a voluntary placement agreement with the department, the youth must agree to the entry of an order of dependency within (( $\frac{1}{1}$ )) 180 days of the date that the youth is placed in extended foster care pursuant to a voluntary placement agreement.
- (3) A youth may enter into a voluntary placement agreement for extended foster care services. A youth ((may transition among the eligibility categories identified in RCW 74.13.031 while under the same voluntary placement agreement, provided that the youth remains eligible for extended foster care services during the transition)) becomes eligible for extended foster care services as of the date the youth either signs an extended foster care agreement or voluntary placement agreement or turns 18, whichever occurs later. A youth may sign a voluntary placement agreement or an extended foster care agreement anytime within six months of the youth's 18th birthday, in which case the agreement will take effect on the youth's <u>18th birthday. A youth may sign a voluntary</u> placement agreement or agreement to participate in extended foster care at any time after turning 18. The youth may withdraw his or her consent to participate, at any time, including prior to their 18th birthday. A voluntary placement agreement may be signed by a dependent child or eligible youth over the age of <u>electronically.</u>
- (4) A youth who is not in a licensed foster care placement upon signing an extended foster care agreement or voluntary placement agreement, and who has turned 18 years old, shall receive their first supervised independent living subsidy within one month.
- ((<del>(4)</del>))(<u>5</u>) The department shall develop a program to make incentive payments to youth in extended foster care who participate in qualifying activities described in RCW 74.13.031(12)(b) (i) through (v). This program design must include stakeholder engagement from impacted communities. Subject to appropriations for this specific purpose, the department shall make incentive

payments to qualifying youth in addition to the supervised independent living subsidy, beginning by July 1, 2025.

(6) "Voluntary placement agreement," for the purposes of this section, means a written voluntary agreement ((between)) by a ((nonminor dependent)) youth who agrees to ((submit to the care and authority of the department for the purposes of participating in the)) participate in extended foster care ((program))."

Correct the title.

Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member; Callan; Dent; Goodman; Ortiz-Self and Taylor.

MINORITY recommendation: Do not pass. Signed by Representative Walsh.

MINORITY recommendation: Without recommendation. Signed by Representative Couture, Assistant Ranking Minority Member.

Referred to Committee on Appropriations

February 21, 2024

SB 5913

Prime Sponsor, Senator Valdez: Concerning communication between employees of state institutions of higher education and student athletes regarding name, image, and likeness use. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; , Assistant Ranking Minority Member; Gregerson; Low and Mena.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 5917

Prime Sponsor, Law & Justice: Concerning criminal penalties for bias-motivated defacement of private or public property. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; ; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 5920

Prime Sponsor, Health & Long Term Care: Lifting certificate of need requirements for psychiatric hospitals and beds. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier and Tharinger.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5934

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning pollinator habitat. Reported by Committee on Local Government

# MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 35.63 RCW to read as follows:

- (1) A city may encourage an applicant of a project permit or commercial building permit to include pollinator friendly plants in any landscaped area to the extent practicable by:
- (a) Providing the list of native forage plants as developed by the department of agriculture in compliance with RCW 39.04.410 to applicants for project permits;

(b) Providing information regarding the benefits of pollinators and pollinator habitat; and

- (c) Offering incentives, including expedited processing or reduced application fees, for permit applicants that include pollinator habitat as part of the permit application.
- (2) A city may set restrictions related to beehives, but may not adopt an ordinance banning beehives.
  - (3) For the purposes of this section:
- (a) "Commercial building permit" has the same meaning as defined in RCW 19.27.015.
- (b) "Pollinator habitat" means an area of land that is or may be developed as habitat beneficial for the feeding, nesting, and reproduction of all pollinators. "Pollinator habitat" does not include beehives, except for mason bee houses.
- (c) "Project permit" has the same meaning as defined in RCW 36.70B.020.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 35A.63 RCW to read as follows:

- (1) A code city may encourage an applicant of a project permit or commercial building permit to include pollinator friendly plants in any landscaped area to the extent practicable by:
- (a) Providing the list of native forage plants as developed by the department of agriculture in compliance with RCW 39.04.410 to applicants for project permits;

(b) Providing information regarding the benefits of pollinators and pollinator habitat; and

(c) Offering incentives, including expedited processing or reduced application fees, for permit applicants that include pollinator habitat as part of the permit application.

(2) A code city may set restrictions related to beehives, but may not adopt an ordinance banning beehives.

(3) For the purposes of this section:

(a) "Commercial building permit" has the same meaning as defined in RCW 19.27.015.

(b) "Pollinator habitat" means an area of land that is or may be developed as habitat beneficial for the feeding, nesting, and

reproduction of all pollinators. "Pollinator habitat" does not include beehives, except for mason bee houses.

(c) "Project permit" has the same meaning as defined in RCW 36.70B.020.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 36.70 RCW to read as

(1) A county may encourage an applicant of a project permit or commercial building permit to include pollinator friendly plants in any landscaped area to the extent practicable by:

(a) Providing the list of native forage plants as developed by the department of agriculture in compliance with RCW 39.04.410

to applicants for project permits;

(b) Providing information regarding the pollinators and pollinator benefits of habitat; and

- Offering incentives, (C) including expedited processing or reduced application fees, for permit applicants that include pollinator habitat as part of the permit application.
- (2) A county may set restrictions related to beehives, but may not adopt an ordinance banning beehives.
  - (3) For the purposes of this section:

(a) "Commercial building permit" has the same meaning as defined in RCW 19.27.015.

- (b) "Pollinator habitat" means an area of land that is or may be developed as habitat beneficial for the feeding, nesting, and reproduction of all pollinators. "Pollinator habitat" does not include beehives, except for mason bee houses.
- (c) "Project permit" has the same meaning as defined in RCW 36.70B.020.

Sec. 4. RCW 64.38.057 and 2020 c 9 s 2 are each amended to read as follows:

- (1) The governing documents may not prohibit the installation of drought resistant landscaping, pollinator habitat, including beehives compliant with local regulation, or wildfire ignition resistant landscaping. However, the governing documents may include reasonable rules regarding the placement and aesthetic appearance of drought resistant landscaping, pollinator habitat, or wildfire ignition resistant landscaping, as long as the rules do not render the use of drought resistant landscaping, pollinator habitat, or wildfire ignition resistant landscaping unreasonably costly or otherwise effectively infeasible.
- (2) If a property is located within the geographic designation of an order of a drought condition issued by the department of ecology under RCW 43.83B.405, an association may not sanction or impose a fine or assessment against an owner, or resident on the owner's property, for reducing or eliminating the watering of vegetation or lawns for the duration of the drought condition order.

(3) Nothing in this section may be construed to prohibit or restrict the establishment and maintenance of a fire buffer within the building ignition zone.

(4) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.

- (a) "Building ignition zone" means a building and surrounding area up to two hundred feet from the foundation.
- (b) "Drought resistant landscaping" means the use of any noninvasive vegetation adapted to arid or dry conditions, stone, or landscaping rock.
- "Firewise" means communities program developed by the national fire protection association, which encourages local solutions for wildfire safety by involving homeowners, community leaders, planners, developers, firefighters, and others in the effort to protect people and property from wildfire risks.

(d) "Pollinator habitat" means an area of land that is or may be developed as habitat beneficial for the feeding, nesting, and reproduction of all pollinators. "Pollinator habitat" does not include beehives, except

for mason bee houses.
(e) "Wildfire ignition resistant landscaping" includes:

(i) Any landscaping tools or techniques, or noninvasive vegetation, that do not readily ignite from a flame or other ignition source; or

(ii) The use of firewise methods to reduce ignition risk in a building ignition

Sec. 5. RCW 64.90.512 and 2020 c 9 s 4 are each amended to read as follows:

- (1) (a) The declaration of a interest ownership and any governing documents adopted by an association may not installation of drought prohibit the resistant landscaping, pollinator <u>habitat,</u> including beehives compliant with local regulation, or wildfire ignition resistant landscaping. However, the declaration or governing documents may include reasonable rules regarding the placement and aesthetic appearance of drought resistant landscaping  $_{L}$ pollinator habitat, or wildfire ignition resistant landscaping, as long as the rules do not render the use of drought resistant landscaping, pollinator habitat, or wildfire ignition resistant landscaping unreasonably costly or otherwise effectively infeasible.
- (b) This subsection does not apply to condominium associations.
- (2) If a property is located within the geographic designation of an order of a drought condition issued by the department of ecology under RCW 43.83B.405, an association may not impose a fine or assessment against an owner, or resident on the owner's property, for reducing or eliminating the watering of vegetation or lawns for the duration of the drought condition order.
- (3) Nothing in this section may be construed to prohibit or restrict establishment and maintenance of a buffer within the building ignition zone.

(4) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.

(a) "Building ignition zone" building and surrounding area up to two hundred feet from the foundation.

(b) "Drought resistant landscaping" means the use of any noninvasive vegetation adapted to arid or dry conditions, stone, or

landscaping rock.

"Firewise" (C) means the firewise program communities developed by the national fire protection association, which encourages local solutions for wildfire safety by involving homeowners, community leaders, planners, developers, firefighters, and others in the effort to protect people and property from wildfire risks.

(d) "Pollinator habitat" means an area of

(d) "Pollinator habitat" means an area of land that is or may be developed as habitat beneficial for the feeding, nesting, and reproduction of all pollinators. "Pollinator habitat" does not include beehives, except

for mason bee houses.

(e) "Wildfire ignition resistant

landscaping" includes:
 (i) Any landscaping tools or techniques, or noninvasive vegetation, that do not readily ignite from a flame or other ignition source; or

(ii) The use of firewise methods to reduce ignition risk in a building ignition

zone."

Correct the title.

Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 20, 2024

E2SSB 5937

Prime Sponsor, Ways & Means: Supporting crime victims and witnesses by promoting victim-centered, trauma-informed responses. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Appropriations

February 20, 2024

SB 5938

Prime Sponsor, Senator Wilson, C.: Modifying the community parenting alternative for eligible participants in the residential parenting program at the department of corrections. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

February 21, 2024

E2SSB 5955

Prime Sponsor, Ways & Means: Mitigating harm and improving equity in large port districts. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; ,

Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Capital Budget

February 21, 2024

SSB 5972

Prime Sponsor, Agriculture, Water, Natural Resources & Parks: Concerning the use of neonicotinoid pesticides. Reported by Committee on Agriculture & Natural Resources

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. (1) The legislature finds that pollinators, including bees, butterflies, and birds, play a critical role in sustaining biodiversity and ecosystem health. The legislature further finds that pollinators are vital to agricultural production in the state and that approximately 35 percent of food crops

depend upon pollinators.

(2) The legislature finds neonicotinoids are the most widely used pesticides in the world. Neonicotinoids are neonicotinoids less toxic to mammals and vertebrates than older insecticides and have beneficial uses such as those associated with pet care and veterinary treatment, personal care, indoor wood preservation, and pest control, insulation. structural However, neonicotinoids can be toxic to pollinators misapplication of neonicotinoids contributes to bee colony collapse and the decline of pollinator species. legislature intends to protect pollinators by restricting the use of neonicotinoids and supporting consumer education so that people do not inadvertently apply neonicotinoids in ways that are harmful to pollinators.

The legislature recognizes (3) agricultural production depends on reliable pest management and allows applications of neonicotinoids for agricultural production. Products designed to control pests in home gardens and landscapes that contain neonicotinoids should also be limited to applications that do not harm pollinators. Understandable information about the impact of products designed to manage pests in home gardens and landscapes on pollinators should be provided to customers. Private nonprofit organizations engaged in public outreach and education regarding the role of pollinators and pollinator health important partners in consumer education.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 15.58 RCW to read as follows:

- (1) Beginning January 1, 2026, a person may not use neonicotinoid pesticides on nonproduction outdoor ornamental plants, trees, and turf in this state, unless the application is made as part of a licensed application, a tree injection, or during the production of an agricultural commodity.
- (2) The director, upon identification of an urgent pest threat, may authorize the sale, possession, or use of neonicotinoid

pesticides that are restricted under subsection (1) of this section by written order. The director must make reasonable efforts to inform the public of the urgent pest threat identified. The written order must include:

(a) The urgent pest threat identified;

(b) The neonicotinoid pesticide to be used in addressing the urgent pest threat;

(c) All other less harmful pesticides or pest management practices considered that were not deemed to be effective in addressing the urgent pest threat;

(d) The geographic scope of the written order; and

(e) The duration that the order is in

effect, not to exceed one year.

- (3) By June 30, 2025, and every four years thereafter, the department shall review and update rules under RCW 15.58.040 to administer and enforce this chapter as those rules relate to neonicotinoid pesticides.
- (4) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.
- (a) "Agricultural commodity" means any plant, or part of a plant, or animal, or animal product, produced by farmers, ranchers, vineyardists, plant propagators, Christmas tree growers, aquaculturists, floriculturists, orchardists, foresters, or other persons primarily for sale, consumption, propagation, or other use by people or animals.
- (b) "Neonicotinoid pesticide" means any pesticide containing a chemical belonging to the neonicotinoid class of chemicals including, but not limited to, acetamiprid, clothianidin, dinotefuran, imidacloprid, nitenpyram, nithiazine, thiacloprid, thiamethoxam, or any other chemical designated by the department as belonging to the neonicotinoid class of chemicals.
- (c) "Urgent pest threat" means an occurrence of a pest that presents a significant risk of harm or injury to the environment or human health or significant harm, injury, or loss to agricultural crops including, but not limited to, an invasive species as defined in chapter 77.135 RCW."

Correct the title.

Signed by Representatives, Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Appropriations

February 20, 2024

ESSB 5983

Prime Sponsor, Health & Long Term Care: Implementing recommendations from the 2022 sexually transmitted infection and hepatitis B virus legislative advisory group for the treatment of syphilis. Reported by Committee on Health Care & Wellness

#### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

- "NEW SECTION. Sec. 1. (1) The legislature recognizes Washington's syphilis epidemic continues to grow, causing long-term health consequences and deaths that are preventable. Between 2019 and 2021, the number of reported syphilis cases in Washington state increased by 49 percent, while the number of cases of primary and secondary syphilis, an early stage infection characterized by a high risk of transmission, increased by 79 percent.
- (2) In 2021, the legislature funded the sexually transmitted infection and hepatitis B virus legislative advisory group which produced policy recommendations in 2022 that included allowing medical assistants with telehealth access to a supervising clinician to provide intramuscular injections for syphilis treatment. It is the intent of the legislature to increase access to syphilis treatment to populations with high rates of syphilis and who are at the most risk of serious health outcomes due to syphilis infection.

Sec. 2. RCW 18.360.010 and 2023 c 134 s 1 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

(1) "Administer" means the retrieval of

(1) "Administer" means the retrieval of medication, and its application to a patient, as authorized in RCW 18.360.050.

- (2) "Delegation" means direct authorization granted by a licensed health care practitioner to a medical assistant to perform the functions authorized in this chapter which fall within the scope of practice of the health care provider and the training and experience of the medical assistant.
- (3) "Department" means the department of health.
- (4) "Forensic phlebotomist" means a police officer, law enforcement officer, or employee of a correctional facility or detention facility, who is certified under this chapter and meets any additional training and proficiency standards of his or her employer to collect a venous blood sample for forensic testing pursuant to a search warrant, a waiver of the warrant requirement, or exigent circumstances.
  - (5) "Health care practitioner" means:
- (a) A physician licensed under chapter 18.71 RCW;
- (b) An osteopathic physician and surgeon licensed under chapter  $18.57\ \text{RCW};$  or
- (c) Acting within the scope of their respective licensure, a podiatric physician and surgeon licensed under chapter 18.22 RCW, a registered nurse or advanced registered nurse practitioner licensed under chapter 18.79 RCW, a naturopath licensed under chapter 18.36A RCW, a physician assistant licensed under chapter 18.71A RCW, or an optometrist licensed under chapter 18.53 RCW.
- (6) "Medical assistant-certified" means a person certified under RCW 18.360.040 who assists a health care practitioner with patient care, executes administrative and clinical procedures, and performs functions as provided in RCW 18.360.050 under the supervision of the health care practitioner.

- assistant-hemodialysis "Medical technician" means a person certified under RCW 18.360.040 who performs hemodialysis and other functions pursuant to RCW 18.360.050 under the supervision of a health care the supervision of a health care practitioner.
- "Medical assistant-phlebotomist" (8) a person certified under RCW means 18.360.040 who performs capillary, venous, and arterial invasive procedures for blood withdrawal and other functions pursuant to RCW 18.360.050 under the supervision of a health care practitioner.
- (9) "Medical assistant-registered" means a person registered under RCW 18.360.040 who, pursuant to an endorsement by a health practitioner, clinic, or group practice, assists a health care practitioner with patient care, executes administrative and clinical procedures, and performs functions as provided in RCW 18.360.050 under the supervision of the health care practitioner.
- (10) "Secretary" means the secretary of the department of health.
- (11)(a) "Supervision" means supervision of procedures permitted pursuant to this chapter by a health care practitioner who is present and is immediately physically in the facility, available except as provided in (b) and (c) of this subsection.
- (b) The health care practitioner does not need to be present during procedures to withdraw blood, administer vaccines, or obtain specimens for or perform diagnostic testing, but must be immediately available.
- (c)(i) During a telemedicine visit, supervision over a medical assistant assisting a health care practitioner with the telemedicine visit may be provided and through interactive audio telemedicine technology.
- (ii) When administering intramuscular <u>injections for the purposes of treating a</u> known or suspected syphilis infection in accordance with RCW 18.360.050, a medical <u>assistant-certified</u> or <u>medical</u> <u>assistant-</u> registered may be supervised through interactive audio or video telemedicine technology.
- Sec. 3. RCW 18.360.050 and 2023 c 134 s 3 are each amended to read as follows:
- (1) A medical assistant-certified may perform the following duties delegated by, and under the supervision of, a health care practitioner:
  - (a) Fundamental procedures:
  - (i) Wrapping items for autoclaving;
- (ii) Procedures for sterilizing equipment and instruments;
- (iii) Disposing of biohazardous materials; and
  - (iv) Practicing standard precautions.
  - (b) Clinical procedures:
- (i) Performing aseptic procedures in a setting other than a hospital licensed under chapter 70.41 RCW;
- (ii) Preparing of and assisting in sterile procedures in a setting other than a hospital under chapter 70.41 RCW; (iii) Taking vital signs;

  - (iv) Preparing patients for examination;

- blood Capillary venipuncture, and intradermal, subcutaneous, and intramuscular injections; and
- (vi) Observing and reporting patients' signs or symptoms.
  - (c) Specimen collection:
  - (i) Capillary puncture and venipuncture;
- Obtaining specimens (ii) microbiological testing; and
- (iii) Instructing patients in proper nnique to collect urine and fecal technique specimens.
  - (d) Diagnostic testing:
  - (i) Electrocardiography;
  - (ii) Respiratory testing; and
- (iii) (A) Tests waived under the federal clinical laboratory improvement amendments program on July 1, 2013. The department shall periodically update the tests authorized under this subsection (1)(d) based on changes made by the federal clinical laboratory improvement amendments program; and
- (B) Moderate complexity tests if the medical assistant-certified meets standards for personnel qualifications and responsibilities in compliance with federal regulation for nonwaived testing.
  - (e) Patient care:
- (i) Telephone and in-person screening limited to intake and gathering of information without requiring the exercise of judgment based on clinical knowledge;
  - (ii) Obtaining vital signs;
- (iii) Obtaining and recording patient history:
- (iv) Preparing and maintaining examination and treatment areas;
- (v) Preparing patients for, and assisting with, routine and specialty examinations, procedures, treatments, and minor office surgeries;
- (vi) Maintaining medication immunization records; and
- (vii) Screening and following up on test results as directed by a health care  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left($ practitioner.
- (f)(i) Administering medications. Α assistant-certified may only medical administer medications if the drugs are:
- (A) Administered only by unit or single dosage, or by a dosage calculated and verified by a health care practitioner. For purposes of this section, a combination or multidose vaccine shall be considered a unit dose:
- (B) Limited to legend drugs, vaccines, and Schedule III-V controlled substances as authorized by a health care practitioner under the scope of his or her license and consistent with rules adopted by the secretary under (f)(ii) of this subsection;
- (C) Administered pursuant to a written order from a health care practitioner.
- (ii) A medical assistant-certified may not administer experimental drugs or chemotherapy agents. The secretary may, by rule, further limit the drugs that may be administered under this subsection (1)(f). The rules adopted under this subsection must limit the drugs based on risk, class, or route.
- (iii) A medical assistant-certified may administer intramuscular injections for the purposes of treating known or suspected

syphilis infection without immediate supervision if a health care practitioner is providing supervision through interactive audio or video telemedicine technology in accordance with RCW 18.360.010(11)(c)(ii).

(g) Intravenous injections. A medical assistant-certified may establish intravenous lines for diagnostic or therapeutic purposes, without administering medications, under the supervision of a health care practitioner, and administer intravenous injections for diagnostic or therapeutic agents under the direct visual supervision of a health care practitioner if the medical assistant-certified meets minimum standards established by the secretary in rule. The minimum standards must be substantially similar to the qualifications for category D and F health care assistants as they exist on July 1, 2013.

(h) Urethral catheterization when

appropriately trained.

(2) A medical assistant-hemodialysis technician may perform hemodialysis when delegated and supervised by a health care practitioner. A medical assistant-hemodialysis technician may also administer drugs and oxygen to a patient when delegated and supervised by a health care practitioner and pursuant to rules adopted by the secretary.

(3) A medical assistant-phlebotomist may

perform:

(a) Capillary, venous, or arterial invasive procedures for blood withdrawal when delegated and supervised by a health care practitioner and pursuant to rules adopted by the secretary;

(b) Tests waived under the federal clinical laboratory improvement amendments program on July 1, 2013. The department shall periodically update the tests authorized under this section based on changes made by the federal clinical laboratory improvement amendments program;

(c) Moderate and high complexity tests if the medical assistant-phlebotomist meets standards for personnel qualifications and responsibilities in compliance with federal regulation for nonwaived testing; and

(d) Electrocardiograms.

- (4) A medical assistant-registered may perform the following duties delegated by, and under the supervision of, a health care practitioner:
  - (a) Fundamental procedures:

(i) Wrapping items for autoclaving;

- (ii) Procedures for sterilizing equipment
  and instruments;
- (iii) Disposing of biohazardous materials; and
  - (iv) Practicing standard precautions.
  - (b) Clinical procedures:
  - (i) Preparing for sterile procedures;

(ii) Taking vital signs;

- (iii) Preparing patients for examination; and
- (iv) Observing and reporting patients'
  signs or symptoms.

(c) Specimen collection:

(i) Obtaining specimens for microbiological testing; and

(ii) Instructing patients in proper technique to collect urine and fecal specimens. (d) Patient care:

(i) Telephone and in-person screening limited to intake and gathering of information without requiring the exercise of judgment based on clinical knowledge;

(ii) Obtaining vital signs;

(iii) Obtaining and recording patient
history;

(iv) Preparing and maintaining
examination and treatment areas;

- (v) Preparing patients for, and assisting with, routine and specialty examinations, procedures, treatments, and minor office surgeries, including those with minimal sedation. The department may, by rule, prohibit duties authorized under this subsection (4) (d) (v) if performance of those duties by a medical assistant-registered would pose an unreasonable risk to patient safety;
- (vi) Maintaining medication and immunization records; and
- (vii) Screening and following up on test
  results as directed by a health care
  practitioner.

(e) Diagnostic testing and

electrocardiography.

- (f) (i) Tests waived under the federal clinical laboratory improvement amendments program on July 1, 2013. The department shall periodically update the tests authorized under subsection (1)(d) of this section based on changes made by the federal clinical laboratory improvement amendments program.
- (ii) Moderate complexity tests if the medical assistant-registered meets standards for personnel qualifications and responsibilities in compliance with federal regulation for nonwaived testing.
- (g) Administering eye drops, topical ointments, and vaccines, including combination or multidose vaccines.
- (h) Urethral catheterization when appropriately trained.

(i) Administering medications:

- (i) A medical assistant-registered may only administer medications if the drugs are:
- (A) Administered only by unit or single dosage, or by a dosage calculated and verified by a health care practitioner. For purposes of this section, a combination or multidose vaccine shall be considered a unit dose;
- (B) Limited to legend drugs, vaccines, and Schedule III through V controlled substances as authorized by a health care practitioner under the scope of his or her license and consistent with rules adopted by the secretary under (i)(ii) of this subsection; and

(C) Administered pursuant to a written order from a health care practitioner.

- (ii) A medical assistant-registered may only administer medication for intramuscular injections. A medical assistant-registered may not administer experimental drugs or chemotherapy agents. The secretary may, by rule, further limit the drugs that may be administered under this subsection (4)(i). The rules adopted under this subsection must limit the drugs based on risk, class, or route.
- (j)(i) Intramuscular injections. A medical assistant-registered may administer

intramuscular injections for diagnostic or therapeutic agents under the immediate supervision of a health care practitioner if the medical assistant-registered meets minimum standards established by the secretary in rule.

(ii) A medical assistant-registered may administer intramuscular injections for the purposes of treating known or suspected syphilis infection without immediate supervision if a health care practitioner is providing supervision through interactive audio or video telemedicine technology in accordance with RCW 18.360.010(11)(c)(ii).

 $\underline{\text{NEW SECTION.}}$  Sec. 4. A new section is added to chapter 70.24 RCW to read as follows:

- (1) Notwithstanding any other law, a health care provider who diagnoses a case of sexually transmitted chlamydia, gonorrhea, or other sexuallv trichomoniasis, transmitted infection, as determined by the department or recommended in the most recent federal centers for disease control and prevention guidelines for the prevention or treatment of sexually transmitted diseases, in an individual patient may prescribe, dispense, furnish, or otherwise provide prescription antibiotic drugs to the individual patient's sexual partner partners without examination of that patient's partner or partners or having an established provider and patient relationship with the partner or partners. This practice shall be known as expedited partner therapy.
- (2) A health care provider may provide expedited partner therapy as outlined in subsection (1) of this section if all the following requirements are met:
- (a) The patient has a confirmed laboratory test result, or direct observation of clinical signs or assessment of clinical data by a health care provider confirming the person has, or is likely to have, a sexually transmitted infection;
- (b) The patient indicates that the individual has a partner or partners with whom the patient has engaged in sexual activity within the 60-day period immediately before the diagnosis of a sexually transmitted infection; and
- (c) The patient indicates that the partner or partners of the individual are unable or unlikely to seek clinical services in a timely manner.
- (3) A prescribing health care provider may prescribe, dispense, furnish, or otherwise provide medication to the diagnosed patient as outlined in subsection (1) of this section for the patient to deliver to the exposed sexual partner or partners of the patient in order to prevent reinfection in the diagnosed patient.
- (4) If a health care provider does not have the name of a patient's sexual partner for a drug prescribed under subsection (1) of this section, the prescription shall include the words "expedited partner therapy" or "EPT."
- (5) A health care provider shall not be liable in a medical malpractice action or professional disciplinary action if the health care provider's use of expedited

partner therapy is in compliance with this section, except in cases of intentional misconduct, gross negligence, or wanton or reckless activity.

reckless activity.
(6) The department may adopt rules

necessary to implement this section.

(7) For the purpose of this section, "health care provider" means a physician under chapter 18.71 RCW, an osteopathic physician or an osteopathic physician and surgeon under chapter 18.57 RCW, or a registered nurse, advanced registered nurse practitioner, or licensed practical nurse under chapter 18.79 RCW.

NEW SECTION. Sec. 5. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

Correct the title.

Signed by Representatives, Chair; Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier and Tharinger.

Referred to Committee on Rules for second reading

February 21, 2024

ESSB 5985

Prime Sponsor, Law & Justice: Concerning firearms background check program. Reported by Committee on Civil Rights & Judiciary

## MAJORITY recommendation: Do pass as amended.

"Sec. 1. RCW 9.41.010 and 2023 c 295 s 2, 2023 c 262 s 1, and 2023 c 162 s 2 are each reenacted and amended to read as follows:

Unless the context clearly requires otherwise, the definitions in this section

apply throughout this chapter.

- (1) "Antique firearm" means a firearm or replica of a firearm not designed or redesigned for using rim fire or conventional center fire ignition with fixed ammunition and manufactured in or before 1898, including any matchlock, flintlock, percussion cap, or similar type of ignition system and also any firearm using fixed ammunition manufactured in or before 1898, for which ammunition is no longer manufactured in the United States and is not readily available in the ordinary channels of commercial trade.
  - (2) (a) "Assault weapon" means:
- (i) Any of the following specific firearms regardless of which company produced and manufactured the firearm:

AK-47 in all forms

AK-74 in all forms

Algimec AGM-1 type semiautomatic

American Arms Spectre da semiautomatic carbine
AR15, M16, or M4 in all forms
AR 180 type semiautomatic
Argentine L.S.R. semiautomatic
Australian Automatic
Auto-Ordnance Thompson M1 and 1927
semiautomatics
Barrett .50 cal light semiautomatic
Barrett .50 cal M87
Barrett .50 cal M107A1
Barrett REC7
Beretta AR70/S70 type semiautomatic
Bushmaster Carbon 15
Bushmaster ACR
Bushmaster XM-15
Bushmaster MOE
Calico models M100 and M900
CETME Sporter
CIS SR 88 type semiautomatic
Colt CAR 15
Daewoo K-1
Daewoo K-2
Dragunov semiautomatic
Fabrique Nationale FAL in all forms
Fabrique Nationale F2000
Fabrique Nationale L1A1 Sporter
Fabrique Nationale M249S
Fabrique Nationale PS90
Fabrique Nationale SCAR
FAMAS .223 semiautomatic
Galil
Heckler & Koch G3 in all forms
Heckler & Koch HK-41/91
Heckler & Koch HK-43/93
Heckler & Koch HK94A2/3
Heckler & Koch MP-5 in all forms
Heckler & Koch PSG-1
Heckler & Koch SL8
Heckler & Koch UMP
Manchester Arms Commando MK-45
Manchester Arms MK-9
SAR-4800
SIG AMT SG510 in all forms
SIG SG550 in all forms
SKS
Spectre M4

- overall length of less than 30 inches;
- (iii) A conversion kit, part, combination of parts, from which an assault weapon can be assembled or from which a firearm can be converted into an assault weapon if those parts are in the possession or under the control of the same person; or
- (iv) A semiautomatic, center fire rifle that has the capacity to accept a detachable magazine and has one or more of following:
- (A) A grip that is independent or detached from the stock that protrudes conspicuously beneath the action of the weapon. The addition of a fin attaching the grip to the stock does not exempt the grip if it otherwise resembles the grip found on a pistol;
  - (B) Thumbhole stock;
  - (C) Folding or telescoping stock;
- (D) Forward pistol, vertical, angled, or other grip designed for use by the nonfiring hand to improve control;
- (E) Flash suppressor, flash guard, flash eliminator, flash hider, sound suppressor, silencer, or any item designed to reduce the visual or audio signature of the firearm;
- (F) Muzzle brake, recoil compensator, or any item designed to be affixed to the barrel to reduce recoil or muzzle rise;
- (G) Threaded barrel designed to attach a flash suppressor, sound suppressor, muzzle
  break, or similar item;
- (H) Grenade launcher or flare launcher;
- (I) A shroud that encircles either all or part of the barrel designed to shield the bearer's hand from heat, except a solid forearm of a stock that covers only the bottom of the barrel;
- (v) A semiautomatic, center fire rifle that has a fixed magazine with the capacity to accept more than 10 rounds;
- (vi) A semiautomatic pistol that has the capacity to accept a detachable magazine and has one or more of the following:
- (A) A threaded barrel, capable of accepting a flash suppressor, forward handgrip, or silencer;
  - (B) A second hand grip;

- (C) A shroud that encircles either all or part of the barrel designed to shield the bearer's hand from heat, except a solid forearm of a stock that covers only the bottom of the barrel; or
- (D) The capacity to accept a detachable magazine at some location outside of the pistol grip;
- (vii) A semiautomatic shotgun that has any of the following:

(A) A folding or telescoping stock;

- (B) A grip that is independent or detached from the stock that protrudes conspicuously beneath the action of the weapon. The addition of a fin attaching the grip to the stock does not exempt the grip if it otherwise resembles the grip found on a pistol;
  - (C) A thumbhole stock;
- (D) A forward pistol, vertical, angled, other grip designed for use by the nonfiring hand to improve control;
- (E) A fixed magazine in excess of seven rounds; or
  - (F) A revolving cylinder shotgun.
- (b) For the purposes of this subsection, "fixed magazine" means an ammunition feeding device contained in, or permanently attached to, a firearm in such a manner that the device cannot be removed without disassembly of the firearm action.
- "Assault weapon" does not include (C) antique firearms, any firearm that has been made permanently inoperable, or any firearm that is manually operated by bolt, pump, lever, or slide action.
- (3) "Assemble" means to fit together component parts.
- (4) "Barrel length" means the distance from the bolt face of a closed action down the length of the axis of the bore to the crown of the muzzle, or in the case of a barrel with attachments to the end of any legal device permanently attached to the end of the muzzle.
- (5) "Bump-fire stock" means a butt stock designed to be attached to a semiautomatic firearm with the effect of increasing the rate of fire achievable with the semiautomatic firearm to that of a fully automatic firearm by using the energy from the recoil of the firearm to generate reciprocating action t.hat. facilitates repeated activation of the trigger.
- (6) "Conviction" or "convicted" means, whether in an adult court or adjudicated in a juvenile court, that a plea of guilty has been accepted or a verdict of guilty has been filed, or a finding of guilt has been entered, notwithstanding the pendency of any proceedings including, but not limited to, sentencing or disposition, posttrial or post-fact-finding motions, and appeals. "Conviction" includes a dismissal entered after a period of probation, suspension, or deferral of sentence, and also includes equivalent dispositions by in jurisdictions t.han courts other Washington state.
  - (7) "Crime of violence" means:
- (a) Any of the following felonies, as now existing or hereafter amended: Any felony defined under any law as a class A felony or an attempt to commit a class A felony, criminal solicitation of or criminal conspiracy to commit a class A felony,

- manslaughter in the first. manslaughter in the second degree, indecent liberties if committed by compulsion, kidnapping in the second degree, arson in the second degree, assault in the second degree, assault of a child in the second degree, extortion in the first degree, burglary in the second degree, residential burglary, and robbery in the second degree;
- (b) Any conviction for a felony offense in effect at any time prior to June 6, 1996, which is comparable to a felony classified as a crime of violence in (a) of this subsection; and
- (c) Any federal or out-of-state conviction for an offense comparable to a felony classified as a crime of violence under (a) or (b) of this subsection.
  - (8) "Curio or relic" has the same meaning
- as provided in 27 C.F.R. Sec. 478.11.
  (9) "Dealer" means a person engaged in the business of selling firearms wholesale or retail who has, or is required to have, a federal firearms license under 18 U.S.C. Sec. 923(a). A person who does not have, and is not required to have, a federal firearms license under 18 U.S.C. Sec. 923(a), is not a dealer if that person makes only occasional sales, exchanges, or purchases of firearms for the enhancement of a personal collection or for a hobby, or sells all or part of his or her personal collection of firearms.
- "Detachable magazine" means ammunition feeding device that can be loaded or unloaded while detached from a firearm and readily inserted into a firearm.
- (11) "Distribute" means to give out, provide, make available, or deliver a firearm or large capacity magazine to any person in this state, with or without consideration, whether the distributor is in-state or out-of-state. "Distribute" includes, but is not limited to, filling orders placed in this state, online or otherwise. "Distribute" also includes causing a firearm or large capacity magazine to be delivered in this state.
- (12) "Domestic violence" has the same meaning as provided in RCW 10.99.020.
- (13) "Family or household member" has the same meaning as in RCW 7.105.010.
- (14) "Federal firearms dealer" means a licensed dealer as defined in 18 U.S.C. Sec. 921 (a) (11).
- (15) "Federal firearms importer" means a licensed importer as defined in 18 U.S.C. Sec. 921(a)(9).
- "Federal (16)firearms manufacturer" means a licensed manufacturer as defined in
- 18 U.S.C. Sec. 921(a)(10). (17) "Felony" means any felony offense under the laws of this state or any federal or out-of-state offense comparable to a felony offense under the laws of this state.
- (18) "Felony firearm offender" means a person who has previously been convicted or found not guilty by reason of insanity in this state of any felony firearm offense. A person is not a felony firearm offender under this chapter if any and all qualifying offenses have been the subject of an expungement, pardon, annulment, certificate, or rehabilitation, or other equivalent procedure based on a finding of the

rehabilitation of the person convicted or a pardon, annulment, or other equivalent procedure based on a finding of innocence.

- (19) "Felony firearm offense" means:
  (a) Any felony offense that violation of this chapter;
  - (b) A violation of RCW 9A.36.045;
  - (c) A violation of RCW 9A.56.300;
  - (d) A violation of RCW 9A.56.310;
- (e) Any felony offense if the offender was armed with a firearm in the commission of the offense.
- (20) "Firearm" means a weapon or device from which a projectile or projectiles may be fired by an explosive such as gunpowder. For the purposes of RCW 9.41.040, "firearm" includes frames and receivers. "Firearm" does not include a flare gun or other pyrotechnic visual distress signaling device, or a powder-actuated tool or other device designed solely to be used for construction purposes.
  (21)(a) "Frame or receiver" means a part
- of a firearm that, when the complete firearm is assembled, is visible from the exterior and provides housing or a structure designed to hold or integrate one or more fire control components, even if pins or other attachments are required to connect the fire control components. Any such part identified with a serial number shall be presumed, absent an official determination by the bureau of alcohol, tobacco, firearms, and explosives or other reliable evidence to the contrary, to be a frame or receiver.
- (b) For purposes of this subsection, "fire control component" means a component necessary for the firearm to initiate, complete, or continue the firing sequence, including any of the following: Hammer, bolt, bolt carrier, breechblock, cylinder, trigger mechanism, firing pin, striker, or slide rails.
- "Gun" has the same meaning as (22)firearm.
- (23) "Import" means to move, transport, or receive an item from a place outside the the territorial limits of state of Washington to a place inside the territorial limits of the state of Washington. "Import" does not mean situations where an individual possesses a large capacity magazine or assault weapon when departing from, and returning to, Washington state, so long as the individual is returning to Washington in possession of the same large capacity magazine or assault weapon the individual transported out of state.

(24) "Intimate partner" has the same meaning as provided in RCW 7.105.010.

- (25) "Large capacity magazine" means an ammunition feeding device with the capacity to accept more than 10 rounds of ammunition, or any conversion kit, part, or combination of parts, from which such a device can be assembled if those parts are in possession of or under the control of the same person, but shall not be construed to include any of the following:
- (a) An ammunition feeding device that has been permanently altered so that it cannot accommodate more than 10 rounds ammunition;
- (b) A 22 caliber tube ammunition feeding device; or

- (c) A tubular magazine that is contained in a lever-action firearm.
- (26) "Law enforcement officer" includes a general authority Washington peace officer as defined in RCW 10.93.020, or a specially commissioned Washington peace officer as defined in RCW 10.93.020. "Law enforcement officer" also includes a limited authority Washington peace officer as defined in RCW 10.93.020 if such officer is duly authorized by his or her employer to carry a concealed pistol.
- (27) "Lawful permanent resident" has the same meaning afforded a person "lawfully admitted for permanent residence" in 8 U.S.C. Sec. 1101(a)(20).
- (28) "Licensed collector" means a person who is federally licensed under 18 U.S.C. Sec. 923(b).
- (29) "Licensed dealer" means a person who is federally licensed under 18 U.S.C. Sec. 923(a).
  - (30) "Loaded" means:
- (a) There is a cartridge in the chamber of the firearm;
- (b) Cartridges are in a clip that is locked in place in the firearm;
- (c) There is a cartridge in the cylinder of the firearm, if the firearm is revolver;
- (d) There is a cartridge in the tube or magazine that is inserted in the action; or
- (e) There is a ball in the barrel and the firearm is capped or primed if the firearm is a muzzle loader.
- (31) "Machine gun" means any firearm known as a machine gun, mechanical rifle, submachine gun, or any other mechanism or instrument not requiring that the trigger be pressed for each shot and having a reservoir clip, disc, drum, belt, or other separable mechanical device for storing, carrying, or supplying ammunition which can be loaded into the firearm, mechanism, or instrument, and fired therefrom at the rate of five or more shots per second.
- (32) "Manufacture" means, with respect to a firearm or large capacity magazine, the fabrication, making, formation, production, or construction of a firearm or large capacity magazine, by manual labor or by machinery.
- (33) "Mental health professional" means a psychiatrist, psychologist, or physician assistant working with a supervising assistant working with a supervising psychiatrist, psychiatric advanced registered registered nurse practitioner, psychiatric social worker, mental healt.h nurse. counselor, marriage and family therapist, or such other mental health professionals as may be defined in statute or by rules adopted by the department of health pursuant to the provisions of chapter 71.05 RCW.
- (34) "Nonimmigrant alien" means a person defined as such in 8 U.S.C. Sec. 1101(a) (15).
- (35)"Person" means any individual, corporation, company, association, firm, partnership, club, organization, society, joint stock company, or other legal entity.
- (36) "Pistol" means any firearm with a barrel less than 16 inches in length, or is designed to be held and fired by the use of a single hand.
- (37) "Rifle" means a weapon designed or redesigned, made or remade, and intended to

be fired from the shoulder and designed or redesigned, made or remade, and intended to use the energy of the explosive in a fixed metallic cartridge to fire only a single projectile through a rifled bore for each single pull of the trigger.

(38) "Sale" and "sell" mean the actual approval of the delivery of a firearm in consideration of payment or promise of

payment.

(39) "Secure gun storage" means:

- (a) A locked box, gun safe, or other secure locked storage space that is designed to prevent unauthorized use or discharge of a firearm; and
- (b) The act of keeping an unloaded firearm stored by such means.
- (40) "Semiautomatic" means any firearm which utilizes a portion of the energy of a firing cartridge to extract the fired cartridge case and chamber the next round, and which requires a separate pull of the trigger to fire each cartridge.
- (41)(a) "Semiautomatic assault rifle" means any rifle which utilizes a portion of the energy of a firing cartridge to extract the fired cartridge case and chamber the next round, and which requires a separate pull of the trigger to fire each cartridge.
- (b) "Semiautomatic assault rifle" does not include antique firearms, any firearm that has been made permanently inoperable, or any firearm that is manually operated by bolt, pump, lever, or slide action.
- bolt, pump, lever, or slide action.

  (42) "Serious offense" means any of the following felonies or a felony attempt to commit any of the following felonies, as now existing or hereafter amended:

(a) Any crime of violence;

- (b) Any felony violation of the uniform controlled substances act, chapter 69.50 RCW, that is classified as a class B felony or that has a maximum term of imprisonment of at least 10 years;
- (c) Child molestation in the second degree;
- (d) Incest when committed against a child under age 14;
  - (e) Indecent liberties;
  - (f) Leading organized crime;
- (g) Promoting prostitution in the first degree;
  - (h) Rape in the third degree;
  - (i) Drive-by shooting;
  - (j) Sexual exploitation;
- (k) Vehicular assault, when caused by the operation or driving of a vehicle by a person while under the influence of intoxicating liquor or any drug or by the operation or driving of a vehicle in a reckless manner;
- (1) Vehicular homicide, when proximately caused by the driving of any vehicle by any person while under the influence of intoxicating liquor or any drug as defined by RCW 46.61.502, or by the operation of any vehicle in a reckless manner;
- (m) Any other class B felony offense with a finding of sexual motivation, as "sexual motivation" is defined under RCW 9.94A.030;
- (n) Any other felony with a deadly weapon verdict under RCW 9.94A.825;
- (o) Any felony offense in effect at any time prior to June 6, 1996, that is comparable to a serious offense, or any federal or out-of-state conviction for an

offense that under the laws of this state would be a felony classified as a serious offense;

- (p) Any felony conviction under RCW 9.41.115; or
- (q) Any felony charged under RCW 46.61.502(6) or 46.61.504(6).
- (43) "Sex offense" has the same meaning as provided in RCW 9.94A.030.
- (44) "Short-barreled rifle" means a rifle having one or more barrels less than 16 inches in length and any weapon made from a rifle by any means of modification if such modified weapon has an overall length of less than 26 inches.
- (45) "Short-barreled shotgun" means a shotgun having one or more barrels less than 18 inches in length and any weapon made from a shotgun by any means of modification if such modified weapon has an overall length of less than 26 inches.
- (46) "Shotgun" means a weapon with one or more barrels, designed or redesigned, made or remade, and intended to be fired from the shoulder and designed or redesigned, made or remade, and intended to use the energy of the explosive in a fixed shotgun shell to fire through a smooth bore either a number of ball shot or a single projectile for each single pull of the trigger.
- (47) "Substance use disorder professional" means a person certified under chapter 18.205 RCW.
- (48) "Transfer" means the intended delivery of a firearm to another person without consideration of payment or promise of payment including, but not limited to, gifts and loans. "Transfer" does not include the delivery of a firearm owned or leased by an entity licensed or qualified to do business in the state of Washington to, or return of such a firearm by, any of that entity's employees or agents, defined to include volunteers participating in an honor guard, for lawful purposes in the ordinary course of business.
- (49) "Undetectable firearm" means any firearm that is not as detectable as 3.7 ounces of 17-4 PH stainless steel by walkthrough metal detectors or magnetometers commonly used at airports or any firearm where the barrel, the slide or cylinder, or the frame or receiver of the firearm would not generate an image that accurately depicts the shape of the part when examined by the types of X-ray machines commonly used at airports.
- (50) (a) "Unfinished frame or receiver" means a frame or receiver that is partially complete, disassembled, or inoperable, that:
  (i) Has reached a stage in manufacture where it may readily be completed, assembled, converted, or restored to a functional state; or (ii) is marketed or sold to the public to become or be used as the frame or receiver of a functional firearm once finished or completed, including without limitation products marketed or sold to the public as an 80 percent frame or receiver or unfinished frame or receiver.
  - (b) For purposes of this subsection:
- (i) "Readily" means a process that is fairly or reasonably efficient, quick, and easy, but not necessarily the most efficient, speedy, or easy process. Factors relevant in making this determination, with

no single one controlling, include the following: (A) Time, i.e., how long it takes  ${\sf takes}$ to finish the process; (B) ease, i.e., how difficult it is to do so; (C) expertise, i.e., what knowledge and skills are required; (D) equipment, i.e., what tools are required; (E) availability, i.e., whether additional parts are required, and how easily they can be obtained; expense, i.e., how much it costs; (G) scope, i.e., the extent to which the subject of the process must be changed to finish it; and (H) feasibility, i.e., whether the process would damage or destroy the subject of the

process, or cause it to malfunction.
(ii) "Partially complete," as it modifies frame or receiver, means a forging, casting, printing, extrusion, machined body, similar article that has reached a stage in manufacture where it is clearly identifiable as an unfinished component part of a

firearm.

(51) "Unlicensed person" means any person who is not a licensed dealer under this

chapter.

"Untraceable firearm" means (52)firearm manufactured after July 1, 2019, that is not an antique firearm and that cannot be traced by law enforcement by means of a serial number affixed to the firearm by a federal firearms manufacturer, federal firearms importer, or federal firearms dealer in compliance with all federal laws and regulations.

(53) "Washington state patrol firearms background check program" means the division within the state patrol that conducts background checks for all firearm transfers and the disposition of firearms.

Sec. 2. RCW 9.41.049 and 2020 c 302 s 61 are each amended to read as follows:

(1) When a designated crisis responder files a petition for initial detention under RCW 71.05.150 or 71.05.153 on the grounds that the person presents a likelihood of serious harm, the petition shall include a copy of the person's driver's license or identicard or comparable information such as their name, address, and date of birth. If the person is not subsequently committed for involuntary treatment under RCW 71.05.240, the court shall forward within three business days of the probable cause hearing a copy of the person's driver's license or identicard, or comparable information, along with the date of release from the facility, to the department of licensing and to the Washington state patrol firearms background check program, who shall forward the information to the national instant criminal background check system index, denied persons file, created by the federal Brady handgun violence prevention act (P.L. 103-159). Upon expiration of the six-month period during which the person's right to possess a firearm is suspended as provided in RCW 71.05.182, the Washington state patrol ((shall forward to the national instant criminal background check system index, denied persons file, notice that the person's right to possess a firearm has been restored)) firearms background check program must remove the person from the national instant criminal background check system.

(2) Upon receipt of the information provided for by subsection (1) of this section, the department of licensing shall determine if the detained person has a concealed pistol license. If the person does have a concealed pistol license, department of licensing shall immediately notify the license-issuing authority, which, upon receipt of such notification, shall immediately suspend the license for a period of six months from the date of the person's release from the facility.

(3) A person who is prohibited from possessing a firearm by reason of having been detained under RCW 71.05.150 or 71.05.153 may, upon discharge, petition the superior court to have his or her right to possess a firearm restored before the sixmonth suspension period has elapsed by following the procedures provided in RCW

9.41.047(3).

Sec. 3. RCW 9.41.111 and 2020 c 36 s 1 are each amended to read as follows:

(1) Beginning on the date that is thirty days after the Washington state patrol issues a notification to dealers that a state firearms background check system is established within the Washington state patrol, a dealer shall use the state firearms background check system to conduct background checks for purchases or transfers of firearm frames or receivers in accordance with this section.

 $((\frac{a}{a}))$  A dealer may not deliver a firearm frame or receiver to a purchaser or transferee unless the dealer first conducts a background check of the applicant through the state firearms background check system and the requirements  $((\frac{or}{}))$  and time periods in RCW 9.41.092  $((\frac{1}{1}))$  have been satisfied.

((<del>(b)</del>))<u>(3)</u> When processing an application for the purchase or transfer of a firearm frame or receiver, a dealer shall comply with the application, recordkeeping, and other requirements of this chapter that apply to the sale or transfer of a pistol.

receiver shall constitute a waiver of confidentiality and written request that the care authority, mental health tions, and other health care health institutions, facilities release, to an inquiring court, law enforcement agency, or ((the state)) the Washington state patrol firearms background check program, information relevant to the applicant's eligibility to possess a firearm. Any mental health information received by a court, law enforcement agency, or ((the state))the Washington state patrol firearms background check program pursuant to this section shall not be disclosed except as provided in RCW 42.56.240(4).

 $((\frac{d}{d}))(5)$  The department of licensing shall keep copies or records of applications for the purchase or transfer of a firearm frame or receiver and copies or records of firearm frame or receiver transfers in the same manner as pistol and semiautomatic assault rifle application and transfer records under RCW 9.41.129.

((<del>(e)</del>))<u>(6)</u> A person who knowingly makes a false statement regarding identity or eligibility requirements on the application

to purchase a firearm frame or receiver is guilty of false swearing under 9A.72.040.

 $((\frac{f}{f}))(7)$  This section does not apply to sales or transfers of firearm frames or receivers to licensed dealers.

((<del>(2)</del> For the purposes of this section, "firearm frame or receiver" means the federally regulated part of a firearm that provides housing for the hammer, bolt or breechblock, and firing mechanism, and which is usually threaded at its forward portion to receive the barrel.))

Sec. 4. RCW 9.41.114 and 2020 c 28 s 5 are each amended to read as follows:

Upon denying an application for the purchase or transfer of a firearm as a result of a background check by the Washington state patrol firearms background check program or completed and submitted
firearm purchase or transfer application that indicates the applicant is ineligible to possess a firearm under state or federal law, the dealer shall:

(1) Provide the applicant with a copy of a notice form generated and distributed by Washington state patrol <u>firearms</u> background check program under 43.43.823(6), informing denied applicants of their right to appeal the denial; and

(2) Retain the original records of the attempted purchase or transfer of a firearm for a period not less than six years.

**Sec. 5.** RCW 9.41.350 and 2023 c 262 s 3 are each amended to read as follows:

(1) A person may file a voluntary waiver of firearm rights, either in writing or electronically, with the clerk of the court in any county in Washington state. The clerk of the court must request a physical or scanned copy of photo identification to verify the person's identity prior to accepting the form. The person filing the form may provide the name of a family professional, mental health member, substance use disorder professional, or alternate person to be contacted if the filer attempts to purchase a firearm while the voluntary waiver of firearm rights is in effect or if the filer applies to have the voluntary waiver revoked. The clerk of the court must immediately give notice to the person filing the form and any listed family mental health professional, substance use disorder professional, or alternate person if the filer's voluntary waiver of firearm rights has been accepted. The notice must state that the filer's possession or control of a firearm is unlawful under RCW 9.41.040(7) and that any firearm in the filer's possession or control should be surrendered immediately. By the end of the business day, the clerk of the court must transmit the accepted form to the Washington state patrol firearms background check program. The Washington state patrol firearms background check program must enter the voluntary waiver of firearm rights into the national instant criminal background check system and any other federal or state computer-based systems used by enforcement agencies or others to identify prohibited purchasers of firearms within

twenty-four hours of receipt of the form. Copies and records of the voluntary waiver  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left($ of firearm rights shall not be disclosed

except to law enforcement agencies.

(2) A filer of a voluntary waiver of firearm rights may update the contact information for any family member, mental health professional, substance use disorder professional, or alternate person provided under subsection (1) of this section by making an electronic or written request to the clerk of the court in the same county where the voluntary waiver of firearm rights was filed. The clerk of the court must request a physical or scanned copy of photo identification to verify the person's identity prior to updating the contact information on the form. By the end of the business day, the clerk of the court must transmit the updated contact information to the Washington state patrol.

- (3) No sooner than seven calendar days after filing a voluntary waiver of firearm rights, the person may file a revocation of the voluntary waiver of firearm rights, either in writing or electronically, in the same county where the voluntary waiver of firearm rights was filed. The clerk of the court must request a physical or scanned copy of photo identification to verify the person's identity prior to accepting the form. By the end of the business day, the clerk of the court must transmit the form to the Washington state patrol  $\underline{\text{firearms}}$   $\underline{\text{background check program}}$  and to any family mental health professional, member, substance use disorder professional, or alternate person listed on the voluntary waiver of firearm rights. Within seven days of receiving a revocation of a voluntary waiver of firearm rights, the Washington state patrol <u>firearms background check</u> program must remove the person from the national instant criminal background check system, and any other federal or state computer-based systems used by law enforcement agencies or others to identify prohibited purchasers of firearms in which the person was entered, unless the person is otherwise ineligible to possess a firearm under RCW 9.41.040, and destroy all records of the voluntary waiver.
- (4) A person who knowingly makes a false statement regarding their identity on the voluntary waiver of firearm rights form or revocation of waiver of firearm rights form is guilty of false swearing under RCW 9A.72.040.
- (5) Neither a voluntary waiver of firearm rights nor a revocation of a voluntary waiver of firearm rights shall be considered by a court in any legal proceeding.
- (6) A voluntary waiver of firearm rights may not be required of an individual as a condition for receiving employment, benefits, or services.
- (7) All records obtained and all reports produced, as required by this section, are not subject to disclosure through the public records act under chapter 42.56 RCW.
- **Sec. 6.** RCW 43.43.823 and 2020 c 28 s 6 are each amended to read as follows:
- (1) The Washington state patrol firearms background check program shall report each

instance where an application for the purchase or transfer of a firearm is denied as the result of a background check that indicates the applicant is ineligible to possess a firearm to the local law enforcement agency in the jurisdiction where the attempted purchase or transfer took place. The reported information must include identifying information of the applicant, the date of the application and denial of the application, the basis for the denial of the application, and other information deemed appropriate by the Washington state patrol firearms background check program.

(2) The Washington state patrol firearms background check program must incorporate the information concerning any person whose application for the purchase or transfer of a firearm is denied as the result of a background check into its electronic database accessible to law enforcement agencies and officers, including federally recognized Indian tribes, that have a connection to the Washington state patrol firearms background check program electronic database.

(3) Upon appeal of a background check denial, the Washington state patrol  $\underline{firearms}$ background check program shall immediately remove the record of the person from its electronic database accessible to law enforcement agencies and officers and keep a separate record of the person's information until such time as the appeal has been resolved. If the appeal is denied, the Washington state patrol firearms background check program shall put the person's
background check denial information back in its electronic database accessible to law enforcement agencies and officers.

(4) Upon receipt of satisfactory proof that a person is no longer ineligible to possess a firearm under state or federal law, the Washington state patrol firearms background check program must remove any record of the person's denied firearms purchase or transfer application from its electronic database accessible t.o law

enforcement agencies and officers.

(5) In any case where the purchase or transfer of a firearm is initially denied as the result of a background check that indicates the applicant is ineligible to possess a firearm, but the purchase or transfer is subsequently approved, the Washington state patrol firearms background check program must remove any record of the person's denied firearms purchase or transfer application from its electronic database accessible to law enforcement agencies and officers within five business days and report the subsequent approval to the local law enforcement agency that received notification of the original denial.

(6) The Washington state patrol firearms background check program shall generate and distribute a notice form to all firearm dealers, to be provided by the dealers to applicants denied the purchase or transfer of a firearm as a result of a background check that indicates the applicant is ineligible to possess a firearm. The notice form must contain the following statements:

State law requires that the Washington state patrol transmit the following information to the local law enforcement agency as a result of your firearm purchase or transfer denial within five days of the denial:

(a) Identifying information applicant;

(b) The date of the application and denial of the application;

(c) The basis for the denial; and

(d) Other information as determined by Washington state patrol <u>firearms</u> background check program.

If you believe this denial is in error, and you do not exercise your right to appeal, you may be subject to criminal investigation by the Washington state patrol and/or a local law enforcement agency.

The notice form shall also contain information directing the applicant to a website describing the process of appealing a background check system denial and refer the applicant to the Washington state patrol <u>firearms background check program</u> for information on a denial based on a state background check. The notice form shall also contain a phone number for a contact at the Washington state patrol to direct the person to resources regarding an individual's right to appeal a background check denial.

(7) The Washington state patrol shall provide to the Washington association of sheriffs and police chiefs any information necessary for the administration of the grant program in RCW 36.28A.420, providing notice to a protected person pursuant to RCW 36.28A.410, or preparation of the report

required under RCW 36.28A.405.

(8) The Washington state patrol may adopt rules as are necessary to carry out the purposes of this section.

**Sec. 7.** RCW 43.43.580 and 2022 c 105 s 7 are each amended to read as follows:

(1) The Washington state patrol shall establish a firearms background check ((unit))program to serve as a centralized single point of contact for dealers to conduct background checks for firearms sales or transfers required under chapter 9.41 RCW and the federal Brady handgun violence prevention act (18 U.S.C. Sec. 921 et seq.). The Washington state patrol shall establish an automated firearms background check system to conduct background checks on applicants for the purchase or transfer of a firearm. The system must include following characteristics:

(a) Allow a dealer to contact the Washington state patrol through a web portal or other electronic means and by telephone to request a background check of an applicant for the purchase or transfer of a

firearm;

(b) Provide a dealer with a notification that a firearm purchase or transfer application has been received;

(c) Assign a unique identifier to the

background check inquiry;

(d) Provide an automated response to the dealer indicating whether the transfer may proceed or is denied, or that the check is indeterminate and will require further
investigation;

- (e) Include measures to ensure data integrity and the confidentiality and security of all records and data transmitted and received by the system; and
- (f) Include a performance metrics tracking system to evaluate the performance of the background check system.
- (2) Upon receipt of a request from a dealer for a background check in connection with the sale or transfer of a firearm, the Washington state patrol shall:
- (a) Provide the dealer with a notification that a firearm transfer application has been received;
- (b) Conduct a check of the national instant criminal background check system and the following additional records systems to determine whether the transferee prohibited from possessing a firearm under state or federal law: (i) The Washington information center and Washington state identification system; (ii) the health care authority electronic database; the federal bureau of investigation national data exchange database and any available of statewide repository local record management enforcement systems information; (iv) the administrative office of the courts case management system; and other databases or resources appropriate;
- (c) Perform an equivalency analysis on criminal charges in foreign jurisdictions to determine if the applicant has been convicted as defined in RCW 9.41.040(3) and if the offense is equivalent to a Washington felony as defined in RCW 9.41.010;
- (d) Notify the dealer without delay that the records indicate the individual is prohibited from possessing a firearm and the transfer is denied or that the individual is approved to complete the transfer. If the results of the background check are indeterminate, the Washington state patrol shall notify the dealer of the delay and conduct necessary research and investigation to resolve the inquiry; and
- (e) Provide the dealer with a unique identifier for the inquiry.
- (3) The Washington state patrol may hold the delivery of a firearm to an applicant under the circumstances provided in RCW 9.41.090 (4) and (5).
- (4)(a) The Washington state patrol shall require a dealer to charge each firearm purchaser or transferee a fee for performing background checks in connection with firearms transfers. The fee must be set at an amount necessary to cover the annual costs of operating and maintaining the firearm background check system but shall not exceed eighteen dollars. The Washington state patrol shall transmit the collected to the state treasurer for deposit in the state firearms background check system account created in RCW 43.43.590. It is the intent of the legislature that once the state firearm background check system is established, the fee established in this section will replace the fee required in RCW 9.41.090(7).
- (b) The background check fee required under this subsection does not apply to any background check conducted in connection

- with a pawnbroker's receipt of a pawned firearm or the redemption of a pawned firearm.
- (5) The Washington state patrol shall establish a procedure for a person who has been denied a firearms transfer as the result of a background check to appeal the denial to the Washington state patrol and to obtain information on the basis for the denial and procedures to review and correct any erroneous records that led to the denial.
- (6) The Washington state patrol shall work with the administrative office of the courts to build a link between the firearm background check system and the administrative office of the courts case management system for the purpose of accessing court records to determine a person's eligibility to possess a firearm.
- (7) Upon establishment of the firearm background check system under this section, the Washington state patrol shall notify each dealer in the state of the existence of the system, and the dealer must use the system to conduct background checks for firearm sales or transfers beginning on the date that is thirty days after issuance of the notification.
- (8) The Washington state patrol shall consult with the Washington background check advisory board created in RCW 43.43.585 in carrying out its duties under this section.
- (9) No later than July 1, 2025, and annually thereafter, the Washington state patrol firearms background check program shall report to the appropriate committees of the legislature the average time between receipt of request for a background check and final decision.
- (10) All records and information prepared, obtained, used, or retained by the Washington state patrol in connection with a request for a firearm background check are exempt from public inspection and copying under chapter 42.56 RCW.
- $((\frac{10}{10}))\frac{11}{10}$  The Washington state patrol may adopt rules necessary to carry out the purposes of this section.
- $((\frac{11}{1}))\frac{12}{12}$  For the purposes of this section, "dealer" has the same meaning as given in RCW 9.41.010.

NEW SECTION. Sec. 8. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

Correct the title.

Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; and Abbarno.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5986

Prime Sponsor, Ways & Means: Protecting consumers from out-of-network health care services charges. Reported by Committee on Health Care & Wellness

# MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 48.43.005 and 2023 c 433 s 20 are each amended to read as follows:

Unless otherwise specifically provided, the definitions in this section apply throughout this chapter.

- (1) "Adjusted community rate" means the rating method used to establish the premium for health plans adjusted to reflect actuarially demonstrated differences in utilization or cost attributable to geographic region, age, family size, and use of wellness activities.
- (2) "Adverse benefit determination" means a denial, reduction, or termination of, or a failure to provide or make payment, in whole or in part, for a benefit, including a denial, reduction, termination, or failure to provide or make payment that is based on a determination of an enrollee's or applicant's eligibility to participate in a plan, and including, with respect to group health plans, a denial, reduction, or termination of, or a failure to provide or make payment, in whole or in part, for a benefit resulting from the application of any utilization review, as well as a failure to cover an item or service for which benefits are otherwise provided because it is determined to be experimental or investigational or not medically necessary or appropriate.

(3) "Air ambulance service" has the same meaning as defined in section 2799A-2 of the public health service act (42 U.S.C. Sec. 300gg-112) and implementing federal regulations in effect on March 31, 2022.

(4) "Allowed amount" means the maximum portion of a billed charge a health carrier will pay, including any applicable enrollee cost-sharing responsibility, for a covered health care service or item rendered by a participating provider or facility or by a nonparticipating provider or facility.

(5) "Applicant" means a person who applies for enrollment in an individual health plan as the subscriber or an enrollee, or the dependent or spouse of a

subscriber or enrollee.

- (6) "Balance bill" means a bill sent to an enrollee by a nonparticipating provider or facility for health care services provided to the enrollee after the provider or facility's billed amount is not fully reimbursed by the carrier, exclusive of permitted cost-sharing.
- (7) "Basic health plan" means the plan described under chapter 70.47 RCW, as revised from time to time.
- (8) "Basic health plan model plan" means a health plan as required in RCW 70.47.060(2)(e).
- (9) "Basic health plan services" means that schedule of covered health services, including the description of how those

benefits are to be administered, that are required to be delivered to an enrollee under the basic health plan, as revised from time to time.

- (10) "Behavioral health emergency services provider" means emergency services provided in the following settings:
- (a) A crisis stabilization unit as defined in RCW 71.05.020;
- (b) A 23-hour crisis relief center as defined in RCW 71.24.025;
- (c) An evaluation and treatment facility that can provide directly, or by direct arrangement with other public or private agencies, emergency evaluation and treatment, outpatient care, and timely and appropriate inpatient care to persons suffering from a mental disorder, and which is licensed or certified as such by the department of health;
- (d) An agency certified by the department of health under chapter  $71.24\ \text{RCW}$  to provide outpatient crisis services;
- (e) An agency certified by the department of health under chapter 71.24 RCW to provide medically managed or medically monitored withdrawal management services; or
- (f) A mobile rapid response crisis team as defined in RCW 71.24.025 that is contracted with a behavioral health administrative services organization operating under RCW 71.24.045 to provide crisis response services in the behavioral health administrative services organization's service area.

(11) "Board" means the governing board of the Washington health benefit exchange established in chapter 43.71 RCW.

- (12)(a) For grandfathered health benefit plans issued before January 1, 2014, and renewed thereafter, "catastrophic health plan" means:
- (i) In the case of a contract, agreement, or policy covering a single enrollee, a health benefit plan requiring a calendar year deductible of, at a minimum, ((ene thousand seven hundred fifty dollars))\$1,750 and an annual out-of-pocket expense required to be paid under the plan (other than for premiums) for covered benefits of at least ((three thousand five hundred dollars))\$3,500, both amounts to be adjusted annually by the insurance commissioner; and
- (ii) In the case of a contract, agreement, or policy covering more than one enrollee, a health benefit plan requiring a calendar year deductible of, at a minimum, ((three thousand five hundred dollars)) \$3,500 and an annual out-of-pocket expense required to be paid under the plan (other than for premiums) for covered benefits of at least ((six thousand dollars)) \$6,000, both amounts to be adjusted annually by the insurance commissioner.
- (b) In July 2008, and in each July thereafter, the insurance commissioner shall adjust the minimum deductible and out-of-pocket expense required for a plan to qualify as a catastrophic plan to reflect the percentage change in the consumer price index for medical care for a preceding ((twelve))12 months, as determined by the United States department of labor. For a plan year beginning in 2014, the out-of-pocket limits must be adjusted as specified in section 1302(c)(1) of P.L. 111-148 of

2010, as amended. The adjusted amount shall apply on the following January 1st.

(c) For health benefit plans issued on or after January 1, 2014, "catastrophic health plan" means:

- (i) A health benefit plan that meets the definition of catastrophic plan set forth in section 1302(e) of P.L. 111-148 of 2010, as amended; or
- (ii) A health benefit plan offered the exchange marketplace that requires a calendar year deductible or outof-pocket expenses under the plan, other than for premiums, for covered benefits, that meets or exceeds the commissioner's annual adjustment under (b) of this subsection.
- "Certification" means determination by a review organization that an admission, extension of stay, or other health care service or procedure has been reviewed and, based on the information provided, meets the clinical requirements for medical necessity, appropriateness, level of care, or effectiveness under the auspices of the applicable health benefit
- (14)"Concurrent review" means utilization review conducted during a patient's hospital stay or course treatment.
- (15) "Covered person" or "enrollee" means a person covered by a health plan including an enrollee, subscriber, policyholder, beneficiary of a group plan, or individual covered by any other health plan.
- (16) "Dependent" means, at a minimum, the enrollee's legal spouse and dependent children who qualify for coverage under the enrollee's health benefit plan.
- (17) "Emergency medical condition" means a medical, mental health, or substance use disorder condition manifesting itself by symptoms of sufficient severity including, but not limited to, severe pain or emotional distress, such that a prudent layperson, who possesses an average knowledge of health and medicine, could reasonably expect the absence of immediate medical, mental health, or substance use disorder treatment attention to result in a condition (a) placing the health of the individual, or with respect to a pregnant woman, the health of the woman or her unborn child, in serious jeopardy, (b) serious impairment to bodily functions, or (c) serious dysfunction of any bodily organ or part.
  - (18) "Emergency services" means:
- (a) (i) A medical screening examination, as required under section 1867 of the social security act (42 U.S.C. Sec. 1395dd), that is within the capability of the emergency department of a hospital, including ancillary services routinely available to the emergency department to evaluate that emergency medical condition;
- (ii) Medical examination and treatment, the extent they are within capabilities of the staff and facilities available at the hospital, as are required under section 1867 of the social security act (42 U.S.C. Sec. 1395dd) to stabilize the patient. Stabilize, with respect to an emergency medical condition, has the meaning given in section 1867(e)(3) of the social

security act (42 U.S.C. Sec. 1395dd(e)(3));

- (iii) Covered services provided by staff facilities of a hospital after the enrollee is stabilized and as part outpatient observation or an inpatient or outpatient stay with respect to the visit during which screening and stabilization have been services furnished. Poststabilization services relate medical, mental health, or substance use disorder treatment necessary in the short term to avoid placing the health of the individual, or with respect to a pregnant woman, the health of the woman or her unborn child, in serious jeopardy, serious impairment to bodily functions, or serious dysfunction of any bodily organ or part; or
- (b)(i) A screening examination that is within the capability of a behavioral health emergency services provider including ancillary services routinely available to the behavioral health emergency services provider to evaluate that emergency medical condition;
- (ii) Examination and treatment, to the extent they are within the capabilities of the staff and facilities available at the behavioral health emergency services emergency provider, as are required under section 1867 of the social security act (42 U.S.C. Sec. 1395dd) or as would be required under such section if such section applied to services behavioral emergency health providers, to stabilize the patient. Stabilize, with respect to an emergency medical condition, has the meaning given in section 1867(e)(3) of the social security act (42 U.S.C. Sec. 1395dd(e)(3)); and
- (iii) Covered behavioral health services provided by staff or facilities of a behavioral health emergency services provider after the enrollee is stabilized and as part of outpatient observation or an inpatient or outpatient stay with respect to the visit during which screening and stabilization services have been furnished. Poststabilization services relate to mental health or substance use disorder treatment necessary in the short term to avoid placing the health of the individual, or with respect to a pregnant woman, the health of the woman or her unborn child, in serious jeopardy, serious impairment to bodily functions, or serious dysfunction of any bodily organ or part.
- (19) "Employee" has the same meaning given to the term, as of January 1, 2008, under section 3(6) of the federal employee retirement income security act of 1974.
- (20) "Enrollee point-of-service cost-sharing" or "cost-sharing" means amounts paid to health carriers directly providing services, health care providers, or health care facilities by enrollees and may include copayments, coinsurance, or deductibles.
  (21) "Essential health be
- categories" means:
  - (a) Ambulatory patient services;
  - (b) Emergency services;
  - (c) Hospitalization;
  - (d) Maternity and newborn care;
- (e) Mental health and substance use disorder services, including behavioral health treatment;
  - (f) Prescription drugs;

- (g) Rehabilitative and habilitative services and devices;
  - (h) Laboratory services;
- (i) Preventive and wellness services and chronic disease management; and
- (j) Pediatric services, including oral and vision care.
- (22) "Exchange" means the Washington health benefit exchange established under chapter 43.71 RCW.
- (23) "Final external review decision" means a determination by an independent review organization at the conclusion of an external review.
- "Final internal adverse benefit determination" means an adverse benefit determination that has been upheld by a health plan or carrier at the completion of the internal appeals process, or an adverse benefit determination with respect to which the internal appeals process has been exhausted under the exhaustion rules described in RCW 48.43.530 and 48.43.535.
- (25) "Grandfathered health plan" means a group health plan or an individual health plan that under section 1251 of the patient protection and affordable care act, P.L. 111-148 (2010) and as amended by the health care and education reconciliation act, P.L. 111-152 (2010) is not subject to subtitles A or C of the act as amended.
- (26) "Grievance" means a written complaint submitted by or on behalf of a covered person regarding service delivery issues other than denial of payment for medical services or nonprovision of medical services, including dissatisfaction with medical care, waiting time for medical services, provider or staff attitude or demeanor, or dissatisfaction with service provided by the health carrier.
- (27) "Ground ambulance services" means:

  (a) The rendering of medical treatment and care at the scene of a medical emergency or while transporting a patient from the scene to an appropriate health care facility or behavioral health emergency services provider when the services are provided by one or more ground ambulance vehicles designed for this purpose; and
- (b) Ground ambulance transport between hospitals or behavioral health emergency services providers, hospitals or behavioral health emergency services providers and other health care facilities or locations, and between health care facilities when the services are medically necessary and are provided by one or more ground ambulance vehicles designed for this purpose.
- (28) "Ground ambulance organization" means a public or private organization licensed by the department of health under chapter 18.73 RCW to provide ground ambulance services. For purposes of this chapter, ground ambulance services organizations are not considered providers.
- (29) "Health care facility" or "facility" means hospices licensed under chapter 70.127 RCW, hospitals licensed under chapter 70.41 RCW, rural health care facilities as defined in RCW 70.175.020, psychiatric hospitals licensed under chapter 71.12 RCW, nursing homes licensed under chapter 18.51 RCW, community mental health centers licensed under chapter 71.05 or 71.24 RCW, kidney disease treatment centers licensed under

- chapter 70.41 RCW, ambulatory diagnostic, treatment, or surgical facilities licensed under chapter 70.41 or 70.230 RCW, drug and alcohol treatment facilities licensed under chapter 70.96A RCW, and home health agencies licensed under chapter 70.127 RCW, includes such facilities if owned and operated by a political subdivision or instrumentality of the state and such other facilities as required by federal law and implementing regulations.
- ((<del>(28)</del>))<u>(30)</u> "Health care provider" or "provider" means:
- (a) A person regulated under Title 18 or chapter 70.127 RCW, to practice health or health-related services or otherwise practicing health care services in this state consistent with state law; or
- (b) An employee or agent of a person described in (a) of this subsection, acting in the course and scope of his or her employment.
- $((\frac{(29)}{(29)}))(31)$  "Health care service" means that service offered or provided by health care facilities and health care providers relating to the prevention, cure, treatment of illness, injury, or disease.
- $((\frac{30}{30}))(\frac{32}{32})$  "Health carrier" or rrier" means a disability insurer "carrier" means regulated under chapter 48.20 or 48.21 RCW, a health care service contractor as defined in RCW 48.44.010, or a health maintenance  $\frac{1}{2}$ organization as defined in RCW 48.46.020, and includes "issuers" as that term is used in the patient protection and affordable care act (P.L. 111-148).
- (((31)))(33) "Health plan" or "health benefit plan" means any policy, contract, or agreement offered by a health carrier to provide, arrange, reimburse, or pay for health care services except the following:
- (a) Long-term care insurance governed by chapter 48.84 or 48.83 RCW;
- (b) Medicare supplemental insurance governed by chapter 48.66 RCW;
- (c) Coverage supplemental to the coverage provided under chapter 55, Title 10, United States Code;
- (d) Limited health care services offered by limited health care service contractors in accordance with RCW 48.44.035;
- (e) Disability income;
  (f) Coverage incidental to a property/ casualty liability insurance policy such as automobile personal injury protection coverage and homeowner guest medical;
  - (g) Workers' compensation coverage;
  - (h) Accident only coverage;
- (i) Specified disease illness-triggered fixed payment insurance, hospital confinement fixed insurance, or other fixed payment insurance offered as an independent, noncoordinated benefit;
- (j) Employer-sponsored self-funded health plans;
  - (k) Dental only and vision only coverage;
- (1) Plans deemed by the insurance commissioner to have a short-term limited purpose or duration, or to be a student-only plan that is guaranteed renewable while the covered person is enrolled as a regular full-time undergraduate or graduate student at an accredited higher education institution, after a written request for and classification by the carrier and such classification by the carrier

subsequent written approval by the insurance commissioner;

(m) Civilian health and medical program for the veterans affairs administration (CHAMPVA); and

Stand-alone prescription coverage that exclusively supplements medicare part D coverage provided through an employer group waiver plan under federal social security act regulation 42 C.F.R. Sec. 423.458(c).

((<del>(32)</del>))<u>(34)</u> "Individual market" means the market for health insurance coverage offered to individuals other than in

connection with a group health plan.  $((\frac{33}{3}))(\frac{35}{3})$  "In-network"

"participating" means a provider or facility that has contracted with a carrier or a carrier's contractor or subcontractor to provide health care services to enrollees and be reimbursed by the carrier at a contracted rate as payment in full for the health care services, including applicable cost-sharing obligations.

((<del>(34)</del>))<u>(36)</u> "Local governmental any entity that is authorized to <u>establish</u> or <u>provide</u> <u>ground</u> <u>ambulance</u> services or set rates for ground ambulance services, including those as authorized in RCW 35.27.370, 35.23.456, 52.12.135, chapter 35.21 RCW, or as authorized under any state

"Material modification" means a change in the actuarial value of the health plan as modified of more than five percent

but less than fifteen percent.

 $((\frac{35}{35}))$  "Nonemergency health care services performed by nonparticipating providers at certain participating facilities" means covered items or services other than emergency services with respect to a visit at a participating health care facility, as provided in section 2799A-1(b) of the public health service act (42 U.S.C. Sec. 300gg-111(b)), 45 C.F.R. Sec. 149.30, and 45 C.F.R. Sec. 149.120 as in effect on March 31, 2022.

(((36)))(39) "Open enrollment" means a period of time as defined in rule to be held at the same time each year, during which applicants may enroll in a carrier's individual health benefit plan without being subject to health screening or otherwise required to provide evidence of insurability as a condition for enrollment.

((<del>(37)</del>))<u>(40)</u> "Out-of-network" "nonparticipating" means a provider or facility that has not contracted with a carrier or a carrier's contractor or subcontractor to provide health care services to enrollees.

(( $\frac{(38)}{)}$ )) $\frac{(41)}{0}$  "Out-of-pocket maximum" or "maximum out-of-pocket" means the maximum amount an enrollee is required to pay in the form of cost-sharing for covered benefits in a plan year, after which the carrier covers the entirety of the allowed amount of covered benefits under the contract of coverage.

"Preexisting ((<del>(39)</del>))<u>(42)</u> condition" means any medical condition, illness, or injury that existed any time prior to the

effective date of coverage. (((40)))(43) "Premium" means all sums charged, received, or deposited by a health carrier as consideration for a health plan or the continuance of a health plan. Any assessment or any "membership," "policy," "contract," "service," or similar fee or charge made by a health carrier in consideration for a health plan is deemed part of the premium. "Premium" shall not include amounts paid as enrollee point-ofservice cost-sharing.  $((\frac{41}{1}))\frac{44}{1}$  (a) "Protected individual"

means:

(i) An adult covered as a dependent on the enrollee's health benefit plan, including an individual enrolled on the health benefit plan of the individual's registered domestic partner; or

(ii) A minor who may obtain health care without the consent of a parent or legal guardian, pursuant to state or federal law.
(b) "Protected individual" does not

include an individual deemed not competent to provide informed consent for care under RCW  $11.88.010\,(1)\,(e)$  .

((42))(45) "Review organization" means a disability insurer regulated under chapter 48.20 or 48.21 RCW, health care service contractor as defined in RCW 48.44.010, or health maintenance organization as defined in RCW 48.46.020, and entities affiliated with, under contract with, or acting on behalf of a health carrier to perform a utilization review.

"Sensitive health ((<del>(43)</del>))<u>(46)</u> services" means health services related to reproductive health, sexually transmitted diseases, substance use disorder, gender dysphoria, gender-affirming care, domestic violence, and mental health.

((44)))(47) "Small employer" or "small group" means any person, firm, corporation, partnership, association, political subdivision, sole proprietor, or self-employed individual that is actively engaged in business that employed an average of at least one but no more than ((fifty))50 employees, during the previous calendar year and employed at least one employee on the first day of the plan year, is not formed primarily for purposes of buying health insurance, and in which a bona fide employer-employee relationship exists. In determining the number of employees, companies that are affiliated companies, or that are eligible to file a combined tax return for purposes of taxation by this state, shall be considered an employer. Subsequent to the issuance of a health plan to a small employer and for the purpose of determining eligibility, the size of a small employer shall be determined annually. Except as otherwise specifically provided, a small employer shall continue to be considered a small employer until the plan anniversary following the date the small employer no longer meets the requirements of this definition. A self-employed individual or sole proprietor who is covered as a group of one must also: (a) Have been employed by the same small employer or small group for at least twelve months prior to application for small group coverage, and (b) verify that he or she derived at least ((seventyfive))75 percent of his or her income from a trade or business through which the individual or sole proprietor has attempted to earn taxable income and for which he or she has filed the appropriate internal

revenue service form 1040, schedule C or F, for the previous taxable year, except a self-employed individual or sole proprietor in an agricultural trade or business, must have derived at least ((fifty-one))51 percent of his or her income from the trade or business through which the individual or sole proprietor has attempted to earn taxable income and for which he or she has filed the appropriate internal revenue service form 1040, for the previous taxable year.

(((45)))(48) "Special enrollment" means a defined period of time of not less than thirty-one days, triggered by a specific qualifying event experienced by the applicant, during which applicants may enroll in the carrier's individual health benefit plan without being subject to health screening or otherwise required to provide evidence of insurability as a condition for enrollment.

 $((\frac{46}{}))\frac{49}{}$  "Standard health questionnaire" means the standard health questionnaire designated under chapter 48.41

((<del>(47)</del>))(<u>50)</u> "Utilization review" means the prospective, concurrent, or retrospective assessment of the necessity and appropriateness of the allocation of health care resources and services of a provider or facility, given or proposed to be given to an enrollee or group of enrollees.

((<del>(48)</del>))(<u>51)</u> "Wellness activity" means an explicit program of an activity consistent with department of health guidelines, such as, smoking cessation, injury and accident prevention, reduction of alcohol misuse, appropriate weight reduction, exercise, automobile and motorcycle safety, blood cholesterol reduction, and nutrition education for the purpose of improving enrollee health status and reducing health service costs.

Sec. 2. RCW 48.49.003 and 2022 c 263 s 6 are each amended to read as follows:

(1) The legislature finds that:

(a) Consumers receive surprise bills or balance bills for services provided at nonparticipating facilities ((\(\frac{\phi}{e}\))), by nonparticipating health care providers at in-network facilities, and by ground ambulance services organizations;

(b) Consumers must not be placed in the middle of contractual disputes between ((providers))entities referenced in this section and health insurance carriers; and

- (c) Facilities, providers, and health insurance carriers all share responsibility to ensure consumers have transparent information on network providers and benefit coverage, and the insurance commissioner is responsible for ensuring that provider networks include sufficient numbers and types of contracted providers to reasonably ensure consumers have in-network access for covered benefits.
- (2) It is the intent of the legislature to:
- (a) Ban balance billing of consumers enrolled in fully insured, regulated ((insurance))health plans and plans offered to public and school employees under chapter

41.05 RCW for the services described in RCW  $48.49.020((\tau))$  and section 8 of this act and to provide self-funded group health plans with an option to elect to be subject to the provisions of this chapter;

(b) Remove consumers from balance billing disputes and require that nonparticipating providers and carriers negotiate nonparticipating provider payments in good

faith under the terms of this chapter;

(c) Align Washington state law with the federal balance billing prohibitions and transparency protections in sections 2799A-1 et seq. of the public health service act (P.L. 116-260) and implementing federal regulations in effect on March 31, 2022, while maintaining provisions of this chapter that provide greater protection for consumers; and

(d) Provide an environment that encourages self-funded groups to negotiate payments in good faith with nonparticipating providers and facilities in return for

balance billing protections.

**Sec. 3.** RCW 48.49.060 and 2022 c 263 s 13 are each amended to read as follows:

- (1) The commissioner, in consultation with health carriers, health care providers, health care facilities, behavioral health emergency services providers, ground ambulance services organizations, and consumers, must develop standard template language for a notice of consumer rights notifying consumers of their rights under this chapter, and sections 2799A-1 and 2799A-2 of the public health service act (42 U.S.C. Secs. 300gg-111 and 300gg-112) and implementing federal regulations in effect on March 31, 2022.

  (2) The standard template language must
- (2) The standard template language must include contact information for the office of the insurance commissioner so that consumers may contact the office of the insurance commissioner if they believe they have received a balance bill in violation of this chapter.
- (3) The office of the insurance commissioner shall determine by rule when and in what format health carriers, health care providers, ((and)) health care facilities, behavioral health emergency services providers, and ground ambulance services organizations must provide consumers with the notice developed under this section.

**Sec. 4.** RCW 48.49.070 and 2022 c 263 s 14 are each amended to read as follows:

- (1)(a) A hospital, ambulatory surgical facility, ((er)) behavioral health emergency services provider, or ground ambulance services organization must post the following information on its website, if one is available:
- (i) The listing of the carrier health plan provider networks with which the hospital, ambulatory surgical facility, ((ex)) behavioral health emergency services provider, or ground ambulance services organization is an in-network provider, based upon the information provided by the carrier pursuant to RCW 48.43.730(7); and
- (ii) The notice of consumer rights

developed under RCW 48.49.060.

- (b) If the hospital, ambulatory surgical facility,  $((e^{\pm}))$  behavioral health emergency services provider, or ground ambulance services organization does not maintain a website, this information must be provided to consumers upon an oral or written request.
- (2) Posting or otherwise providing the information required in this section does not relieve a hospital, ambulatory surgical facility,  $((e^{\pm}))$  behavioral health emergency services provider, or ground ambulance services organization of its obligation to comply with the provisions of this chapter.
- (3) Not less than ((thirty))30 days prior to executing a contract with a carrier, a hospital or ambulatory surgical facility must provide the carrier with a list of the nonemployed providers or provider groups contracted to provide emergency medicine, anesthesiology, pathology, radiology, neonatology, surgery, hospitalist, intensivist( $({}_{1},{}_{1})$ ), and diagnostic services, including radiology and laboratory services at the hospital or ambulatory surgical facility. The hospital or ambulatory surgical facility must notify the carrier within thirty days of a removal from or addition to the nonemployed provider list. A hospital or ambulatory surgical facility also must provide an updated list of these providers within ((<del>fourteen</del>))<u>14</u> calendar days of a request for an updated list by a carrier.
- Sec. 5. RCW 48.49.090 and 2022 c 263 s 15 are each amended to read as follows:
- (1) A carrier must update its website and provider directory no later than thirty days after the addition or termination of a facility or provider.
- (2) A carrier must provide an enrollee with:
- (a) A clear description of the health plan's out-of-network health benefits;
- (b) The notice of consumer rights developed under RCW 48.49.060;
- (c) Notification that if the enrollee receives services from an out-of-network provider, facility, ((or)) behavioral health emergency services provider, or ground ambulance services organization, under circumstances other than those described in RCW 48.49.020 and section 8 of this act, the enrollee will have the financial applicable to responsibility services provided outside the health plan's network in excess of applicable cost-sharing amounts and that the enrollee may be responsible for any costs in excess of those allowed by the health plan;
- (d) Information on how to use the carrier's member transparency tools under RCW 48.43.007;
- (e) Upon request, information regarding whether a health care provider is in-network or out-of-network, and whether there are innetwork providers available to provide emergency medicine, anesthesiology, pathology, radiology, neonatology, surgery, hospitalist, intensivist( $(\frac{1}{2})$ ), and diagnostic services, including radiology and laboratory services at specified in-network hospitals or ambulatory surgical facilities; and

- (f) Upon request, an estimated range of the out-of-pocket costs for an out-ofnetwork benefit.
- **Sec. 6.** RCW 48.49.100 and 2022 c 263 s 16 are each amended to read as follows:
- (1) If the commissioner has cause believe that any health care provid provider, hospital, ambulatory surgical facility, or emergency services behavioral health provider, has engaged in a pattern of unresolved violations of RCW 48.49.020 or 48.49.030, the commissioner may submit information to the department of health or the appropriate disciplining authority for action. Prior to submitting information to the department of health or the appropriate disciplining authority, the commissioner may provide the health care provider, hospital, ambulatory surgical facility, or behavioral health emergency services provider, with an opportunity to cure the alleged violations or explain why the actions in question did not violate RCW 48.49.020 or 48.49.030.
- (2) If any health care provider, hospital, ambulatory surgical facility, or behavioral health emergency services provider, has engaged in a pattern of unresolved violations of RCW 48.49.020 or 48.49.030, the department of health or the appropriate disciplining authority may levy a fine or cost recovery upon the health care provider, hospital, ambulatory surgical facility, or behavioral health emergency services provider in an amount not to exceed applicable statutory amount violation and take other action as permitted under the authority of the department or disciplining authority. Upon completion of its review of any potential violation submitted by the commissioner or initiated directly by an enrollee, the department of health or the disciplining authority shall notify the commissioner of the results of the review, including whether the violation was substantiated and any enforcement action taken as a result of a finding of a substantiated violation.
- (3) If the commissioner has cause to believe that any ground ambulance services organization has engaged in a pattern of unresolved violations of section 8 of this act, the authority and process provided in subsections (1) and (2) of this section apply.
- (4) If a carrier has engaged in a pattern of unresolved violations of any provision of this chapter, the commissioner may levy a fine or apply remedies authorized under this chapter, chapter 48.02 RCW, RCW 48.44.166, 48.46.135, or 48.05.185.

  (((4)))(5) For purposes of this section,
- ((<del>(4)</del>))(<u>5)</u> For purposes of this section, "disciplining authority" means the agency, board, or commission having the authority to take disciplinary action against a holder of, or applicant for, a professional or business license upon a finding of a violation of chapter 18.130 RCW or a chapter specified under RCW 18.130.040.
- Sec. 7. RCW 48.49.130 and 2022 c 263 s 17 are each amended to read as follows: As authorized in 45 C.F.R. Sec. 149.30 as
- in effect on March 31, 2022, the provisions of this chapter apply to a self-funded group

health plan whether governed by or exempt from the provisions of the federal employee retirement income security act of 1974 (29 U.S.C. Sec. 1001 et seq.) only if the self-funded group health plan elects to participate in the provisions of RCW 48.49.020 ((and)), 48.49.030, 48.49.040, 48.49.160, and ((48.49.040)) section 8 of this act. To elect to participate in these provisions, the self-funded group health plan shall provide notice, on ((an annual)) a periodic basis, to the commissioner in a manner and by a date prescribed by the commissioner, attesting to the plan's participation and agreeing to be bound by RCW 48.49.020 ((and)), 48.49.030, 48.49.040, 48.49.160, and ((48.49.040)) section 8 of this act. An entity administering a self-funded health benefits plan that elects to participate under this section, shall comply with the provisions of RCW 48.49.020 ((and)), 48.49.040, 48.49.020 ((and)), 48.49.040, 48.49.020 ((and)), 48.49.030, 48.49.040, 48.49.160, and ((48.49.040)) section 8 of this act.

 $\underline{\text{NEW SECTION.}}$  Sec. 8. A new section is added to chapter 48.49 RCW to read as follows:

- (1) For health plans issued or renewed on or after January 1, 2025, a nonparticipating ground ambulance services organization may not balance bill an enrollee for covered ground ambulance services.
- (2) If an enrollee receives covered ground ambulance services:
- (a) The enrollee satisfies their obligation to pay for the ground ambulance services if they pay the in-network costsharing amount specified in the enrollee's or applicable group's health plan contract. The enrollee's obligation must be calculated using the allowed amount determined under subsection (3) of this section. The carrier shall provide an explanation of benefits to the enrollee and the nonparticipating ground ambulance services organization that reflects the cost-sharing amount determined under this subsection;
- (b) The carrier, nonparticipating ground ambulance services organization, and any agent, trustee, or assignee of the carrier or nonparticipating ground ambulance services organization shall ensure that the enrollee incurs no greater cost than the amount determined under (a) of this subsection;
- (c) The nonparticipating ground ambulance services organization and any agent, trustee, or assignee of the nonparticipating ground ambulance services organization may not balance bill or otherwise attempt to collect from the enrollee any amount greater than the amount determined under (a) of this subsection. This does not impact the ground ambulance services organization's ability to collect a past due balance for that cost-sharing amount with interest;
- (d) The carrier shall treat any cost-sharing amounts determined under (a) of this subsection paid by the enrollee for a nonparticipating ground ambulance services organization's services in the same manner as cost-sharing for health care services provided by an in-network ground ambulance services organization and must apply any cost-sharing amounts paid by the enrollee

for such services toward the enrollee's maximum out-of-pocket payment obligation; and

- ground ambulance (e) Α services organization shall refund any amount in excess of the in-network cost-sharing amount to an enrollee within 30 business days of receipt if the enrollee has paid the nonparticipating ground ambulance services organization an amount that exceeds the innetwork cost-sharing amount determined under (a) of this subsection. Interest must be paid to the enrollee for any unrefunded payments at a rate of 12 percent beginning on the first calendar day after the 30 business days.
- (3) Until December 31, 2027, the allowed amount paid to a nonparticipating ground ambulance services organization for covered ground ambulance services under a health plan issued by a carrier must be one of the following amounts:
- (a) (i) The rate established by the local governmental entity where the covered health care services originated for the provision of ground ambulance services by ground ambulance services organizations owned or operated by the local governmental entity and submitted to the office of the insurance commissioner under section 9 of this act; or
- (ii) Where the ground ambulance services were provided by a private ground ambulance services organization under contract with the local governmental entity where the covered health care services originated, the amount set by the contract submitted to the office of the insurance commissioner under section 9 of this act; or

(b) If a rate has not been established under (a) of this subsection, the lesser of:

- (i) 325 percent of the current published rate for ambulance services as established by the federal centers for medicare and medicaid services under Title XVIII of the social security act for the same service provided in the same geographic area; or
- (ii) The ground ambulance services organization's billed charges.
- (4) Payment made in compliance with this section is payment in full for the covered services provided, except for any applicable in-network copayment, coinsurance, deductible, and other cost-sharing amounts required to be paid by the enrollee.
- (5) The carrier shall make payments for ground ambulance services provided by nonparticipating ground ambulance services organizations directly to the organization, rather than the enrollee.
- (6) A ground ambulance services organization may not request or require a patient at any time, for any procedure, service, or supply, to sign or otherwise execute by oral, written, or electronic means, any document that would attempt to avoid, waive, or alter any provision of this section.
- (7) Carriers shall make available through electronic and other methods of communication generally used by a ground ambulance services organization to verify enrollee eligibility and benefits information regarding whether an enrollee's health plan is subject to the requirements of this section.

(8) For purposes of this chapter, ground ambulance services organizations are not considered providers. RCW 48.49.020, 48.49.030, 48.49.040, and 48.49.160 do not apply to ground ambulance services or ground ambulance services organizations.

 $\underline{\text{NEW SECTION.}}$  Sec. 9. A new section is added to chapter 48.49 RCW to read as follows:

- (1) Each local governmental entity that has established or contracted for rates for ground ambulance services provided in their geographic service area must submit the rates to the office of the insurance commissioner, in the form and manner prescribed by the commissioner for purposes of section 8 of this act. Rates established for ground ambulance transports include rates for services provided directly by the local governmental entity and rates for ground ambulance services provided by private ground ambulance services organizations under contract with the local governmental entity.
- (2) The commissioner shall establish and maintain, directly or through the lead organization for administrative simplification designated under RCW 48.165.030, a publicly accessible database for the rates. A carrier may rely in good faith on the rates shown on the website. Local governmental entities are solely responsible for submitting any updates to their rates to the commissioner or the lead organization for administrative simplification, as directed by the commissioner.

 $\underline{\text{NEW SECTION.}}$  Sec. 10. A new section is added to chapter 48.49 RCW to read as follows:

- (1) The commissioner must undertake a process to review the reasonableness of the percentage of the medicare rate established in section 8 of this act and any trends in changes to ground ambulance services rates set by local governmental entities and ground ambulance services organizations' billed charges. In conducting the review, the commissioner should consider the relationship of the rates to the cost of providing ground ambulance services and any impacts on health plan enrollees that may result from health plans increasing innetwork consumer cost-sharing for ground ambulance services due to increased rates paid for these services by carriers.
- (2) The results of the review must be submitted to the legislature by the earlier of:
  - (a) October 1, 2026; or
  - (b) October 1st following any:
- (i) Significant trend of increasing rates for ground ambulance services established or contracted for by local governmental entities, increasing billed charges by ground ambulance services organizations, or increasing consumer cost-sharing for ground ambulance services;
- (ii) Significant reduction in access to ground ambulance services in Washington state, including in rural or frontier communities; or

- (iii) Update in medicare ground ambulance services payment rates by the federal centers for medicare and medicaid services.
- (3) The report submitted to the legislature under subsection (2)(a) of this section must include:
- (a) Health carrier spending on ground ambulance transports for fully insured health plans and for public and school employee programs administered under chapter 41.05 RCW during plan years 2024 and 2025;
- (b) Individual and small group health plan premium trends and cost-sharing trends for ground ambulance services for plan years 2024 and 2025;
- (c) Trends in coverage of ground ambulance services for fully insured health plans and for public and school employee programs administered under chapter 41.05 RCW for plan years 2024 and 2025;
- (d) A description of current emergency medical services training, equipment, and personnel standards for emergency medical services licensure; and
- (e) A description of emergency medical services interfacility transport capabilities in Washington state.

<u>NEW SECTION.</u> **Sec. 11.** A new section is added to chapter 18.73 RCW to read as follows:

If the insurance commissioner reports to the department that they have cause to believe that a ground ambulance services organization has engaged in a pattern of violations of section 8 of this act, and the report is substantiated after investigation, the department may levy a fine upon the ground ambulance services organization in an amount not to exceed \$1,000 per violation and take other formal or informal disciplinary action as permitted under the authority of the department.

 $\underline{\text{NEW}}$  SECTION. Sec. 12. A new section is added to chapter 48.43 RCW to read as follows:

- (1) For health plans issued or renewed on or after January 1, 2025, a health carrier shall provide coverage for ground ambulance transports to behavioral health emergency services providers for enrollees who are experiencing an emergency medical condition as defined in RCW 48.43.005. A health carrier may not require prior authorization of ground ambulance services if a prudent layperson acting reasonably would have believed that an emergency medical condition existed.
- (2) Coverage of ground ambulance transports to behavioral health emergency services providers may be subject to applicable in-network copayments, coinsurance, and deductibles, as provided in chapter 48.49 RCW.
- NEW SECTION. Sec. 13. (1) The office of the insurance commissioner, in consultation with the health care authority, shall contract for an actuarial analysis of the cost, potential cost savings, and total net costs or savings of covering services provided by ground ambulance services organizations when a ground ambulance

services organization is dispatched to the scene of an emergency and the person is treated but is not transported to a hospital or behavioral health emergency services provider. The analysis must calculate net costs or savings separately for the individual, small group, and large group health plan markets and for public and school employee programs administered under chapter 41.05 RCW. The analysis should consider, at a minimum:

- (a) The proportion of ground ambulance dispatches that do not result in patient transport to a hospital or behavioral health emergency services provider;
- (b) Appropriate payment rates for these services;
- (c) Any potential impact of coverage of these services on the number or type of transports to hospitals or behavioral health emergency services providers and associated costs or cost savings; and
- (d) Other considerations identified by the commissioner.
- (2) The report must include the findings of the actuarial analysis described in this section and recommendations related whether the services described in this be treated as should covered section services under health plans issued or renewed in Washington state benefit programs for public and health and employees administered under chapter 41.05 The office οf the insurance commissioner shall submit the report to the legislature by October 1, 2025.

 $\underline{\text{NEW SECTION.}}$  **Sec. 14.** A new section is added to chapter 18.73 RCW to read as follows:

- (1) The Washington state institute for public policy, in collaboration with the department, the health care authority, and the office of the insurance commissioner, shall conduct a study on the extent to which other states fund or have considered funding emergency medical services substantially or entirely through federal, state, or local governmental funding and the current landscape of emergency medical services in Washington.
- (2) The institute shall consider the following elements in conducting the study:
- (a) Trends in the number and types of emergency medical services available and the volume of 911 responses and interfacility transports provided by emergency medical services organizations over time and by county in Washington state;
- (b) Projections of the need for emergency medical services in Washington state counties over the next two years;
- (c) Examination of geographic disparities in emergency medical services access and average response times, including identification of geographic areas in Washington state without access to emergency medical services within an average 25-minute response time;
- (d) Estimates for the cost to address gaps in emergency medical services so all parts of the state are assured a timely response;
- (e) Models for funding emergency medical services that are used by other states; and

- (f) Existing research and literature related to funding models for emergency medical services.
- (3) In conducting the study, the institute shall consult with emergency medical services organizations, local governmental entities, hospitals, labor organizations representing emergency medical services personnel, and other interested entities as determined by the institute in consultation with the department, the health care authority, and the office of the insurance commissioner.
- (4) A report detailing the results of the study must be submitted to the department and the relevant policy and fiscal committees of the legislature on or before June 1, 2026.

 $\underline{\text{NEW SECTION.}}$  Sec. 15. RCW 48.49.190 (Reports to legislature) and 2022 c 263 s 21 are each repealed."

Correct the title.

Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; Bronoske; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representative .

MINORITY recommendation: Without recommendation. Signed by Representative Caldier.

Referred to Committee on Appropriations

February 20, 2024

SSB 5998

Prime Sponsor, Law & Justice: Timing of eligibility for vacation of nonfelony convictions. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; ; Davis; Farivar and Fosse.

MINORITY recommendation: Without recommendation. Signed by Representatives Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; and Graham

Referred to Committee on Rules for second reading

February 20, 2024

2SSB 6006

Prime Sponsor, Ways & Means: Supporting victims of human trafficking and sexual abuse. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 9A.40.100 and 2017 c 126 s 1 are each amended to read as follows:

(1) A person is guilty of trafficking in the first degree when (  $(\div$ 

(a) Such person:

(i) Recruits))such person recruits, recruits, <u>entices</u>, ((transfers)) isolates, solicits, provides, obtains, buys, purchases, <u>maintains</u>, or receives by any means another person ((<del>knowing</del>))<u>and:</u>

 $\underline{\text{(a) (i)}}$  Knows, or  $\underline{\text{acts}}$  in reckless disregard of the fact, ((-A))) that force, in reckless fraud, or coercion ((as defined in RCW 9A.36.070)) will be used to cause the person to engage in((+

(I) Forced labor;

(II) Involuntary servitude;

(III) A sexually explicit act; or

(IV) A commercial sex act, or (B) that the person has not attained the age of eighteen years and is caused to engage in a sexually explicit act or a commercial sex act; or

(ii) Benefits)) forced labor, involuntary servitude, a sexually explicit act, or a commercial sex act; or

- (ii) Such person knowingly, or in reckless disregard, causes a person under 18 years of age to engage in a sexually explicit act or commercial sex act, benefits financially or by receiving anything of value from participation in a venture that has engaged in acts set forth in (a)(i) or (ii) of this subsection: provided, that it is not a defense that such person did not know, or recklessly disregarded the fact, that the other person was under 18 years of age or believed the other person was older, as the case may be; and
- (b) The acts or venture set forth in (a) (i) or (ii) of this subsection:
- (i) Involve <u>such person</u> committing or attempting to commit kidnapping;
- (ii) Involve a finding of sexual motivation ((under RCW 9.94A.835));
- (iii) Involve the illegal harvesting or sale of human organs; or

(iv) Result in a death.

- (2) Trafficking in the first degree is a class A felony.
- (3) ((<del>(a)</del>)) A person is quilty trafficking in the second degree when such
- (i) Recruits)) recruits, entices, harbors, transports, ((transfers)) isolates, solicits, obtains, buys, purchases, provides, maintains, or receives by any means another person ((knowing))and:
- (a) Knows, or <u>acts</u> in reckless disregard of the fact, that force, fraud, or coercion ((as defined in RCW 9A.36.070)) will be used to cause the person to engage in forced labor, involuntary servitude, a sexually explicit act, or a commercial sex act((, or that the person has not attained the age of eighteen years and is caused to engage in a sexually explicit act or a commercial sex act; or

# (ii) Benefits)); or

(b) Such person knowingly, or in reckless disregard, causes a person under 18 years of age to engage in a sexually explicit act or commercial sex act, or benefits financially or by receiving anything of value from participation in a venture that has engaged in acts set forth in (a)  $((\frac{(i)}{(i)}))$  or (b) of this subsection; provided, that it is not a defense that such person did not know, or recklessly disregarded the fact, that the other person was under 18 years of age or believed the other person was older, as the case may be.

 $((\frac{b}{(b)}))(4)$ Trafficking in the second degree is a class A felony.

((<del>(4)(a) In any prosecution under this</del> chapter in which the offense or degree of the offense depends on the victim's age, it is not a defense that the perpetrator did not know the victim's age, or that the perpetrator believed the victim to be older, as the case may be.

(b))(5) If the victim of any offense identified in this section is a minor, then force, fraud, or coercion are not necessary elements of an offense and consent to the sexually explicit act or commercial sex act does not constitute a defense.

(6) For purposes of this section:

(a) "Coercion" includes, but is not limited to, the following circumstances:

(i) Using or threatening to use physical force against any person;

(ii) Restraining, isolating, or confining threatening to restrain, isolate, or confine any person without lawful authority and against their will;

(iii) Using lending or other credit methods to establish a debt by any person when labor or services are pledged as a security for the debt, constituting debt bondage, if the value of the labor or services are pledged as a security for the debt, the value of the labor or services as reasonably assessed is not applied toward the liquidation of the debt, or the length and nature of the labor or services are not respectively limited and defined;

(iv) Destroying, concealing, confiscating, withholding, or possessing any actual or purported passport, visa, or other immigration document, or any other actual or identification purported government document, of any person;

(v) Causing or threatening to cause financial harm to any person;

(vi) Enticing or luring any person by

<u>fraud or deceit;</u>

(vii) Providing or withholding any drug, alcohol, controlled substance, property, or <u>necessities of life including money, food,</u> <u>lodging</u>, or anything else of value that belongs to or was promised to another person knowing that this other person will be <u>caused to engage in forced labor, involuntary servitude, a sexually explicit</u> act, or a commercial sex act;

(viii) Accusing any person of a crime or causing criminal charges to be instituted against any person;

(ix) Exposing a secret or publicizing an asserted fact, whether true or false, tending to subject any person to hatred, contempt, or ridicule;

(x) Testifying or providing information, or withholding testimony or information, with respect to another's legal claim or <u>defense;</u>

Taking wrongful action as against anyone or anything, official wrongfully withholding official action, or causing such action or withholding;

(xii) Committing any other act which is intended to harm substantially the person threatened or another with respect to his or her health, safety, business, financial
condition, or personal relationships; or

(xiii) Holding or returning a person to a condition of involuntary servitude, debt bondage, or forced labor, with the intent of placing them in or returning them to a condition of involuntary servitude, debt bondage, or forced labor, where such condition is based on the alleged, implied, or actual inheritance of another's debt, constituting peonage.

(b) "Commercial sex act" means any act of sexual contact or sexual intercourse, both as defined in chapter 9A.44 RCW, for which something of value is given or received by any person.

(c) "Kidnapping" means intentionally abducting another person.

(d) "Maintain" means, in relation to forced labor, involuntary servitude, a sexually explicit act, or a commercial sex act, to secure or make possible continued performance thereof, regardless of any initial agreement on the part of the victim to perform such labor, servitude, or act.

(e) "Sexual motivation" means that one of the purposes for which the defendant committed the crime was for the purpose of his or her sexual gratification

his or her sexual gratification.

(f) "Sexually explicit act" means a public, private, or live photographed, recorded, or videotaped act or show intended to arouse or satisfy the sexual desires or appeal to the prurient interests of patrons for which something of value is given or received.

(7) A person who is ((either)) convicted ((er)), enters into a plea agreement to a reduced or different charge, is given a deferred sentence or a deferred prosecution, or ((who has entered)) enters into a statutory or nonstatutory diversion agreement as a result of an arrest for a violation of a trafficking crime shall be assessed a ((ten thousand dollar)) \$10,000 fee. The court shall not reduce, waive, or suspend payment of all or part of the fee assessed in this section unless it finds, on the record, that the offender does not have the ability to pay the fee in which case it may reduce the fee by an amount up to twothirds of the maximum allowable fee.

(((c) The court shall not reduce, waive, or suspend payment of all or part of the fee assessed in this section unless it finds, on the record, that the offender does not have the ability to pay the fee in which case it may reduce the fee by an amount up to two-thirds of the maximum allowable fee.

(d)))(8)(a) Fees assessed under section shall be collected by the clerk of the court and remitted ((to the treasurer of the county where the offense occurred for deposit in the county general fund, except in cases in which the offense occurred in a city or town that provides for its own law enforcement, in which case these amounts shall be remitted to the treasurer of the city or town for deposit in the general fund of the city or town. Revenue from the fees must be used for local efforts to reduce the commercial sale of sex including, but not limited to, increasing enforcement \_of commercial sex laws.

(i) At least fifty percent of the revenue from fees imposed under this section must be

spent on prevention, including education programs for offenders, such as john school, and rehabilitative services, such as mental health and substance abuse counseling, parenting skills, training, housing relief, education, vocational training, drop-in centers, and employment counseling.

(ii)))as follows:

(i) 45 percent to the treasurer of the county where the offense occurred for deposit in the county general fund, except in cases in which the offense occurred in a city or town that provides for its own law enforcement, in which case these amounts shall be remitted to the treasurer of the city or town for deposit in the general fund of the city or town, and which must be spent on services for victims of trafficking crimes in that jurisdiction;

(ii) 45 percent to the treasurer of the county where the offense occurred for deposit in the county general fund, except in cases in which the offense occurred in a city or town that provides for its own law enforcement, in which case these amounts shall be remitted to the treasurer of the city or town for deposit in the general fund of the city or town, and which must be spent on: (A) Local efforts to reduce the commercial sale of sex, including but not <u>limited</u> to increasing enforcement commercial sex laws; (B) prevention, including education programs for offenders, such as programs to educate and divert persons from soliciting commercial sexual services; and (C) rehabilitative services, <u>such as mental health and substance abuse</u> counseling, parenting skills, training, housing relief, education, vocational training, drop-in centers, and employment counseling; and

(iii) 10 percent must be retained by the clerks of the courts for their official services.

(b) Revenues from these fees are not subject to the distribution requirements under RCW 3.50.100, 3.62.020, 3.62.040, 10.82.070, or 35.20.220.

(((5) If the victim of any offense identified in this section is a minor, force, fraud, or coercion are not necessary elements of an offense and consent to the sexually explicit act or commercial sex act does not constitute a defense.

(6) For purposes of this section:

(a) "Commercial sex act" means any act of sexual contact or sexual intercourse, both as defined in chapter 9A.44 RCW, for which something of value is given or received by any person; and

(b) "Sexually explicit act" means a public, private, or live photographed, recorded, or videotaped act or show intended to arouse or satisfy the sexual desires or appeal to the prurient interests of patrons for which something of value is given or received.))

<u>NEW SECTION.</u> **Sec. 2.** (1) The state auditor must conduct a performance audit of the collection and use of mandatory fees assessed pursuant to RCW 9A.40.100. In addition to other measures established by the state auditor, the audit shall:

- (a) Determine whether jurisdictions are assessing fees consistent with t.he requirements of RCW 9A.40.100;
- (b) Determine whether jurisdictions are using the revenue from assessed fees to fund local efforts to reduce the commercial sale of sex as required by RCW 9A.40.100;
- (c) Determine whether jurisdictions are using at least 50 percent of the revenue from assessed fees on prevention and rehabilitative services as required by RCW 9A.40.100; and
- (d) If fees are not being assessed or used as required, make recommendations for corrective action.
- (2) The state auditor may conduct the audit at a sample of jurisdictions as needed.
- (3) The state auditor shall publish its final audit report no later than December 31, 2025.
- (4) This section expires January 31,
- $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 7.68 RCW to read as follows:
- (1) Subject to the availability of funds appropriated for this purpose, commercially sexually exploited children coordinating committee is to facilitate a statewide statewide established coordinated response to the commercial sexual exploitation of children, youth, and young adults 24 years old and younger by relying on the voices of those with lived experience, qualitative and quantitative data, and the collective expertise of youthserving professionals and youth policy experts to increase supports, protections, and resource identification in the areas of prevention and intervention with particular emphasis on improving the response of systems of care, including but not limited to child welfare, juvenile criminal legal, health care, and education.
- (2) The committee is convened by the office of the attorney general with the department of commerce assisting with agenda planning and administrative and clerical support. The committee consists of the following members:
- (a) One member from each of the two largest caucuses of the house of the house representatives appointed by the speaker of the house of representatives;
- (b) One member from each of the two largest caucuses of the senate appointed by the president of the senate;
- (c) A representative of the governor's office appointed by the governor;
- (d) The secretary of the department of children, youth, and families or his or her designee;
- (e) The secretary of the juvenile rehabilitation administration or his or her designee;
- (f) The attorney general or his or her designee;
- (g) The superintendent of instruction or his or her designee;
- (h) A representative of administrative office of the courts appointed by the administrative office of

- (i) A representative of the Washington state patrol;
- (j) The executive director of Washington association of sheriffs and police chiefs or his or her designee;
- (k) The executive director of Washington state criminal justice training commission or his or her designee;
- (1) A representative of the Washington association of prosecuting appointed by the association;
- (m) The executive director of the office  $% \left( \frac{1}{2}\right) =\left( \frac{1}{2}\right) ^{2}$ of public defense or his or her designee;
- (n) Three representatives of community service providers that provide direct services to commercially sexually exploited children appointed by the attorney general;
- Two representatives nongovernmental organizations familiar with the issues affecting commercially sexually exploited children appointed by the attorney general;
- (p) The president of the superior court
- judges' association or his or her designee;
  (q) The president of the juvenile court administrators or his or her designee;
- (r) Any existing chairs of regional task forces on commercially sexually exploited children;
- (s) A representative from the criminal defense bar;
- (t) A representative of the center for children and youth justice;
- (u) A representative from the office of crime victims advocacy;
- (v) The executive director of the Washington coalition of sexual assault programs;
- (w) The executive director of the statewide organization representing children's advocacy centers or his or her designee;
- (x) A representative of an organization that provides inpatient chemical dependency treatment to youth, appointed by attorney general;
- (y) A representative of an organization that provides mental health treatment to youth, appointed by the attorney general;
- (z) A survivor of human trafficking, appointed by the attorney general;
- (aa) Two subject matter experts in intervention and prevention of commercial sexual exploitation of children, youth, and young adults;
- (bb) A representative from a youth advocacy organization;
- (cc) A representative from the office of homeless youth;
- (dd) A representative from a homeless youth policy advocacy organization; and
- (ee) A representative from the LGBTQ+ community.
- (3) The duties of the committee include, but are not limited to:
- (a) Overseeing and reviewing implementation of the Washington state model protocol for commercially sexually exploited children at task force sites;
- (b) Receiving reports and data from local regional entities regarding incidence of commercially sexually exploited children in their areas as well as data information regarding perpetrators, geographic data and location trends, and any other data deemed relevant;

Receiving reports on local coordinated community response practices and

results of the community responses;

(d) Reviewing recommendations from local and regional entities regarding policy and legislative changes that would improve the efficiency and effectiveness of local response practices;

- (e) Making recommendations regarding policy and legislative changes that would improve the effectiveness of the state's response to and promote best practices for suppression of the commercial exploitation of children;
- (f) Making recommendations regarding data collection useful to understanding or addressing the problem of commercially sexually exploited children;
- (g) Reviewing and making recommendations regarding strategic local investments or opportunities for federal and state funding address the commercial sexual exploitation of children;
- (h) Compiling data on the number of juveniles believed to be victims of sexual exploitation taken into custody under RCW 43.185C.260;
- (i) Making recommendations on how to fulfill and improve Washington's safe harbor law, chapter 331, Laws of 2020 (Engrossed Third Substitute House Bill 1775), including addressing the lack of receiving centers; and
- (j) Coordinating efforts on behalf of commercially sexually exploited children and youth across the state so as to avoid duplicative efforts, use resources more efficiently, and increase awareness available resources.
- (4) The committee must meet no less than annually.
- (5) The committee shall annually report its findings and recommendations to the appropriate committees of the legislature and to any other known statewide committees addressing trafficking or the commercial sex
  - (6) This section expires June 30, 2030.

#### PART Ι VICTIM IDENTIFICATION. REPORTING, AND SCREENING

**Sec. 4.** RCW 13.34.030 and 2021 c 304 s 1 and 2021 c 67 s 2 are each reenacted and amended to read as follows:

The definitions in this section apply throughout this chapter unless the context

clearly requires otherwise.

- (1) "Abandoned" means when the child's parent, guardian, or other custodian has expressed, either by statement or conduct, an intent to forego, for an extended period, parental rights or responsibilities despite an ability to exercise such rights and responsibilities. If the court finds that the petitioner has exercised due diligence in attempting to locate the parent, no contact between the child and the child's parent, guardian, or other custodian for a period of three months creates a rebuttable presumption of abandonment, even if there is
- no expressed intent to abandon.
  (2) "Child," "juvenile," and "youth" mean:

(a) Any individual under the age eighteen years; or

(b) Any individual age eighteen twenty-one years who is eligible to receive and who elects to receive the extended foster care services authorized under RCW 74.13.031. A youth who remains dependent and who receives extended foster care services under RCW 74.13.031 shall not be considered a "child" under any other statute or for any other purpose.

(3) "Current placement episode" means the period of time that begins with the most recent date that the child was removed from the home of the parent, guardian, or legal custodian for purposes of placement in outof-home care and continues until: (a) The child returns home; (b) an adoption decree, a permanent custody order, or guardianship order is entered; or (c) the dependency is

dismissed, whichever occurs first.
(4) "Department" means the department of

- children, youth, and families.
  (5) "Dependency guardian" means the person, nonprofit corporation, or Indian tribe appointed by the court pursuant to this chapter for the limited purpose of assisting the court in the supervision of the dependency.
- (6) "Dependent child" means any child who:
  - (a) Has been abandoned;
- (b) Is abused or neglected as defined in (( $\frac{\text{chapter 26.44}}{\text{chapter 26.44}}$ )) RCW  $\frac{26.44.020}{\text{chapter 26.44}}$  by a person legally responsible for the care of the child:
- (c) Has no parent, guardian, or custodian capable of adequately caring for the child, such that the child is in circumstances which constitute a danger of substantial damage to the child's psychological or physical development; ((or))
- (d) Is receiving extended foster care services, as authorized by RCW 74.13.031; or
- (e) Is a victim of sex trafficking or severe forms of trafficking in persons under the trafficking victims protection act of 2000, 22 U.S.C. Sec. 7101 et seq., when the parent is involved in the trafficking, facilitating the trafficking, or should have
- known that the child is being trafficked.

  (7) "Developmental disability" means a disability attributable to intellectual disability, cerebral palsy, epilepsy, autism, or another neurological or other condition of an individual found by the secretary of the department of social and health services to be closely related to an intellectual disability or to require treatment similar to that required for individuals with intellectual disabilities, which disability originates before the individual attains age eighteen, which has continued or can be expected to continue indefinitely, and which constitutes substantial limitation to the individual.
- (8) "Educational liaison" means a person who has been appointed by the court to fulfill responsibilities outlined in RCW 13.34.046.
- (9) "Experiencing homelessness" lacking a fixed, regular, and adequate nighttime residence, including circumstances such as sharing the housing of other persons  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left$ due to loss of housing, economic hardship, fleeing domestic violence, or a similar

reason as described in the federal McKinney-Vento homeless assistance act (Title 42 U.S.C., chapter 119, subchapter I) as it existed on January 1, 2021.

(10) "Extended foster care services"

means residential and other support services the department is authorized to provide under RCW 74.13.031. These services may include placement in licensed, relative, or otherwise approved care, or supervised independent living settings; assistance in meeting basic needs; independent living services; medical assistance; and counseling or treatment.

"Guardian" (11)means the person or agency that: (a) Has been appointed as the guardian of a child in a legal proceeding, including a guardian appointed pursuant to chapter 13.36 RCW; and (b) has the legal right to custody of the child pursuant to such appointment. The term "guardian" does not include a "dependency guardian" appointed pursuant to a proceeding under

this chapter.

- (12) "Guardian ad litem" means a person, appointed by the court to represent the best interests of a child in a proceeding under this chapter, or in any matter which may be consolidated with a proceeding under this chapter. A "court-appointed special advocate" appointed by the court to be the guardian ad litem for the child, or to perform substantially the same duties and functions as a guardian ad litem, shall be deemed to be guardian ad litem for all
- purposes and uses of this chapter.

  (13) "Guardian ad litem program" means a court-authorized volunteer program, which is or may be established by the superior court of the county in which such proceeding is filed, to manage all aspects of volunteer quardian ad litem representation children alleged or found to be dependent. Such management shall include but is not Recruitment, to: screening, supervision, assignment, training, and discharge of volunteers.
- (14) "Guardianship" means a guardianship pursuant to chapter 13.36 RCW or a limited guardianship of a minor pursuant to RCW 11.130.215 or equivalent laws of another state or a federally recognized Indian tribe.
- (15)"Housing assistance" means appropriate referrals by the department or other agencies to federal, state, local, or agencies organizations, or assistance with forms, applications, or financial subsidies or other monetary assistance for housing. For purposes of this "housing assistance" is not a chapter, service or family reunification service as described in RCW 13.34.025(2).

(16) "Indigent" means a person who, at any stage of a court proceeding, is:

(a) Receiving one of the following types of public assistance: Temporary assistance for needy families, aged, blind, or disabled assistance benefits, medical care services under RCW 74.09.035, pregnant women benefits, assistance poverty-related veterans' benefits, food stamps or food stamp benefits transferred electronically, refugee resettlement benefits, medicaid, or supplemental security income; or

- (b) Involuntarily committed to a public mental health facility; or
- (c) Receiving an annual income, after taxes, of one hundred twenty-five percent or less of the federally established poverty level; or
- (d) Unable to pay the anticipated cost of counsel for the matter before the court because his or her available funds are insufficient to pay any amount for the retention of counsel.
- (17) "Nonminor dependent" means anv individual age eighteen to twenty-one years who is participating in extended foster care services authorized under RCW 74.13.031.
- (18) "Out-of-home care" means placement in a foster family home or group facility licensed pursuant to chapter 74.15 RCW or placement in a home, other than that of the child's parent, guardian, or legal custodian, not required to be licensed pursuant to chapter 74.15 RCW.
- (19) "Parent" means the biological or or adoptive parents of a child, individual who has established a parent-child relationship under RCW 26.26A.100, unless the legal rights of that person have been terminated by a judicial proceeding pursuant to this chapter, chapter 26.33 RCW, or the equivalent laws of another state or a
- federally recognized Indian tribe.
   (20) "Prevention and family services and programs" means specific mental health prevention and treatment services, substance abuse prevention and treatment services, and in-home parent skill-based programs that qualify for federal funding under the federal family first prevention services act, P.L. 115-123. For purposes of this chapter, prevention and family services and programs are not remedial services or family reunification services as described in RCW 13.34.025(2).
- "Prevention services" (21)means preservation services, as defined in chapter 74.14C RCW, and other reasonably available services, including housing assistance, services, capable of preventing the need for out-ofhome placement while protecting the child. Prevention services include, but are not limited to, prevention and family services and programs as defined in this section.
- (22) "Qualified residential treatment program" means a program that meets the requirements provided in RCW 13.34.420, qualifies for funding under the family first prevention services act under 42 U.S.C. Sec. 672(k), and, if located within Washington state, is licensed as a group care facility under chapter 74.15 RCW.
- (23) "Relative" includes persons related to a child in the following ways:
- (a) Any blood relative, including those of half-blood, and including first cousins, second cousins, nephews or nieces, and persons of preceding generations as denoted by prefixes of grand, great, or great-great;
- (b) Stepfather, stepmother, stepbrother, and stepsister;
- (c) A person who legally adopts a child or the child's parent as well as the natural and other legally adopted children of such persons, and other relatives of the adoptive parents in accordance with state law;

(d) Spouses of any persons named in (a),(b), or (c) of this subsection, even after the marriage is terminated;

(e) Relatives, as named in (a), (b), (c), r (d) of this subsection, of any half

sibling of the child; or

- (f) Extended family members, as defined by the law or custom of the Indian child's tribe or, in the absence of such law or custom, a person who has reached the age of eighteen and who is the Indian child's grandparent, aunt or uncle, brother or sister, brother-in-law or sister-in-law, niece or nephew, first or second cousin, or stepparent who provides care in the family abode on a twenty-four hour basis to an Indian child as defined in 25 U.S.C. Sec. 1903(4).
- (24) "Shelter care" means temporary physical care in a facility licensed pursuant to RCW 74.15.030 or in a home not required to be licensed pursuant to RCW 74.15.030.
- (25) "Sibling" means a child's birth brother, birth sister, adoptive brother, adoptive sister, half-brother, or half-sister, or as defined by the law or custom of the Indian child's tribe for an Indian child as defined in RCW 13.38.040.

(26) "Social study" means a written evaluation of matters relevant to the disposition of the case that contains the information required by RCW 13.34.430.

- (27) "Supervised independent living" includes, but is not limited to, apartment living, room and board arrangements, college or university dormitories, and shared roommate settings. Supervised independent living settings must be approved by the department or the court.
- (28) "Voluntary placement agreement" means, for the purposes of extended foster care services, a written voluntary agreement between a nonminor dependent who agrees to submit to the care and authority of the department for the purposes of participating in the extended foster care program.
- ${\bf Sec.~5.}$  RCW 26.44.020 and 2023 c 122 s 5 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Abuse or neglect" means sexual abuse, sexual exploitation, female genital mutilation as defined in RCW 18.130.460, trafficking as described in RCW 9A.40.100, sex trafficking or severe forms of trafficking in persons under the trafficking victims protection act of 2000, 22 U.S.C. Sec. 7101 et seq., or injury of a child by any person under circumstances which cause harm to the child's health, welfare, or safety, excluding conduct permitted under RCW 9A.16.100; or the negligent treatment or maltreatment of a child by a person responsible for or providing care to the child. An abused child is a child who has been subjected to child abuse or neglect as defined in this section
- defined in this section.

  (2) "Child" or "children" means any person under the age of eighteen years of age.
- (3) "Child forensic interview" means a developmentally sensitive and legally sound

method of gathering factual information regarding allegations of child abuse, child neglect, or exposure to violence. This interview is conducted by a competently trained, neutral professional utilizing techniques informed by research and best practice as part of a larger investigative process.

- (4) "Child protective services" means those services provided by the department designed to protect children from child abuse and neglect and safeguard such children from future abuse and neglect, and conduct investigations of child abuse and neglect reports. Investigations may conducted regardless of the location of the alleged abuse or neglect. Child protective services includes referral to services to ameliorate conditions that endanger the welfare of children, the coordination of necessary programs and services relevant to the prevention, intervention, and treatment of child abuse and neglect, and services to children to ensure that each child has a permanent home. In determining whether protective services should be provided, the department shall not decline to provide such services solely because of the child's unwillingness or developmental inability to describe the nature and severity of the abuse or neglect.
- (5) "Child protective services section" means the child protective services section of the department.
- (6) "Child who is a candidate for foster care" means a child who the department identifies as being at imminent risk of entering foster care but who can remain safely in the child's home or in a kinship placement as long as services or programs that are necessary to prevent entry of the child into foster care are provided, and includes but is not limited to a child whose adoption or guardianship arrangement is at risk of a disruption or dissolution that would result in a foster care placement. The term includes a child for whom there is reasonable cause to believe that any of the following circumstances exist:

(a) The child has been abandoned by the parent as defined in RCW 13.34.030 and the child's health, safety, and welfare is seriously endangered as a result;

(b) The child has been abused or neglected as defined in this chapter and the child's health, safety, and welfare is seriously endangered as a result;

(c) There is no parent capable of meeting the child's needs such that the child is in circumstances that constitute a serious danger to the child's development;

(d) The child is otherwise at imminent

risk of harm.

(7) "Children's advocacy center" means a child-focused facility in good standing with the state chapter for children's advocacy centers and that coordinates a multidisciplinary process for the investigation, prosecution, and treatment of sexual and other types of child abuse. Children's advocacy centers provide a location for forensic interviews and coordinate access to services such as, but not limited to, medical evaluations, advocacy, therapy, and case review by multidisciplinary teams within the context

- of county protocols as defined in RCW 26.44.180 and 26.44.185.
- (8) "Clergy" means any regularly licensed or ordained minister, priest, or rabbi of any church or religious denomination, whether acting in an individual capacity or as an employee or agent of any public or private organization or institution.
- (9) "Court" means the superior court of the state of Washington, juvenile department.
- (10) "Department" means the department of children, youth, and families.
- (11) "Experiencing homelessness" means lacking a fixed, regular, and adequate nighttime residence, including circumstances such as sharing the housing of other persons due to loss of housing, economic hardship, fleeing domestic violence, or a similar reason as described in the federal McKinney-Vento homeless assistance act (Title 42 U.S.C., chapter 119, subchapter I) as it existed on January 1, 2021.
- (12) "Family assessment" means a comprehensive assessment of child safety, risk of subsequent child abuse or neglect, and family strengths and needs that is applied to a child abuse or neglect report. Family assessment does not include a determination as to whether child abuse or neglect occurred, but does determine the need for services to address the safety of the child and the risk of subsequent maltreatment.
- (13) "Family assessment response" means a way of responding to certain reports of child abuse or neglect made under this chapter using a differential response approach to child protective services. The family assessment response shall focus on the safety of the child, the integrity and preservation of the family, and shall assess the status of the child and the family in terms of risk of abuse and neglect including the parent's or guardian's or other caretaker's capacity and willingness to protect the child and, if necessary, plan and arrange the provision of services to reduce the risk and otherwise support the family. No one is named as a perpetrator, and no investigative finding is entered in record as a result of a family assessment.
- (14) "Founded" means the determination following an investigation by the department that, based on available information, it is more likely than not that child abuse or neglect did occur.
- (15) "Inconclusive" means the determination following an investigation by the department of social and health services, prior to October 1, 2008, that based on available information a decision cannot be made that more likely than not, child abuse or neglect did or did not occur.
- child abuse or neglect did or did not occur.

  (16) "Institution" means a private or public hospital or any other facility providing medical diagnosis, treatment, or care.
- (17) "Law enforcement agency" means the police department, the prosecuting attorney, the state patrol, the director of public safety, or the office of the sheriff.
- (18) "Malice" or "maliciously" means an intent, wish, or design to intimidate, annoy, or injure another person. Such malice

- may be inferred from an act done in willful disregard of the rights of another, or an act wrongfully done without just cause or excuse, or an act or omission of duty betraying a willful disregard of social duty.
- (19)"Negligent treatment ormaltreatment" means an act or a failure to act, or the cumulative effects of a pattern of conduct, behavior, or inaction, evidences a serious disregard consequences of such magnitude as t.o constitute a clear and present danger to a child's health, welfare, or safety, including but not limited to conduct prohibited under RCW 9A.42.100. When considering whether a clear and present danger exists, evidence of a parent's substance abuse as a contributing factor to negligent treatment or maltreatment shall be given great weight. The fact that siblings share a bedroom is not, in and of itself, treatment or maltreatment. experiencing homelessness, or negligent Poverty, experiencing or exposure to domestic violence as defined in RCW 7.105.010 that is perpetrated against someone other than the child does not constitute negligent treatment maltreatment in and of itself.
- (20) "Pharmacist" means any registered pharmacist under chapter 18.64 RCW, whether acting in an individual capacity or as an employee or agent of any public or private organization or institution.
- or "practitioner" means a person licensed by this state to practice podiatric medicine and surgery, optometry, chiropractic, nursing, dentistry, osteopathic medicine and surgery, or medicine and surgery or to provide other health services. The term "practitioner" includes a duly accredited Christian Science practitioner. A person who is being furnished Christian Science treatment by a duly accredited Christian Science practitioner will not be considered, for that reason alone, a neglected person for the purposes of this chapter.
- (22) "Prevention and family services and programs" means specific mental health prevention and treatment services, substance abuse prevention and treatment services, and in-home parent skill-based programs that qualify for federal funding under the federal family first prevention services act, P.L. 115-123. For purposes of this chapter, prevention and family services and programs are not remedial services or family reunification services as described in RCW 13.34.025(2).
- (23) "Professional school personnel" include, but are not limited to, teachers, counselors, administrators, child care facility personnel, and school nurses.
- (24) "Psychologist" means any person licensed to practice psychology under chapter 18.83 RCW, whether acting in an individual capacity or as an employee or agent of any public or private organization or institution.
- (25) "Screened-out report" means a report of alleged child abuse or neglect that the department has determined does not rise to the level of a credible report of abuse or neglect and is not referred for investigation.

(26) "Sexual exploitation" includes: (a) Allowing, permitting, or encouraging a child to engage in prostitution by any person; or (b) allowing, permitting, encouraging, or engaging in the obscene or pornographic photographing, filming, or depicting of a child by any person.

child by any person.
(27) "Sexually aggressive youth" means a child who is defined in RCW 74.13.075(1)(b)

as being a sexually aggressive youth.

(28) "Social service counselor" means anyone engaged in a professional capacity during the regular course of employment in encouraging or promoting the health, welfare, support, or education of children, or providing social services to adults or families, including mental health, drug and alcohol treatment, and domestic violence programs, whether in an individual capacity, or as an employee or agent of any public or private organization or institution.

(29) "Unfounded" means the determination following an investigation by the department that available information indicates that, more likely than not, child abuse or neglect did not occur, or that there is insufficient evidence for the department to determine whether the alleged child abuse did or did

not occur.

Sec. 6. RCW 26.44.030 and 2019 c 172 s 6 are each amended to read as follows:

(1)(a) When any practitioner, county coroner or medical examiner, law enforcement officer, professional school personnel, registered or licensed nurse, social service counselor, psychologist, pharmacist, employee of the department of children, youth, and families, licensed or certified child care providers or their employees, employee of the department of social and health services, juvenile probation officer, diversion unit staff, placement and liaison responsible living specialist, responsible living skills program staff, HOPE center staff, state and children's ombuds or any family volunteer in the ((ombuds's))ombuds' office, or host home program has reasonable cause to believe that a child has suffered abuse or neglect, he or she shall report such incident, or cause a report to be made, to the proper law enforcement agency or to the department as provided in RCW 26.44.040.

(b) When any person, in his or her official supervisory capacity with nonprofit or for-profit organization, has reasonable cause to believe that a child has suffered abuse or neglect caused by a person over whom he or she regularly exercises supervisory authority, he or she shall report such incident, or cause a report to be made, to the proper law enforcement agency, provided that the person alleged to have caused the abuse or neglect is employed by, contracted by, or volunteers with the organization and coaches, trains, educates, or counsels a child or children or regularly has unsupervised access to a child or children as part of the employment, contract, or voluntary service. No one shall be required to report under this section when he or she obtains the information solely as a result of a privileged communication as provided in RCW 5.60.060.

Nothing in this subsection (1)(b) shall limit a person's duty to report under (a) of this subsection.

For the purposes of this subsection, the

following definitions apply:

(i) "Official supervisory capacity" means a position, status, or role created, recognized, or designated by any nonprofit or for-profit organization, either for financial gain or without financial gain, whose scope includes, but is not limited to, overseeing, directing, or managing another person who is employed by, contracted by, or volunteers with the nonprofit or for-profit organization.

(ii) "Organization" includes a sole partnership, proprietor, corporation, liability company, limited association, financial institution, governmental entity, other than the federal government, and any other individual or group engaged in a trade, occupation, enterprise, governmental function. charitable function, or similar activity in this state whether or not the entity is operated as a nonprofit or for-profit entity.

(iii) "Reasonable cause" means a person witnesses or receives a credible written or oral report alleging abuse, including sexual

contact, or neglect of a child.

(iv) "Regularly exercises supervisory authority" means to act in his or her official supervisory capacity on an ongoing or continuing basis with regards to a particular person.

(v) "Sexual contact" has the same meaning

as in RCW 9A.44.010.

(c) The reporting requirement also applies to department of corrections personnel who, in the course of their employment, observe offenders or the children with whom the offenders are in contact. If, as a result of observations or information received in the course of his or her employment, any department of corrections personnel has reasonable cause to believe that a child has suffered abuse or neglect, he or she shall report the incident, or cause a report to be made, to the proper law enforcement agency or to the department as provided in RCW 26.44.040.

(d) The reporting requirement shall also apply to any adult who has reasonable cause to believe that a child who resides with them, has suffered severe abuse, and is able or capable of making a report. For the purposes of this subsection, "severe abuse" means any of the following: Any single act of abuse that causes physical trauma of sufficient severity that, if left untreated, could cause death; any single act of sexual abuse that causes significant bleeding, deep bruising, or significant external or internal swelling; or more than one act of physical abuse, each of which causes bleeding, deep bruising, significant external or internal swelling, bone fracture, or unconsciousness.

fracture, or unconsciousness.

(e) The reporting requirement also applies to guardians ad litem, including court-appointed special advocates, appointed under Titles 11 and 13 RCW and this title, who in the course of their representation of children in these actions have reasonable

cause to believe a child has been abused or neglected.

- (f) The reporting requirement in (a) of this subsection also applies to administrative and academic or athletic department employees, including student employees, of institutions of higher education, as defined in RCW 28B.10.016, and of private institutions of higher education.
- (g) The report must be made at the first opportunity, but in no case longer than forty-eight hours after there is reasonable cause to believe that the child has suffered abuse or neglect. The report must include the identity of the accused if known.
- (2) The reporting requirement of subsection (1) of this section does not apply to the discovery of abuse or neglect that occurred during childhood if it is discovered after the child has become an adult. However, if there is reasonable cause to believe other children are or may be at risk of abuse or neglect by the accused, the reporting requirement of subsection (1) of this section does apply.
- (3) Any other person who has reasonable cause to believe that a child has suffered abuse or neglect may report such incident to the proper law enforcement agency or to the department as provided in RCW 26.44.040.
- (4) The department, upon receiving a report of an incident of alleged abuse or neglect pursuant to this chapter, involving a child who has died or has had physical injury or injuries inflicted upon him or her other than by accidental means or who has been subjected to alleged sexual abuse, shall report such incident to the proper law enforcement agency, including military law enforcement, if appropriate. In emergency cases, where the child's welfare is endangered, the department shall notify the proper law enforcement agency within twentyfour hours after a report is received by the department. In all other cases, the department shall notify the law enforcement agency within seventy-two hours after a report is received by the department. If the department makes an oral report, a written report must also be made to the proper law five within days enforcement agency thereafter.
- (5) Any law enforcement agency receiving a report of an incident of alleged abuse or neglect pursuant to this chapter, involving a child who has died or has had physical injury or injuries inflicted upon him or her other than by accidental means, or who has been subjected to alleged sexual abuse, shall report such incident in writing as provided in RCW 26.44.040 to the proper county prosecutor or city attorney for appropriate action whenever the enforcement agency's investigation reveals that a crime may have been committed. The law enforcement agency shall also notify the department of all reports received and the law enforcement agency's disposition of them. In emergency cases, where the child's welfare is endangered, the law enforcement agency shall notify the department within twenty-four hours. In all other cases, the law enforcement agency shall notify the department within seventy-two hours after a report is received by the law enforcement agency.

- (6) Any county prosecutor or city attorney receiving a report under subsection (5) of this section shall notify the victim, any persons the victim requests, and the local office of the department, of the decision to charge or decline to charge a crime, within five days of making the decision.
- (7) The department may conduct ongoing case planning and consultation with those persons or agencies required to report under this section, with consultants designated by and with department, representatives of Washington Indian tribes if the client information exchanged is pertinent to cases currently receiving child protective services. Upon request, the department shall conduct such planning and consultation with those persons required to report under this section if the department determines it is in the best interests of the child. Information considered privileged by statute and not directly related to reports required by this section must not be divulged without a valid written waiver of the privilege.
- (8) Any case referred to the department by a physician licensed under chapter 18.57 or 18.71 RCW on the basis of an expert medical opinion that child abuse, neglect, or sexual assault has occurred and that the child's safety will be seriously endangered if returned home, the department shall file a dependency petition unless a second licensed physician of the parents' choice believes that such expert medical opinion is incorrect. If the parents fail to designate a second physician, the department may make the selection. If a physician finds that a child has suffered abuse or neglect but that such abuse or neglect does not constitute imminent danger to the child's health or safety, and the department agrees with the physician's assessment, the child may be left in the parents' home while the department proceeds with reasonable efforts to remedy parenting deficiencies.
- (9) Persons or agencies exchanging information under subsection (7) of this section shall not further disseminate or release the information except as authorized by state or federal statute. Violation of this subsection is a misdemeanor.
- (10) Upon receiving a report that a child is a candidate for foster care as defined in RCW 26.44.020, the department may provide prevention and family services and programs to the child's parents, guardian, or caregiver. The department may not be held civilly liable for the decision regarding whether to provide prevention and family services and programs, or for the provision of those services and programs, for a child determined to be a candidate for foster care.
- (11) Upon receiving a report of alleged abuse or neglect, the department shall make reasonable efforts to learn the name, address, and telephone number of each person making a report of abuse or neglect under this section. The department shall provide assurances of appropriate confidentiality of the identification of persons reporting under this section. If the department is unable to learn the information required

under this subsection, the department shall only investigate cases in which:

- (a) The department believes there is a serious threat of substantial harm to the child;
- report indicates involving a criminal offense that has, or is about to occur, in which the child is the victim: or
- (c) The department has a prior founded report of abuse or neglect with regard to a member of the household that is within three years of receipt of the referral.
- (12)(a) Upon receiving a report of alleged abuse or neglect, the department shall use one of the following discrete responses to reports of child abuse or neglect that are screened in and accepted for departmental response:
  - (i) Investigation; or
- (ii) Family assessment.(b) In making the response in (a) of this subsection the department shall:
- (i) Use a method by which to assign cases to investigation or family assessment which are based on an array of factors that may include the presence of: Imminent danger, level of risk, number of previous child or neglect reports, or other presenting case characteristics, such as the type of alleged maltreatment and the age of the alleged victim. Age of the alleged victim shall not be used as the sole criterion for determining case assignment;
- (ii) Allow for a change in response assignment based on new information that alters risk or safety level;
- (iii) Allow families assigned to family assessment to choose to receive an investigation rather than assessment;
- (iv) Provide a full investigation if a the family family refuses initial assessment;
- (V) Provide voluntary services families based on the results of the initial family assessment. If a family refuses voluntary services, and the department cannot identify specific facts related to risk or safety that warrant assignment to investigation under this chapter, and there is not a history of reports of child abuse or neglect related to the family, then the department must close the family assessment response case. However, if at any time the department identifies risk or safety factors that warrant an investigation under this chapter, then the family assessment response case must be reassigned to investigation;
- (vi) Conduct an investigation, and not a family assessment, in response to an allegation that, the department determines based on the intake assessment:
- (A) Indicates a child's health, safety, and welfare will be seriously endangered if not. taken into custody for reasons including, but not limited to, sexual abuse and sexual exploitation of the child as defined in this chapter;
- (B) Poses a serious threat of substantial harm to a child;
- (C) Constitutes conduct involving criminal offense that has, or is about to occur, in which the child is the victim;
- (D) The child is an abandoned child as defined in RCW 13.34.030;

- (E) The child is an adjudicated dependent child as defined in RCW 13.34.030, or the child is in a facility that is licensed, operated, or certified for care of children by the department under chapter 74.15 RCW.
- (c) In addition, the department may use a family assessment response to assess  $\bar{\text{for}}$  and provide prevention and family services and programs, as defined in RCW 26.44.020, for the following children and their families, consistent with requirements under the federal family first prevention services act and this section:
- (i) A child who is a candidate for foster care, as defined in RCW 26.44.020; and
  - (ii) A child who is in foster care and
- who is pregnant, parenting, or both.
- (d) The department may not be held civilly liable for the decision to respond to an allegation of child abuse or neglect by using the family assessment response under this section unless the state or its officers, agents, or employees acted with reckless disregard.
- (13) (a) For reports of alleged abuse or neglect that are accepted for investigation by the department, the investigation shall be conducted within time frames established by the department in rule. In no case shall the investigation extend longer than ninety days from the date the report is received, unless the investigation is being conducted under a written protocol pursuant to RCW 26.44.180 and a law enforcement agency or prosecuting attorney has determined that a longer investigation period is necessary. At the completion of the investigation, the department shall make a finding that the report of child abuse or neglect is founded or unfounded.
- (b) If a court in a civil or criminal proceeding, considering the same facts or circumstances as are contained in the report being investigated by the department, makes a judicial finding by a preponderance of the evidence or higher that the subject of the pending investigation has abused neglected the child, the department shall adopt the finding in its investigation.
- (14) For reports of alleged abuse or neglect that are responded to through family assessment response, the department shall:
- (a) Provide the family with a written explanation of the procedure for assessment of the child and the family and its purposes;
- Collaborate with the family to identify family strengths, resources, and service needs, and develop a service plan with the goal of reducing risk of harm to the child and improving or restoring family well-being;
- (c) Complete t.he family assessment response within forty-five days of receiving the report except as follows:
- (i) Upon parental agreement, the family assessment response period may be extended up to one hundred twenty days. The department's extension of the family assessment response period must be operated within the department's appropriations;
- (ii) For cases in which the department elects to use a family assessment response as authorized under subsection (12)(c) of this section, and upon agreement of the child's parent, legal guardian, legal

custodian, or relative placement, the family assessment response period may be extended up to one year. The department's extension of the family assessment response must be operated within the department's appropriations.

(d) Offer services to the family in a manner that makes it clear that acceptance

of the services is voluntary;

(e) Implement the family assessment
response in a consistent and cooperative
manner;

- (f) Have the parent or guardian agree to participate in services before services are initiated. The department shall inform the parents of their rights under family assessment response, all of their options, and the options the department has if the parents do not agree to participate in services.
- (15)(a) In conducting an investigation or family assessment of alleged abuse or neglect, the department or law enforcement agency:
- May interview children. department determines that the response to the allegation will be family assessment response, the preferred practice is to request a parent's, guardian's, or custodian's permission to interview the child before conducting the child interview unless doing so would compromise the safety of the child or the integrity of the assessment. The interviews may be conducted on school premises, at day-care facilities, at the child's home, or at other suitable locations outside of the presence of parents. If the allegation is investigated, parental notification of the interview must occur at the earliest possible point in the investigation that will not jeopardize the safety or protection of the child or the course of the investigation. Prior to commencing the interview the department or enforcement agency shall determine whether the child wishes a third party to be present for the interview and, if so, shall make reasonable efforts to accommodate the child's wishes. Unless the child objects, the department or law enforcement agency shall make reasonable efforts to include a third party in any interview so long as the presence of the third party will not jeopardize the course of the investigation; and
- (ii) Shall have access to all relevant records of the child in the possession of mandated reporters and their employees.
- (b) The Washington state school directors' association shall adopt a model policy addressing protocols when an interview, as authorized by this subsection, is conducted on school premises. In formulating its policy, the association shall consult with the department and the Washington association of sheriffs and police chiefs.
- (16) If a report of alleged abuse or neglect is founded and constitutes the third founded report received by the department within the last twelve months involving the same child or family, the department shall promptly notify the office of the family and children's ombuds of the contents of the report. The department shall also notify the ombuds of the disposition of the report.

- (17) In investigating and responding to allegations of child abuse and neglect, the department may conduct background checks as authorized by state and federal law.
- (18)(a) The department shall maintain investigation records and conduct timely and periodic reviews of all founded cases of abuse and neglect. The department shall maintain a log of screened-out nonabusive cases.
- (b) In the family assessment response, the department shall not make a finding as to whether child abuse or neglect occurred. No one shall be named as a perpetrator and no investigative finding shall be entered in the department's child abuse or neglect database.
- (19) The department shall use a risk assessment process when investigating alleged child abuse and neglect referrals. The department shall present the risk factors at all hearings in which the placement of a dependent child is an issue. Substance abuse must be a risk factor.
- (20) Upon receipt of a report of alleged abuse or neglect the law enforcement agency may arrange to interview the person making the report and any collateral sources to determine if any malice is involved in the reporting.
- (21) Upon receiving a report of alleged abuse or neglect involving a child under the court's jurisdiction under chapter 13.34 RCW, the department shall promptly notify the child's guardian ad litem of the report's contents. The department shall also notify the guardian ad litem of the disposition of the report. For purposes of this subsection, "guardian ad litem" has the meaning provided in RCW 13.34.030.
- (22) The department shall make efforts as soon as practicable to determine the military status of parents whose children are subject to abuse or neglect allegations. If the department determines that a parent or guardian is in the military, the department shall notify a department of defense family advocacy program that there is an allegation of abuse and neglect that is screened in and open for investigation that relates to that military parent or quardian.
- (23) The department shall make available on its public website a downloadable and printable poster that includes the reporting requirements included in this section. The poster must be no smaller than eight and one-half by eleven inches with all information on one side. The poster must be made available in both the English and Spanish languages. Organizations that include employees or volunteers subject to the reporting requirements of this section must clearly display this poster in a common area. At a minimum, this poster must include the following:
- (a) Who is required to report child abuse and neglect;
- (b) The standard of knowledge to justify a report;
  - (c) The definition of reportable crimes;
- (d) Where to report suspected child abuse and neglect; and
- (e) What should be included in a report and the appropriate timing.

 $\underline{\text{NEW SECTION.}}$  Sec. 7. A new section is added to chapter 26.44 RCW to read as follows:

- (1) The department must use a validated assessment tool to screen a child for commercial sexual abuse of a minor if a report of abuse and neglect under RCW 26.44.030 alleges commercial sexual abuse of a minor.
- (2) Whenever there is reasonable cause to believe that a child under the jurisdiction of a juvenile justice agency has suffered commercial sexual abuse of a minor, the juvenile justice agency must use a validated assessment tool to screen the child for commercial sexual abuse of a minor and report such abuse and neglect pursuant to RCW 26.44.030.
- (3) For purposes of this section, "juvenile justice agency" means any of the following: Law enforcement; diversion units; juvenile courts; detention centers; and persons or public or private agencies having children committed to their custody.

Sec. 8. RCW 74.13.031 and 2023 c 221 s 3 are each amended to read as follows:

(1) The department shall develop, administer, supervise, and monitor a coordinated and comprehensive plan that establishes, aids, and strengthens services for the protection and care of runaway, dependent, or neglected children.

- (2) Within available resources, the department shall recruit an adequate number of prospective adoptive and foster homes, both regular and specialized, i.e. homes for children of ethnic minority, including Indian homes for Indian children, sibling or groups, children with disabilities behavioral health conditions, teens, pregnant and parenting teens, and the department shall annually provide data and information to the governor and the legislature concerning the department's success in: (a) Placing children with relatives; (b) providing supports to kinship caregivers including guardianship assistance payments; (c) supporting relatives to pass home studies and become licensed caregivers; and (d) meeting the need for nonrelative family foster homes when children cannot be placed with relatives.
- (3) The department shall investigate complaints of any recent act or failure to act on the part of a parent or caretaker that results in death, serious physical or emotional harm, or sexual abuse or exploitation, or that presents an imminent risk of serious harm, and on the basis of the findings of such investigation, offer child welfare services in relation to the problem to such parents, legal custodians, or persons serving in loco parentis, and/or bring the situation to the attention of an appropriate court, or another community agency. An investigation is not required of nonaccidental injuries which are clearly not the result of a lack of care or supervision by the child's parents, legal custodians, or persons serving in loco parentis. If the investigation reveals that a crime against a child may have been committed, the department shall notify the appropriate law enforcement agency.

- types of services that need to be offered to children who have been identified by a state or local agency as being a victim of either sex trafficking or severe forms of trafficking in persons described under the trafficking victims protection act of 2000, 22 U.S.C. Sec. 7101 et seq.
- (5) For children identified as victims of sex trafficking and victims of severe forms of trafficking in persons described under the trafficking victims protection act of 2000, 22 U.S.C. Sec. 7101 et seq., the <u>department:</u>
- (a) Shall assess and offer services to dependent children as described under RCW 13.34.030; and

(b) May assess and offer services to

children who have not been found dependent.
 (6) As provided in RCW 26.44.030, th department may respond to a report of child abuse or neglect by using the family assessment response.

 $((\frac{5}{1}))$  The department shall offer, on voluntary basis, family reconciliation services to families who are in conflict.

 $((\frac{(6)}{(6)}))$  (8) The department shall monitor placements of children in out-of-home care and in-home dependencies to assure the safety, well-being, and quality of care being provided is within the scope of the intent of the legislature as defined in RCW 74.13.010 and 74.15.010. Under this section children in out-of-home care and in-home dependencies and their caregivers shall receive a private and individual face-toface visit each month. The department shall randomly select no less than ten percent of the caregivers currently providing care to receive one unannounced face-to-face visit in the caregiver's home per year. No caregiver will receive an unannounced visit through the random selection process for two consecutive years. If the caseworker makes a good faith effort to conduct the unannounced visit to a caregiver and is unable to do so, that month's visit to that caregiver need not be unannounced. The department is encouraged to group monthly visits caregivers by geographic area so that in the event an unannounced visit cannot completed, the caseworker may complete other required monthly visits. The department shall use a method of random selection that does not cause a fiscal impact to the department.

The department shall conduct the monthly visits with children and caregivers to whom it is providing child welfare services.

 $((\frac{7}{1}))$  The department shall authority to accept custody of children from parents and to accept custody of children from juvenile courts, where authorized to do so under law, to provide child welfare services including placement for adoption, to provide for the routine and necessary medical, dental, and mental health care, or necessary emergency care of the children, and to provide for the physical care of such children and make payment of maintenance costs if needed. Except where required by Public Law 95-608 (25 U.S.C. Sec. 1915), no private adoption agency which receives children for adoption from the department shall discriminate on the basis of race,

color when creed. or considering applications placement in their for

adoption.

(((+8)))(10) The department may accept custody of children from parents through a voluntary placement agreement to provide child welfare services. The department may place children with a relative, a suitable person, or a licensed foster home under a voluntary placement agreement. In seeking a placement for a voluntary placement agreement, the department should consider the preferences of the parents and attempt to place with relatives or suitable persons over licensed foster care.

 $((\frac{9}{1}))$  The department shall have authority to provide temporary shelter to children who have run away from home and who are admitted to crisis residential centers.

 $((\frac{10}{10}))$  The department shall have authority to purchase care for children.

((<del>(11)</del>))<u>(13)</u> The department shall establish a children's services advisory committee which shall assist the secretary in the development of a partnership plan for utilizing resources of the public and private sectors, and advise on all matters pertaining to child welfare, licensing of child care agencies, adoption, and services related thereto. At least one member shall represent the adoption community.

 $((\frac{12}{12}))(14)(a)$  The department provide continued extended foster care services to nonminor dependents who are:

- (i) Enrolled in a secondary education program or a secondary education equivalency program;
- (ii) Enrolled and participating in a postsecondary academic or postsecondary vocational education program;
- (iii) Participating in a program or activity designed to promote employment or remove barriers to employment;

(iv) Engaged in employment for eighty hours or more per month; or

(v) Not able to engage in any of the activities described in (a)(i) through (iv) of this subsection due to a documented medical condition.

- (b) To be eligible for extended foster care services, the nonminor dependent must have been dependent at the time that he or she reached age eighteen years. If the dependency case of the nonminor dependent was dismissed pursuant to RCW 13.34.267, he or she may receive extended foster care services pursuant to a voluntary placement agreement under RCW 74.13.336 or pursuant to an order of dependency issued by the court under RCW 13.34.268. A nonminor dependent whose dependency case was dismissed by the court may request extended foster services before reaching age twenty-one years. Eligible nonminor dependents may unenroll and reenroll in extended foster care through a voluntary placement agreement an unlimited number of times between ages eighteen and twenty-one.
- (c) The department shall develop and implement rules regarding youth eligibility requirements.
- (d) The department shall make efforts to ensure that extended foster care services maximize medicaid reimbursements. This must include the department ensuring that health and mental health extended foster care

providers participate in medicaid, unless the condition of the extended foster care youth requires specialty care that is not available among participating medicaid providers or there are no participating medicaid providers in the area. The department shall coordinate other services to maximize federal resources and the most cost-efficient delivery of services to extended foster care youth.

(e) The department shall allow a youth who has received extended foster care services, but lost his or her eligibility, to reenter the extended foster care program an unlimited number of times through a voluntary placement agreement when he or she

meets the eligibility criteria again.  $((\frac{(13)}{)})\frac{(15)}{(15)} \quad \text{The department shall have authority to provide adoption support}$ benefits on behalf of youth ages 18 to 21 who achieved permanency through vears adoption at age 16 or older and who meet the criteria described in subsection  $((\frac{(12)}{(12)}))$ (14) of this section.

 $((\frac{(14)}{)})(\underline{16})$  The department shall have authority to provide guardianship subsidies on behalf of youth ages 18 to 21 who achieved permanency through guardianship and who meet the criteria described in subsection  $((\frac{(12)}{(14)}))$  of this section.

 $((\frac{15}{15}))$  The department shall refer cases to the division of child support whenever state or federal funds are expended for the care and maintenance of a child, including a child with a developmental disability who is placed as a result of an action under chapter 13.34 RCW, unless the department finds that there is good cause not to pursue collection of child support against the parent or parents of the child. Cases involving individuals age eighteen through twenty shall not be referred to the division of child support unless required by federal law.

 $((\frac{(16)}{(18)}))\frac{(18)}{(18)}$  The department shall have authority within funds appropriated for foster care services to purchase care for Indian children who are in the custody of a federally recognized Indian tribe or tribally licensed child-placing agency pursuant to parental consent, tribal court order, or state juvenile court order. The purchase of such care is exempt from the requirements of chapter 74.13B RCW and may be purchased from the federally recognized Indian tribe or tribally licensed child-placing agency, and shall be subject to the same eligibility standards and rates of support applicable to other children for whom the department purchases care.

Notwithstanding any other provision of through 13.32A.170 43.185C.295, 74.13.035, and 74.13.036, or of this section all services to be provided by the department under subsections ((4), (7), $\frac{1}{2}$  and  $\frac{1}{2}$  of this section, subject to the limitations of these subsections, may be provided by any program offering such services funded pursuant to Titles II and III of the federal juvenile justice and delinquency prevention act of

(((17)))(19) The department may, within funds appropriated for guardianship subsidies, provide subsidies for eligible guardians who are appointed as guardian of an Indian child by the tribal court of a federally recognized tribe located in Washington state, as defined in RCW 13.38.040. The provision of subsidies shall be subject to the same eligibility standards and rates of support applicable to other children for whom the department provides subsidies. To be eligible, the guardian must either be certified by a department-licensed child-placing agency or licensed by a federally recognized tribe located in Washington state that is a Title IV-E agency, as defined in 45 C.F.R. 1355.20.

 $((\frac{(18)}{(18)}))$  (20) Within amounts appropriated for this specific purpose, the department shall provide preventive services to families with children that prevent or shorten the duration of an out-of-home

placement.

((<del>(19)</del>))(<u>21</u>) The department shall have authority to provide independent living services to youths, including individuals who have attained eighteen years of age, and have not attained twenty-three years of age, who are or have been in the department's care and custody, or who are or were nonminor dependents.

((<del>(20)</del>))(<u>22</u>) The department shall consult at least quarterly with foster parents, including members of the foster parent association of Washington state, for the purpose of receiving information and comment regarding how the department is performing the duties and meeting the obligations specified in this section and RCW 74.13.250 regarding the recruitment of foster homes, reducing foster parent turnover rates, providing effective training for foster parents, and administering a coordinated and comprehensive plan that strengthens services for the protection of children. Consultation shall occur at the regional and statewide levels.

((<del>(21)</del>))(23)(a) The department shall, within current funding levels, place on its public website a document listing the duties and responsibilities the department has to a child subject to a dependency petition including, but not limited to, the following:

(i) Reasonable efforts, including the provision of services, toward reunification of the child with his or her family;

(ii) Sibling visits subject to the restrictions in RCW 13.34.136(2)(b)(ii);

(iii) Parent-child visits;

(iv) Statutory preference for placement
with a relative or other suitable person, if
appropriate; and

(v) Statutory preference for an out-of-home placement that allows the child to remain in the same school or school district, if practical and in the child's best interests.

(b) The document must be prepared in conjunction with a community-based organization and must be updated as needed.

((<del>(22)</del>))(24)(a) The department shall have the authority to purchase legal representation for parents or kinship caregivers, or both, of children who are at risk of being dependent, or who are dependent, to establish or modify a parenting plan under RCW 13.34.155 or chapter 26.09, 26.26A, or 26.26B RCW or secure orders establishing other relevant

civil legal relationships authorized by law, when it is necessary for the child's safety, permanence, or well-being. The department's purchase of legal representation for kinship caregivers must be within the department's appropriations. This subsection does not create an entitlement to legal representation purchased by the department an and does not create judicial authority to order the department to purchase legal representation for a parent or kinship caregiver. Such determinations are solely within the department's discretion. The term "kinship caregiver" as used in this section means a caregiver who meets the definition of "kin" in RCW 74.13.600(1), unless the child is an Indian child as defined in RCW 13.38.040 and 25 U.S.C. Sec. 1903. For an Indian child as defined in RCW 13.38.040 and 25 U.S.C. Sec. 1903, the term "kinship caregiver" as used in this section means a caregiver who is an "extended family member" as defined in RCW 13.38.040(8).

(b) The department is encouraged to work with the office of public defense parent representation program and the office of civil legal aid to develop a cost-effective system for providing effective civil legal representation for parents and kinship caregivers if it exercises its authority under this subsection.

## PART II - CIVIL PROTECTION ORDERS

**Sec. 9.** RCW 7.105.010 and 2022 c 268 s 1 and 2022 c 231 s 8 are each reenacted and amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

(1) "Abandonment" means action or inaction by a person or entity with a duty of care for a vulnerable adult that leaves the vulnerable adult without the means or ability to obtain necessary food, clothing, shelter, or health care.

shelter, or health care.

(2) "Abuse," for the purposes of a vulnerable adult protection order, means intentional, willful, or reckless action or inaction that inflicts injury, unreasonable confinement, intimidation, or punishment on a vulnerable adult. In instances of abuse of a vulnerable adult who is unable to express or demonstrate physical harm, pain, or mental anguish, the abuse is presumed to cause physical harm, pain, or mental anguish. "Abuse" includes sexual abuse, mental abuse, physical abuse, personal exploitation, and improper use of restraint against a vulnerable adult, which have the following meanings:

(a) "Improper use of restraint" means the inappropriate use of chemical, physical, or mechanical restraints for convenience or discipline, or in a manner that: (i) Is inconsistent with federal or state licensing or certification requirements for facilities, hospitals, or programs authorized under chapter 71A.12 RCW; (ii) is not medically authorized; or (iii) otherwise constitutes abuse under this section.

(b) "Mental abuse" means an intentional, willful, or reckless verbal or nonverbal action that threatens, humiliates, harasses, coerces, intimidates, isolates, unreasonably

confines, or punishes a vulnerable adult. "Mental abuse" may include ridiculing, yelling, swearing, or withholding or tampering with prescribed medications their dosage.

(c) "Personal exploitation" means an act of forcing, compelling, or exerting undue influence over a vulnerable adult causing the vulnerable adult to act in a way that is inconsistent with relevant past behavior, or causing the vulnerable adult to perform services for the benefit of another.

"Physical abuse" means intentional, willful, or reckless action of inflicting bodily injury or physical mistreatment. "Physical abuse" includes, but is not limited to, striking with or without slapping, object, pinching, suffocation, strangulation, kicking,

- shoving, or prodding.

  (e) "Sexual abuse" means any form of nonconsensual sexual conduct including, but not limited to, unwanted or inappropriate touching, rape, molestation, liberties, sexual coercion, indecent sexually explicit photographing or recording, voyeurism, indecent exposure, and sexual harassment. "Sexual abuse" also includes any sexual conduct between a staff person, who is not also a resident or client, of a facility or a staff person of a program authorized under chapter 71A.12 RCW, and a vulnerable adult living in that facility or receiving service from a program authorized under chapter 71A.12 RCW, whether or not the sexual conduct is consensual.
- "Chemical restraint" (3) means the administration of any drug to manage a vulnerable adult's behavior in a way that reduces the safety risk to the vulnerable adult or others, has the temporary effect of restricting the vulnerable adult's freedom of movement, and is not standard treatment for the vulnerable adult's medical or psychiatric condition.
- (4)(a) "Coercive control" means a pattern of behavior that is used to cause another to suffer physical, emotional, or psychological harm, and in purpose or effect unreasonably interferes with a person's free will and personal liberty. In determining whether the interference is unreasonable, the court shall consider the context and impact of the pattern of behavior from the perspective of a similarly situated person. Examples of coercive control include, but are not limited to, engaging in any of following:
- (i) Intimidation or controlling compelling conduct by:
- (A) Damaging, destroying, or threatening to damage or destroy, or forcing the other party to relinquish, goods, property, or items of special value;
- Using technology (B) to threaten, humiliate, harass, stalk, intimidate, exert undue influence over, or abuse the other party, including by engaging in cyberstalking, monitoring, surveillance, manipulation of electronic impersonation, media, or distribution of or threats to distribute actual or fabricated intimate images;
- (C) Carrying, exhibiting, displaying, drawing, or threatening to use, any firearm or any other weapon apparently capable of

- producing bodily harm, in a manner, under circumstances, and at a time and place that either manifests an intent to intimidate the other party or that warrants alarm by the other party for their safety or the safety  $\ensuremath{\mathsf{S}}$ of other persons;
- (D) Driving recklessly with the other party or minor children in the vehicle;
- (E) Communicating, directly indirectly, the intent to:
- (I) Harm the other party's children, family members, friends, or pets, including by use of physical forms of violence;
  - (II) Harm the other party's career;
- (III) Attempt suicide or other acts of self-harm; or
- (IV) Contact local or federal agencies based on actual or suspected immigration status;
  - (F) Exerting control over the other

party's identity documents;

- (G) Making, or threatening to make, private information public, including the other party's sexual orientation or gender identity, medical or behavioral health information, or other confidential information that jeopardizes safety; or
- (H) Engaging in sexual or reproductive coercion;
- (ii) Causing dependence, confinement, or isolation of the other party from friends, relatives, or other sources of support, including schooling and employment, or subjecting the other party to physical confinement or restraint;
- (iii) Depriving the other party of basic necessities or committing other forms of financial exploitation;
- ancial exploits (iv) Controlling, exercing over, interfering exertina undue influence regulating, or monitoring the other party's movements, communications, daily behavior, finances, economic resources, or employment, including but not limited to interference with or attempting to limit access to services for children of the other party, such as health care, medication, child care,
- or school-based extracurricular activities; (v) Engaging in vexatious litigation or abusive litigation as defined in RCW 26.51.020 against the other party to harass, coerce, or control the other party, to diminish or exhaust the other party's financial resources, or to compromise the other party's employment or housing; or

(vi) Engaging in psychological
aggression, including inflicting fear, humiliating, degrading, or punishing the

other party.

(b) "Coercive control" does not include protective actions taken by a party in good faith for the legitimate and lawful purpose of protecting themselves or children from the risk of harm posed by the other party.

(5) "Commercial sexual exploitation" means commercial sexual abuse of a minor and

sex trafficking.
(6) "Consent" in the context of sexual acts means that at the time of sexual contact, there are actual words or conduct indicating freely given agreement to that sexual contact. Consent must be ongoing and may be revoked at any time. Conduct short of voluntary agreement does not constitute consent as a matter of law. Consent cannot be freely given when a person does not have

capacity due to disability, intoxication, or age. Consent cannot be freely given when the other party has authority or control over the care or custody of a person incarcerated or detained.

- $((\frac{(6)}{(6)}))(7)(a)$  "Course of conduct" means a pattern of conduct composed of a series of acts over a period of time, however short, evidencing a continuity of purpose. "Course conduct" includes any form of contact, communication, or conduct, an electronic including the sending of communication, but does communication, but does not include constitutionally protected free speech. Constitutionally protected activity is not included within the meaning of "course of conduct."
- (b) In determining whether the course of conduct serves any legitimate or lawful purpose, a court should consider whether:
- (i) Any current contact between the parties was initiated by the respondent only or was initiated by both parties;
- (ii) The respondent has been given clear notice that all further contact with the petitioner is unwanted;
- (iii) The respondent's course of conduct appears designed to alarm, annoy, or harass the petitioner;
- (iv) The respondent is acting pursuant to any statutory authority including, but not limited to, acts which are reasonably necessary to:
- (A) Protect property or libertv interests;
  - (B) Enforce the law; or
- (C) Meet specific statutory duties or requirements;
- (v) The respondent's course of conduct has the purpose or effect of unreasonably interfering with the petitioner's privacy or the purpose or effect of creating an intimidating, hostile, or offensive living environment for the petitioner; or
- (vi) Contact by the respondent with the petitioner or the petitioner's family has been limited in any manner by any previous court order.
- "Court clerk" means court ( (<del>(7)</del> ) ) <u>(8)</u> administrators in courts of limited jurisdiction and elected court clerks.
- $((\frac{8}{(8)}))$  "Dating relationship" means a social relationship of a romantic nature. Factors that the court may consider in making this determination include: (a) The length of time the relationship has existed; (b) the nature of the relationship; and (c) the frequency of interaction between the parties.
  - $((\frac{9}{10}))(10)$  "Domestic violence" means:
- (a) Physical harm, bodily injury, assault, or the infliction of fear of physical harm, bodily injury, or assault; nonconsensual sexual conduct or nonconsensual sexual penetration; coercive control; unlawful harassment; or stalking of one intimate partner by another intimate partner; or
- bodily Physical harm, injury, or the infliction of fear of assault, physical harm, bodily injury, or assault; nonconsensual sexual conduct or nonconsensual sexual penetration; coercive control; unlawful harassment; or stalking of one family or household member by another family or household member.

- $((\frac{10}{10}))$  "Electronic monitoring" has
- the same meaning as in RCW 9.94A.030.  $((\frac{11}{11}))$  [12] "Essential personal effects" means those items necessary for a person's immediate health, welfare, and livelihood. "Essential personal effects" includes, but is not limited to, clothing, cribs, bedding, medications, personal hygiene other electronic cellular phones and and devices, documents, including immigration, health care, financial, travel, and identity documents.
- $((\frac{12}{12}))$  "Facility" means a residence licensed or required to be licensed under chapter 18.20 RCW, assisted facilities; chapter 18.51 RCW, nursing homes; chapter 70.128 RCW, adult family homes; chapter 72.36 RCW, soldiers' homes; chapter 71A.20 RCW, residential habilitation centers; or any other facility licensed or certified by the department of social and health services.
- ((<del>(13)</del>))<u>(14)</u> "Family or household members" means: (a) Persons related by blood, marriage, domestic partnership, or adoption; (b) persons who currently or formerly resided together; (c) persons who have a biological or legal parent-child relationship, including stepparents and and grandparents and or a parent's intimate stepchildren grandchildren, partner and children; and (d) a person who is acting or has acted as a legal guardian.
- $((\frac{14}{1}))(15)$  "Financial exploitation" means the illegal or improper use of, control over, or withholding of, the t.he property, income, resources, or trust funds of the vulnerable adult by any person or entity for any person's or entity's profit or advantage other than for the vulnerable adult's profit or advantage. "Financial exploitation" includes, but is not limited
- (a) The use of deception, intimidation, or undue influence by a person or entity in a position of trust and confidence with a vulnerable adult to obtain or use the property, income, resources, government benefits, health insurance benefits, or trust funds of the vulnerable adult for the benefit of a person or entity other than the vulnerable adult;
- (b) The breach of a fiduciary duty, including, but not limited to, the misuse of a power of attorney, trust, or guardianship or conservatorship appointment, results in the unauthorized appropriation, sale, or transfer of the property, income, resources, or trust funds of the vulnerable adult for the benefit of a person or entity other than the vulnerable adult; or
- (c) Obtaining or using a vulnerable adult's property, income, resources, trust funds without lawful authority, by a person or entity who knows or clearly should know that the vulnerable adult lacks the capacity to consent to the release or use of the vulnerable adult's property, income, resources, or trust funds.
- $((\frac{15}{}))(\frac{16}{})$  "Firearm" means a weapon or device from which a projectile or projectiles may be fired by an explosive such as gunpowder. "Firearm" does not include a flare gun or other pyrotechnic visual distress signaling device, or a

powder-actuated tool or other device designed solely to be used for construction purposes. "Firearm" also includes parts that can be assembled to make a firearm.

 $((\frac{16}{16}))\frac{17}{17}$  "Full hearing" means a hearing where the court determines whether

to issue a full protection order.

means a protection order" means a protection order that is issued by the court after notice to the respondent and where the parties had the opportunity for a full hearing by the court. "Full protection order" includes a protection order entered by the court by agreement of the parties to resolve the petition for a protection order without a full hearing.

((<del>(18)</del>))(19) "Hospital" means a facility licensed under chapter 70.41 or 71.12 RCW or a state hospital defined in chapter 72.23 RCW and any employee, agent, officer, director, or independent contractor thereof.

((19))(20) "Interested person" means a person who demonstrates to the court's satisfaction that the person is interested in the welfare of a vulnerable adult, that the person has a good faith belief that the court's intervention is necessary, and that the vulnerable adult is unable, due to incapacity, undue influence, or duress at the time the petition is filed, to protect his or her own interests.

((<del>(20)</del>))(21) "Intimate partner" means: (a) Spouses or domestic partners; (b) former spouses or former domestic partners; (c) persons who have a child in common regardless of whether they have been married or have lived together at any time, unless the child is conceived through sexual assault; or (d) persons who have or have had a dating relationship where both persons are at least 13 years of age or older.

at least 13 years of age or older.  $((\frac{(21)}{2})(\frac{22}{2})(a)$  "Isolate" or "isolation" means to restrict a person's ability to communicate, visit, interact, or otherwise associate with persons of his or her choosing. Isolation may be evidenced by acts

including, but not limited to:

(i) Acts that prevent a person from sending, making, or receiving his or her personal mail, electronic communications, or

telephone calls; or

(ii) Acts that prevent or obstruct a person from meeting with others, such as telling a prospective visitor or caller that the person is not present or does not wish contact, where the statement is contrary to the express wishes of the person.

the express wishes of the person.

(b) The term "isolate" or "isolation" may not be construed in a manner that prevents a guardian or limited guardian from performing his or her fiduciary obligations under chapter 11.92 RCW or prevents a hospital or facility from providing treatment consistent with the standard of care for delivery of health services.

(((22)))(23) "Judicial day" means days of the week other than Saturdays, Sundays, or

legal holidays.

((<del>(23)</del>))<u>(24)</u> "Mechanical restraint" means any device attached or adjacent to a vulnerable adult's body that the vulnerable adult cannot easily remove that restricts freedom of movement or normal access to the vulnerable adult's body. "Mechanical restraint" does not include the use of devices, materials, or equipment that are

(a) medically authorized, as required, and (b) used in a manner that is consistent with federal or state licensing or certification requirements for facilities, hospitals, or programs authorized under chapter 71A.12 RCW.

(((24)))(25) "Minor" means a person who

is under 18 years of age.

((<del>(25)</del>))<u>(26)</u> "Neglect" means: (a) pattern of conduct or inaction by a person or entity with a duty of care that fails to provide the goods and services that maintain the physical or mental health of vulnerable adult, or that fails to avoid or prevent physical or mental harm or pain to a vulnerable adult; or (b) an act or omission by a person or entity with a duty of care that demonstrates a serious disregard of consequences of such a magnitude as constitute a clear and present danger to the vulnerable adult's health, welfare, safety including, but not limited conduct prohibited under RCW 9A.42.100.

 $((\frac{(26)}{(27)}))$  "Nonconsensual" means a lack

of freely given consent.

(((27)))(28) "Nonphysical contact" includes, but is not limited to, written notes, mail, telephone calls, email, text messages, contact through social media applications, contact through other technologies, or contact through third parties.

(((28)))(29) "Petitioner" means any named petitioner or any other person identified in the petition on whose behalf the petition is

brought.

(((29)))(30) "Physical restraint" means the application of physical force without the use of any device, for the purpose of restraining the free movement of a vulnerable adult's body. "Physical restraint" does not include (a) briefly holding, without undue force, a vulnerable adult in order to calm or comfort him or her, or (b) holding a vulnerable adult's hand to safely escort him or her from one area to another.

 $((\frac{(30)}{)})\underline{(31)}$  "Possession" means having an item in one's custody or control. Possession may be either actual or constructive. Actual possession occurs when the item is in the actual physical custody of the person charged with possession. Constructive possession occurs when there is no actual physical possession, but there is dominion and control over the item.

 $((\frac{31}{1}))\frac{32}{1}$  "Respondent" means the person who is identified as the respondent in a petition filed under this chapter.

 $((\frac{32}{32}))(\frac{33}{33})$  "Sexual conduct" means any of the following:

(a) Any intentional or knowing touching or fondling of the genitals, anus, or breasts, directly or indirectly, including through clothing;

(b) Any intentional or knowing display of the genitals, anus, or breasts for the purposes of arousal or sexual gratification

of the respondent;

(c) Any intentional or knowing touching or fondling of the genitals, anus, or breasts, directly or indirectly, including through clothing, that the petitioner is forced to perform by another person or the respondent;

Any forced display of t.he petitioner's genitals, anus, or breasts for the purposes of arousal or sexual gratification of the respondent or others;

(e) Any intentional or knowing touching of the clothed or unclothed body of a child under the age of 16, if done for the purpose of sexual gratification or arousal of the

respondent or others; or

(f) Any coerced or forced touching or fondling by a child under the age of 16, directly or indirectly, including through clothing, of the genitals, anus, or breasts

- of the respondent or others.  $((\frac{33}{3}))\frac{34}{3}$  "Sexual penetration" means any contact, however slight, between the sex organ or anus of one person by an object, the sex organ, mouth, or anus of another person, or any intrusion, however slight, of any part of the body of one person or of any animal or object into the sex organ or anus of another person including, but not limited to, cunnilingus, fellatio, or penetration. Evidence of emission of semen is not required to prove sexual penetration.
- (((34)))(35) "Stalking" means any of the following:
- (a) Any act of stalking as defined under RCW 9A.46.110;
- (b) Any act of cyber harassment as defined under RCW 9A.90.120; or
- (c) Any course of conduct involving repeated or continuing contacts, attempts to contact, monitoring, tracking, surveillance, under observation, disrupting activities in a harassing manner, following of another person that:
- (i) Would cause a reasonable person to feel intimidated, frightened, under duress, significantly disrupted, or threatened and that actually causes such a feeling;

(ii) Serves no lawful purpose; and

(iii) The respondent knows, or reasonably should know, threatens, frightens, or intimidates the person, even if respondent did not intend to intimidate,

frighten, or threaten the person.

((<del>(35)</del>))<u>(36)</u> "Temporary protection order" means a protection order that is issued before the court has decided whether to issue a full protection order. "Temporary protection order" includes ex parte temporary protection orders, as well as temporary protection orders that are reissued by the court pending the completion of a full hearing to decide whether to issue full protection order. An "ex parte temporary protection order" means a temporary protection order that is issued without prior notice to the respondent.

 $((\frac{36}{)}))$  "Unlawful harassment" means:

- (a) A knowing and willful course of conduct directed at a specific person that seriously alarms, annoys, harasses, or is detrimental to such person, and that serves no legitimate or lawful purpose. The course of conduct must be such as would cause a reasonable person to suffer substantial emotional distress, and must actually cause substantial emotional distress to the petitioner; or
- (b) A single act of violence or threat of violence directed at a specific person that seriously alarms, annoys, harasses, or is detrimental to such person, and that serves no legitimate or lawful purpose, which would

- cause a reasonable person to suffer substantial emotional distress, and must actually cause substantial emotional distress to the petitioner. A single threat of violence must include: (i) A malicious and intentional threat as described in RCW 9A.36.080(1)(c); or (ii) the presence of a firearm or other weapon.
- ((<del>(37)</del>))<u>(38)</u> "Vulnerable adult" includes a person:
- (a) Sixty years of age or older who has functional, mental, or physical inability to care for himself or herself; or
- (b) Subject to a guardianship under RCW subject 11.130.265 or adult conservatorship under RCW 11.130.360; or
- (c) Who has a developmental disability as defined under RCW 71A.10.020; or

(d) Admitted to any facility; or

- (e) Receiving services from home health, hospice, or home care agencies licensed or required to be licensed under chapter 70.127
- (f) Receiving services from a person under contract with the department of social  $% \left( 1\right) =\left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right) \left( 1\right) +\left( 1\right) \left( 1$ and health services to provide services in the home under chapter 74.09 or 74.39A RCW;
- (g) Who self-directs his or her own care and receives services from a personal aide under chapter 74.39 RCW.

Sec. 10. RCW 7.105.100 and 2022 c 268 s 5 are each amended to read as follows:

(1) There exists an action known as a petition for a protection order. following types of petitions for protection order may be filed:

- (a) A petition for a domestic violence protection order, which must allege the existence of domestic violence committed against the petitioner or petitioners by an intimate partner or a family or household member. The petitioner may petition for relief on behalf of himself or herself and on behalf of family or household members who are minors or vulnerable adults. A petition a domestic violence protection order must specify whether the petitioner and the respondent are intimate partners or family or household members. A petitioner who has been sexually assaulted or stalked by an intimate partner or a family or household member should, but is not required to, seek a domestic violence protection order, rather than a sexual assault protection order or a stalking protection order.
- (b)  $\tilde{A}$  petition for a sexual assault protection order, which must allege the existence of nonconsensual sexual conduct ((<del>or</del>)), nonconsensual sexual penetration, or <u>commercial sexual exploitation</u> that committed against the petitioner by the respondent. A petitioner who has been sexually assaulted by an intimate partner or a family or household member should, but is not required to, seek a domestic violence protection order, rather than a sexual assault protection order. A single incident conduct nonconsensual sexual nonconsensual sexual penetration is sufficient grounds for a petition for a sexual assault protection order. The petitioner may petition for a sexual assault protection order on behalf of:

- (i) Himself or herself;
- (ii) A minor child, where the petitioner is the parent, legal guardian, or custodian;

(iii) A vulnerable adult, where the petitioner is an interested person; or

- (iv) Any other adult for whom the petitioner demonstrates to the court's satisfaction that the petitioner is interested in the adult's well-being, the court's intervention is necessary, and the adult cannot file the petition because of age, disability, health, or inaccessibility.
- (c) A petition for a stalking protection order, which must allege the existence of stalking committed against the petitioner or petitioners by the respondent. A petitioner who has been stalked by an intimate partner or a family or household member should, but is not required to, seek a domestic violence protection order, rather than a stalking protection order. The petitioner may petition for a stalking protection order on behalf of:
  - (i) Himself or herself;

(ii) A minor child, where the petitioner is the parent, legal guardian, or custodian;

(iii) A vulnerable adult, where the

petitioner is an interested person; or

- (iv) Any other adult for whom petitioner demonstrates to the court's satisfaction that the petitioner interested in the adult's well-being, is the court's intervention is necessary, and the adult cannot file the petition because of age, disability, health, or inaccessibility.
  (d) A petition for a vulnerable adult
- protection order, which must allege that the petitioner, or person on whose behalf the petition is brought, is a vulnerable adult and that the petitioner, or person on whose behalf the petition is brought, has been abandoned, abused, financially exploited, or neglected, or is threatened with abandonment, abuse, financial exploitation,
- or neglect, by the respondent.

  (e) A petition for an extreme risk protection order, which must allege that the respondent poses a significant danger of causing personal injury to self or others by having in the respondent's custody or control, purchasing, possessing, accessing, receiving, or attempting to purchase or receive, a firearm. The petition must also identify information the petitioner is able to provide about the firearms, such as the number, types, and locations of any firearms the petitioner believes to be in the respondent's current ownership, possession, custody, access, or control. A petition for an extreme risk protection order may be filed by (i) an intimate partner or a family or household member of the respondent; or (ii) a law enforcement agency.
- (f) A petition for an antiharassment protection order, which must allege the existence of unlawful harassment committed against the petitioner or petitioners by the respondent. If a petitioner is seeking relief based on domestic violence, nonconsensual sexual conduct, nonconsensual sexual penetration, or stalking, the petitioner may, but is not required to, seek a domestic violence, sexual assault, or stalking protection order, rather than an antiharassment order. The petitioner may

petition for an antiharassment protection
order on behalf of:

- (i) Himself or herself;
- (ii) A minor child, where the petitioner is the parent, legal guardian, or custodian; (iii) A vulnerable adult, where the

petitioner is an interested person; or

(iv) Any other adult for whom petitioner demonstrates to the court's satisfaction that the petitioner is interested in the adult's well-being, court's intervention is necessary, and the adult cannot file the petition because of age, disability, health, or inaccessibility.

- (2) With the exception of vulnerable adult protection orders, a person under 18 years of age who is 15 years of age or older may seek relief under this chapter as a petitioner and is not required to seek relief through a petition filed on his or her behalf. He or she may also petition on behalf of a family or household member who is a minor if chosen by the minor and capable of pursuing the minor's stated interest in the action.
- (3) A person under 15 years of age who is seeking relief under this chapter is required to seek relief by a person authorized as a petitioner under this section.
- (4) If a petition for a protection order filed by an interested person, the affidavit or declaration must also include a statement of why the petitioner qualifies as an interested person.
- (5) A petition for any type of protection order must not be dismissed or denied on the basis that the conduct alleged by the petitioner would meet the criteria for the  $\ensuremath{\mbox{\sc basis}}$ issuance of another type of protection order. If a petition meets the criteria for a different type of protection order other than the one sought by the petitioner, the court shall consider the petitioner's preference, and enter a temporary protection order or set the matter for a hearing as appropriate under the law. The court's decision on the appropriate type of order shall not be premised on alleviating any potential stigma on the respondent.
- (6) The protection order petition must contain a section where the petitioner, regardless of petition type, may request specific relief provided for in RCW 7.105.310 that the petitioner seeks for himself or herself or for family or household members who are minors. totality of selected relief, and any other relief the court deems appropriate for the petitioner, or family or household members who are minors, must be considered at the time of entry of temporary protection orders and at the time of entry of full protection
- (7) If a court reviewing the petition for protection order or a request for a temporary protection order determines that the petition was not filed in the correct court, the court shall enter findings establishing the correct court, and direct the clerk to transfer the petition to the correct court and to provide notice of the transfer to all parties who have appeared.
- (8) Upon filing a petition for protection order, the petitioner may request that the court enter an ex parte temporary

protection order and an order to surrender and prohibit weapons without notice until a hearing on a full protection order may be held. When requested, there shall be a rebuttable presumption to include the petitioner's minor children as protected parties in the ex parte temporary domestic violence protection order until the full hearing to reduce the risk of harm to children during periods of heightened risk, unless there is good cause not to include the minor children. If the court denies the petitioner's request to include the minor children, the court shall make written findings why the children should not be included, pending the full hearing. An exparte temporary protection order shall be effective for a fixed period of time and shall be issued initially for a period not to exceed 14 days, which may be extended for good cause.

Sec. 11. RCW 7.105.110 and 2021 c 215 s 15 are each amended to read as follows:

The following apply only to the specific type of protection orders referenced in each subsection.

- (1) The department of social and health services, in its discretion, may file a petition for a vulnerable adult protection order or a domestic violence protection order on behalf of, and with the consent of, any vulnerable adult. When the department has reason to believe a vulnerable adult lacks the ability or capacity to consent, the department, in its discretion, may seek relief on behalf of the vulnerable adult. Neither the department nor the state of Washington is liable for seeking or failing to seek relief on behalf of any persons under this section. The vulnerable adult shall not be held responsible for any violations of the order by the respondent.
- (2) (a) If the petitioner for an extreme risk protection order is a law enforcement agency, the petitioner shall make a good faith effort to provide notice to an intimate partner or family or household member of the respondent and to any known third party who may be at risk of violence. The notice must state that the petitioner intends to petition the court for an extreme risk protection order or has already done so, and include referrals to appropriate resources, including behavioral health, domestic violence, and counseling resources. The petitioner must attest in the petition to having provided such notice, or attest to the steps that will be taken to provide such notice.
- (b) Recognizing that an extreme risk protection order may need to be issued outside of normal business hours, courts shall allow law enforcement petitioners to petition after hours for a temporary extreme risk protection order using an on-call, after-hours judge, as is done for approval of after-hours search warrants.
- (3) The department of children, youth, and families, when it has reason to believe that a minor lacks the ability or capacity to consent may file a petition for a sexual assault protection order on behalf of the minor. Neither the department nor the state of Washington is liable for seeking or

failing to seek relief on behalf of any persons under this section. The minor shall not be held responsible for any violations of the order by the respondent.

(4) A law enforcement agency, when it has reason to believe that a minor lacks the ability or capacity to consent may file a petition for an ex parte temporary sexual assault protection order on behalf of the minor. Neither the law enforcement agency nor the state of Washington is liable for seeking or failing to seek relief on behalf of any persons under this section. The minor shall not be held responsible for any violations of the order by the respondent.

Sec. 12. RCW 7.105.225 and 2021 c 215 s 29 are each amended to read as follows:

(1) The court shall issue a protection order if it finds by a preponderance of the evidence that the petitioner has proved the required criteria specified in (a) through (f) of this subsection for obtaining a protection order under this chapter.

(a) For a domestic violence protection order, that the petitioner has been subjected to domestic violence by the

respondent.

- (b) For a sexual assault protection order, that the petitioner has been subjected to nonconsensual sexual conduct ( $(\Theta r)$ ), nonconsensual sexual penetration, or commercial sexual exploitation by the respondent.
- (c) For a stalking protection order, that the petitioner has been subjected to stalking by the respondent.
- (d) For a vulnerable adult protection order, that the petitioner has been abandoned, abused, financially exploited, or neglected, or is threatened with abandonment, abuse, financial exploitation, or neglect by the respondent.
- (e) For an extreme risk protection order, that the respondent poses a significant danger of causing personal injury to self or others by having in the respondent's custody or control, purchasing, possessing, accessing, receiving, or attempting to purchase or receive, a firearm.
- (f) For an antiharassment protection order, that the petitioner has been subjected to unlawful harassment by the respondent.
- (2) The court may not deny or dismiss a petition for a protection order on the grounds that:
- (a) The petitioner or the respondent is a minor, unless provisions in this chapter specifically limit relief or remedies based upon a party's age;
- (b) The petitioner did not report the conduct giving rise to the petition to law enforcement;
- (c) A no-contact order or a restraining order that restrains the respondent's contact with the petitioner has been issued in a criminal proceeding or in a domestic relations proceeding;
- (d) The relief sought by the petitioner may be available in a different action or proceeding, or criminal charges are pending against the respondent;
- (e) The conduct at issue did not occur recently or because of the passage of time

since the last incident of conduct giving rise to the petition; or

(f) The respondent no longer lives near

the petitioner.

- (3) In proceedings where the petitioner alleges that the respondent engaged in nonconsensual sexual conduct ((er)), nonconsensual sexual penetration, or commercial sexual exploitation, the court shall not require proof of physical injury on the person of the petitioner or any other forensic evidence. Denial of a remedy to the petitioner may not be based, in whole or in part, on evidence that:
- (a) The respondent was voluntarily intoxicated;
- (b) The petitioner was voluntarily intoxicated; or
- (c) The petitioner engaged in limited

consensual sexual touching.

- (4) In proceedings where the petitioner alleges that the respondent engaged in stalking, the court may not require proof of the respondent's intentions regarding the acts alleged by the petitioner.
- (5) In proceedings where the petitioner alleges that the respondent engaged in commercial sexual exploitation, denial of a remedy to the petitioner may not be based, in whole or in part, on evidence that the petitioner consented to sexual conduct or sexual penetration.
- (6) If the court declines to issue a protection order, the court shall state in writing the particular reasons for the court's denial. If the court declines a request to include one or more of the petitioner's family or household member who is a minor or a vulnerable adult in the order, the court shall state the reasons for that denial in writing. The court shall also explain from the bench:
- (a) That the petitioner may refile a petition for a protection order at any time if the petitioner has new evidence to present that would support the issuance of a protection order;
- (b) The parties' rights to seek revision, reconsideration, or appeal of the order; and
- (c) The parties' rights to have access to the court transcript or recording of the hearing.
- $((\frac{6}{10}))$  (7) A court's ruling on a protection order must be filed by the court in writing and must be made by the court on the mandatory form developed by the administrative office of the courts.
- Sec. 13. RCW 7.105.405 and 2021 c 215 s 54 are each amended to read as follows:
- The following provisions apply to the renewal of all full protection orders issued under this chapter, with the exception of the renewal of extreme risk protection orders.
- (1) If the court grants a protection order for a fixed time period, the petitioner may file a motion to renew the order at any time within the 90 days before the order expires. The motion for renewal must state the reasons the petitioner seeks to renew the protection order. Upon receipt of a motion for renewal, the court shall order a hearing, which must be not later than 14 days from the date of the order.

- Service must be made on the respondent not less than five judicial days before the hearing, as provided in RCW 7.105.150.
- (2) If the motion for renewal is uncontested and the petitioner seeks no modification of the order, the order may be renewed on the basis of the petitioner's motion and statement of the reason for the requested renewal.
- (3) The petitioner bears no burden of proving that he or she has a current reasonable fear of harm by the respondent.
- (4) The court shall grant the motion for renewal unless the respondent proves by a preponderance of the evidence that there has been a substantial change in circumstances and the following:
- (a) For a domestic violence protection order, that the respondent proves that the respondent will not resume acts of domestic violence against the petitioner or the petitioner's family or household members who are minors or vulnerable adults when the order expires;
- (b) For a sexual assault protection order, that the respondent proves that the respondent will not engage in, or attempt to engage in, physical or nonphysical contact, or acts of commercial sexual exploitation, with the petitioner when the order expires;
- (c) For a stalking protection order, that the respondent proves that the respondent will not resume acts of stalking against the petitioner or the petitioner's family or household members when the order expires;
- (d) For a vulnerable adult protection order, that the respondent proves that the respondent will not resume acts of abandonment, abuse, financial exploitation, or neglect against the vulnerable adult when the order expires; or
- (e) For an antiharassment protection order, that the respondent proves that the respondent will not resume harassment of the petitioner when the order expires.
- (5) In determining whether there has been a substantial change in circumstances, the court may consider the following unweighted factors, and no inference is to be drawn from the order in which the factors are listed:
- (a) Whether the respondent has committed or threatened sexual assault; commercial sexual exploitation; domestic violence; stalking; abandonment, abuse, financial exploitation, or neglect of a vulnerable adult; or other harmful acts against the petitioner or any other person since the protection order was entered;
- (b) Whether the respondent has violated the terms of the protection order and the time that has passed since the entry of the order:
- (c) Whether the respondent has exhibited suicidal ideation or attempts since the protection order was entered;
- (d) Whether the respondent has been convicted of criminal activity since the protection order was entered;
- (e) Whether the respondent has either: Acknowledged responsibility for acts of sexual assault, commercial sexual exploitation, domestic violence, or stalking, or acts of abandonment, abuse, financial exploitation, or neglect of a vulnerable adult, or behavior that resulted

in the entry of the protection order; or successfully completed state-certified perpetrator treatment or counseling since the protection order was entered;

(f) Whether the respondent has continuing involvement with drug or alcohol abuse, if such abuse was a factor in the protection order; and (g) Other factors

relating substantial change in circumstances.

(6) The court shall not deny a motion to renew a protection order for any of the following reasons:

(a) The respondent has not violated the protection order previously issued by the

(b) The petitioner or the respondent is a minor;

(c) The petitioner did not report the conduct giving rise to the protection order, or subsequent violations of the protection order, to law enforcement;

(d) A no-contact order or a restraining order that restrains the respondent's contact with the petitioner has been issued in a criminal proceeding or in a domestic relations proceeding;

(e) The relief sought by the petitioner may be available in a different action or

proceeding;

(f) The passage of time since the last incident of conduct giving rise to the issuance of the protection order; or

(g) The respondent no longer lives near

the petitioner.

(7) The terms of the original protection order must not be changed on a motion for renewal unless the petitioner has requested the change.

(8) The court may renew the protection order for another fixed time period of no less than one year, or may enter a permanent

order as provided in this section.

- (9) If the protection order includes the parties' children, a renewed protection order may be issued for more than one year, subject to subsequent orders entered in a proceeding under chapter 26.09, 26.26A, or 26.26B RCW.
- (10) The court may award court costs, service fees, and reasonable attorneys' fees to the petitioner as provided in RCW 7.105.310.
- (11) If the court declines to renew the protection order, the court shall state, in writing in the order, the particular reasons for the court's denial. If the court declines to renew a protection order that had restrained the respondent from having contact with children protected by the order, the court shall determine on the record whether the respondent and the children should undergo reunification therapy. Any reunification therapy provider should be made aware of the respondent's history of domestic violence and should have training and experience in the dynamics of intimate partner violence.

(12) In determining whether there has been a substantial change in circumstances for respondents under the age of 18, or in determining the appropriate duration for an order, the court shall consider the circumstances surrounding the respondent's youth at the time of the initial behavior alleged in the petition for a protection order. court shall developmental factors, including the impact of time of a youth's development, and any information the minor respondent presents about his or her personal progress or change in circumstances.

Sec. 14. RCW 7.105.500 and 2022 c 268 s 23 are each amended to read as follows:

This section applies to modification or termination of domestic violence protection orders, sexual assault protection orders, stalking protection orders, antiharassment protection orders.

(1) Upon a motion with notice to all parties and after a hearing, the court may modify the terms of an existing protection

order or terminate an existing order.

- (2) A respondent's motion to modify or terminate an existing protection order must include a declaration setting forth facts supporting the requested order for supporting the requested order for modification or termination. The nonmoving parties to the proceeding may file opposing declarations. All motions to modify or terminate shall be based on the written materials and evidence submitted to the court. The court shall set a hearing only if the court finds that adequate cause established. If the court finds that the respondent established adequate cause, court shall set a date for hearing the respondent's motion, which must be at least 14 days from the date the court finds adequate cause.
- (3) Upon the motion of a respondent, the court may not modify or terminate an existing protection order unless the respondent proves by a preponderance of the evidence that there has been a substantial change in circumstances such that the respondent will not resume, engage in, or attempt to engage in, the following acts against the petitioner or those persons protected by the protection order if the order is terminated or modified:
- (a) Acts of domestic violence, in cases involving domestic violence orders:
- (b) Physical or nonphysical contact, or acts of commercial sexual exploitation, cases involving sexual assault protection
- (c) Acts of stalking, in cases involving stalking protection orders; or
- (d) Acts of unlawful harassment, in cases involving antiharassment protection orders.

The petitioner bears no burden of proving that he or she has a current reasonable fear of harm by the respondent.

- (4) In determining whether there has been substantial change in circumstances, the court may consider the following unweighted factors, and no inference is to be drawn from the order in which the factors are listed:
- (a) Whether the respondent has committed or threatened sexual assault, <u>commercial</u> <u>sexual exploitation</u>, domestic violence, stalking, or other harmful acts against the petitioner or any other person since the protection order was entered;
- (b) Whether the respondent has violated the terms of the protection order and the

time that has passed since the entry of the order;

- (c) Whether the respondent has exhibited suicidal ideation or attempts since the protection order was entered;
- (d) Whether the respondent has been convicted of criminal activity since the protection order was entered;
- (e) Whether the respondent has either acknowledged responsibility for acts of sexual assault, commercial sexual exploitation, domestic violence, stalking, or behavior that resulted in the entry of the protection order, or successfully completed state-certified perpetrator treatment or counseling since the protection order was entered;
- (f) Whether the respondent has a continuing involvement with drug or alcohol abuse, if such abuse was a factor in the protection order;
- (g) Whether the petitioner consents to terminating the protection order, provided that consent is given voluntarily and knowingly; or
- (h) Other factors relating to a substantial change in circumstances.
- (5) In determining whether there has been a substantial change in circumstances, the court may not base its determination on the fact that time has passed without a violation of the order.
- (6) Regardless of whether there is a substantial change in circumstances, the court may decline to terminate a protection order if it finds that the acts of domestic violence, sexual assault, <u>commercial sexual exploitation</u>, stalking, unlawful harassment, and other harmful acts that resulted in the issuance of the protection order were of such severity that the order should not be terminated.
- (7) A respondent may file a motion to modify or terminate an order no more than once in every 12-month period that the order is in effect, starting from the date of the order and continuing through any renewal period.
- (8) If a person who is protected by a protection order has a child or adopts a child after a protection order has been issued, but before the protection order has expired, the petitioner may seek to include the new child in the order of protection on an ex parte basis if the child is already in the physical custody of the petitioner. If the restrained person is the legal or biological parent of the child, a hearing must be set and notice given to the restrained person prior to final modification of the full protection order.
- (9) A court may require the respondent to pay the petitioner for costs incurred in responding to a motion to modify or terminate a protection order, including reasonable attorneys' fees.

# PART III - CRIME VICTIMS COMPENSATION

 $\tt Sec.~15.~RCW~7.68.060$  and 2020 c 308 s 1 are each amended to read as follows:

(1) Except for applications received pursuant to subsection (6) of this section, no compensation of any kind shall be available under this chapter if:

- (a) An application for benefits is not received by the department within three years after the date the criminal act was reported to a local police department or sheriff's office or the date the rights of beneficiaries accrued, unless the director has determined that "good cause" exists to expand the time permitted to receive the application. "Good cause" shall be determined by the department on a case-by-case basis and may extend the period of time in which an application can be received for up to five years after the date the criminal act was reported to a local police department or sheriff's office or the date the rights of beneficiaries accrued; or
- (b) The criminal act is not reported by the victim or someone on his or her behalf to a local police department or sheriff's office within twelve months of its occurrence or, if it could not reasonably have been reported within that period, within twelve months of the time when a report could reasonably have been made. In making determinations as to reasonable time limits, the department shall give greatest weight to the needs of the victims.
- (2) No person or spouse, child, or dependent of such person is eligible for benefits under this chapter when the injury for which benefits are sought was:

  (a) The result of consent, provocation,
- (a) The result of consent, provocation, or incitement by the victim, unless an injury resulting from a criminal act caused the death of the victim;
- (b) Sustained while the crime victim was engaged in the attempt to commit, or the commission of, a felony; or
- (c) Sustained while the victim was confined in any county or city jail, federal jail or prison or in any other federal institution, or any state correctional institution maintained and operated by the department of social and health services or the department of corrections, prior to release from lawful custody; or confined or living in any other institution maintained and operated by the department of social and health services or the department of corrections.
- (3) No person or spouse, child, or dependent of such person is eligible for benefits under this chapter where the person making a claim for such benefits has refused to give reasonable cooperation to state or local law enforcement agencies in their efforts to apprehend and convict the perpetrator of the criminal act which gave rise to the claim.
- (4) A victim is not eligible for benefits under this chapter if the victim:
- (a) Has been convicted of a felony offense within five years preceding the criminal act for which the victim is applying where the felony offense is a violent offense under RCW 9.94A.030 or a crime against persons under RCW 9.94A.411, or is convicted of such a felony offense after the criminal act for which the victim is applying; and
- (b) Has not completely satisfied all legal financial obligations owed.
- (5) Because victims of childhood criminal acts may repress conscious memory of such criminal acts far beyond the age of eighteen, the rights of adult victims of

childhood criminal acts shall accrue at the time the victim discovers or reasonably should have discovered the elements of the crime. In making determinations as to reasonable time limits, the department shall give greatest weight to the needs of the victim.

- (6)(a) Benefits under this chapter are available to any victim of a person against whom the state initiates proceedings under chapter 71.09 RCW. The right created under this subsection shall accrue when the victim is notified of proceedings under chapter 71.09 RCW or the victim is interviewed, deposed, or testifies as a witness in connection with the proceedings. An benefits under this application for be received subsection must department within two years after the date the victim's right accrued unless t.he director determines that good cause exists to expand the time to receive the application. The director shall determine "good cause" on a case-by-case basis and may extend the period of time in which application can be received for up to five years after the date the right of the victim accrued. Benefits under this subsection shall be limited to compensation for costs or losses incurred on or after the date the victim's right accrues for a claim allowed under this subsection.
- (b) A person identified as a minor victim of sex trafficking or as the "minor" in the charge of commercial sexual abuse of a minor under RCW 9.68A.100, promoting commercial sexual abuse of a minor under RCW 9.68A.101, or promoting travel for commercial sexual abuse of a minor under RCW 9.68A.102 is considered a victim of a criminal act for the purpose of the right to benefits under this chapter even if the person is also charged with prostitution under 9A.88.030. A person identified under this (6) (b) may file an application subsection for benefits at any time, and the ineligibility factors of subsections (1) and (2) of this section do not apply to such a person.

## PART IV - STATUTE OF LIMITATIONS AND **EVIDENTIARY PROCEDURES**

- Sec. 16. RCW 9A.04.080 and 2023 c 197 s 8 and 2023 c 122 s 8 are each reenacted and amended to read as follows:
- (1) Prosecutions for criminal offenses shall not be commenced after the periods prescribed in this section.
- (a) The following offenses may be at any time after their prosecuted commission:
  - (i) Murder;
  - (ii) Homicide by abuse;
  - (iii) Arson if a death results;
  - (iv) Vehicular homicide;
  - (v) Vehicular assault if a death results;
- (vi) Hit-and-run injury-accident if a death results (RCW 46.52.020(4));
- (vii) Rape in the first degree (RCW 9A.44.040) if the victim is under the age of sixteen;
- (viii) Rape in the second degree (RCW 9A.44.050) if the victim is under the age of sixteen;

- (ix) Rape of a child in the first degree (RCW 9A.44.073);
- (x) Rape of a child in the second degree (RCW 9A.44.076);
- (xi) Rape of a child in the third degree (RCW 9A.44.079);
- (xii) Sexual misconduct with a minor in the first degree (RCW 9A.44.093);
- (xiii) Custodial sexual misconduct in the first degree (RCW 9A.44.160);
- (xiv) Child molestation in the first degree (RCW 9A.44.083);
- (xv) Child molestation in the degree (RCW 9A.44.086);
- (xvi) Child molestation in the third degree (RCW 9A.44.089); ((and))
- (xvii) Sexual exploitation of a minor
- (RCW 9.68A.040); (xviii) Trafficking (RCW 9A.40.100) if the victim is under the age of 18;
- (xix) Commercial sexual abuse of a minor (RCW 9.68A.100);
- (xx) Promoting commercial sexual abuse of a minor (RCW 9.68A.101);
- for commercial (xxi) Promoting travel sexual abuse of a minor (RCW 9.68A.102); and
- (xxii) Permitting commercial sexual abuse
- of a minor (RCW 9.68A.103).

  (b) Except as provided in (a) of this subsection, the following offenses may not be prosecuted more than ((twenty))20 years after its commission:
- (i) Rape in the first degree 9A.44.040);
- (ii) Rape in the second degree (RCW 9A.44.050); or
  - (iii) Indecent liberties (RCW 9A.44.100).
- (c) The following offenses may not be prosecuted more than ten years after its commission:
- (i) Any felony committed by a public officer if the commission is in connection  ${\bf r}$ with the duties of his or her office or constitutes a breach of his or her public duty or a violation of the oath of office;
  - (ii) Arson if no death results;
- (iii) Rape in the third degree (RCW 9A.44.060);
  - (iv) Attempted murder; or
  - (v) Trafficking under RCW 9A.40.100.
- (d) A violation of ((any)) this offense listed in this subsection (1)(d) may be prosecuted up to ((ten))10 years after its commission or, if committed against a victim under the age of ((eighteen))18, up to the victim's ((<del>thirtieth</del>))<u>30th</u> birthday. whichever is later:
- (((i) RCW 9.68A.100 (commercial sexual abuse of a minor);
- (ii) RCW 9.68A.101 (promoting commercial sexual abuse of a minor);
- (iii) RCW 9.68A.102 (promoting travel for commercial sexual abuse of a minor); or
  - (iv))) RCW 9A.64.020 (incest).
- (e) A violation of RCW 9A.36.170 may be prosecuted up to 10 years after its commission, or if committed against a victim under the age of 18, up to the victim's 28th birthday, whichever is later.
- (f) The following offenses may not be prosecuted more than six years after its commission or discovery, whichever occurs later:
- (i) Violations of RCW 9A.82.060 or 9A.82.080;

- (ii) Any felony violation of chapter
  9A.83 RCW;
- (iii) Any felony violation of chapter
  9.35 RCW;
- (iv) Theft in the first or second degree under chapter 9A.56 RCW when accomplished by color or aid of deception;
- (v) Theft from a vulnerable adult under RCW 9A.56.400;
- (vi) Trafficking in stolen property in the first or second degree under chapter 9A.82 RCW in which the stolen property is a motor vehicle or major component part of a motor vehicle as defined in RCW 46.80.010; or
- (vii) Violations of RCW 82.32.290 (2)(a) (iii) or (4).
- (g) The following offenses may not be prosecuted more than five years after its commission: Any class C felony under chapter 74.09, 82.36, or 82.38 RCW.
- (h) Bigamy may not be prosecuted more than three years after the time specified in RCW 9A.64.010.
- (i) A violation of RCW 9A.56.030 may not be prosecuted more than three years after the discovery of the offense when the victim is a tax exempt corporation under 26 U.S.C. Sec. 501(c)(3).
- (j) No other felony may be prosecuted more than three years after its commission; except that in a prosecution under RCW 9A.44.115, if the person who was viewed, photographed, or filmed did not realize at the time that he or she was being viewed, photographed, or filmed, the prosecution must be commenced within two years of the time the person who was viewed or in the photograph or film first learns that he or she was viewed, photographed, or filmed.
- (k) No gross misdemeanor, except as provided under (e) of this subsection, may be prosecuted more than two years after its commission.
- (1) No misdemeanor may be prosecuted more than one year after its commission.
- (2) The periods of limitation prescribed in subsection (1) of this section do not run during any time when the person charged is not usually and publicly resident within this state.
- (3) In any prosecution for a sex offense as defined in RCW 9.94A.030, the periods of limitation prescribed in subsection (1) of this section run from the date of commission or four years from the date on which the identity of the suspect is conclusively established by deoxyribonucleic acid testing or by photograph as defined in RCW 9.68A.011, whichever is later.
- (4) If, before the end of a period of limitation prescribed in subsection (1) of this section, an indictment has been found or a complaint or an information has been filed, and the indictment, complaint, or information is set aside, then the period of limitation is extended by a period equal to the length of time from the finding or filing to the setting aside.
- Sec. 17. RCW 9A.44.120 and 2019 c 90 s 1 are each amended to read as follows:
- (1) A statement not otherwise admissible by statute or court rule, is admissible in evidence in dependency proceedings under

- Title 13 RCW and criminal proceedings, including juvenile offense adjudications, in the courts of the state of Washington if:
- (a) (i) It is made by a child when under the age of ten describing any act of sexual contact performed with or on the child by another, describing any attempted act of sexual contact with or on the child by another, or describing any act of physical abuse of the child by another that results in substantial bodily harm as defined by RCW 9A.04.110; or
- (ii) It is made by a child when under the age of ((sixteen))18 describing any of the following acts or attempted acts performed with or on the child: Trafficking under RCW 9A.40.100; commercial sexual abuse of a minor under RCW 9.68A.100; promoting commercial sexual abuse of a minor under RCW 9.68A.101; or promoting travel for commercial sexual abuse of a minor under RCW 9.68A.102;
- (b) The court finds, in a hearing conducted outside the presence of the jury, that the time, content, and circumstances of the statement provide sufficient indicia of reliability; and
  - (c) The child either:
  - (i) Testifies at the proceedings; or
- (ii) Is unavailable as a witness, except that when the child is unavailable as a witness, such statement may be admitted only if there is corroborative evidence of the act.
- (2) A statement may not be admitted under this section unless the proponent of the statement makes known to the adverse party his or her intention to offer the statement and the particulars of the statement sufficiently in advance of the proceedings to provide the adverse party with a fair opportunity to prepare to meet the statement.
- Sec. 18. RCW 9A.44.150 and 2013 c 302 s 9 are each amended to read as follows:
- (1) On motion of the prosecuting attorney in a criminal proceeding, the court may order that a child under the age of ((fourteen)) 18 may testify in a room outside the presence of the defendant and the jury while one-way closed-circuit television equipment simultaneously projects the child's testimony into another room so the defendant and the jury can watch and hear the child testify if:
  - (a) The testimony will:
- (i) Describe an act or attempted act of sexual contact performed with or on the child witness by another person or with or on a child other than the child witness by another person;
- (ii) Describe an act or attempted act of physical abuse against the child witness by another person or against a child other than the child witness by another person;
- (iii) Describe a violation of RCW 9A.40.100 (trafficking) or any offense identified in chapter 9.68A RCW (sexual exploitation of children); or
- (iv) Describe a violent offense as defined by RCW 9.94A.030 committed against a person known by or familiar to the child witness or by a person known by or familiar to the child witness;

(b) The testimony is taken during the

criminal proceeding;

(c) The court finds by substantial evidence, in a hearing conducted outside the presence of the jury, that ((requiring the child witness to testify in the presence of the defendant will cause the)):

(i) The particular child involved would

be traumatized;

(ii) The source of the trauma is not the courtroom generally, but the presence of the defendant; and

- (iii) The emotional or mental distress suffered by the child ((to suffer serious emotional or mental distress that will prevent)) would be more than de minimis, such that the child ((from)) could not reasonably ((communicating)) communicate at the trial. If the defendant is excluded from the presence of the child, the jury must also be excluded;
- (d) As provided in (a) and (b) of this subsection, the court may allow a child witness to testify in the presence of the defendant but outside the presence of the jury, via closed-circuit television, if the court finds, upon motion and hearing outside the presence of the jury, that ((the child will suffer serious emotional distress that will prevent the child from reasonably communicating at the trial in front of the jury, or, that although the child may be able to reasonably communicate at trial in front of the jury, the child will suffer serious emotional or mental distress from testifying)): (i) The particular child involved would be traumatized; (ii) the source of the trauma is not the courtroom generally, but the presence of the jury; and (iii) the emotional or mental distress suffered by the child would be more than de minimis, regardless of whether or not the child could reasonably communicate at the trial in front of the jury. If the child is able to communicate in front of the defendant but not the jury the defendant will remain in the room with the child while the jury is excluded from the room;
- (e) The court finds that the prosecutor has made all reasonable efforts to prepare the child witness for testifying, including informing the child or the child's parent or guardian about community counseling services, giving court tours, and explaining the trial process. If the prosecutor fails to demonstrate that preparations were implemented or the prosecutor in good faith attempted to implement them, the court shall deny the motion;
- (f) The court balances the strength of the state's case without the testimony of the child witness against the defendant's constitutional rights and the degree of infringement of the closed-circuit television procedure on those rights;
- (g) The court finds that no less restrictive method of obtaining the testimony exists that can adequately protect the child witness from ((the serious))suffering emotional or mental distress that would be more than de minimis;
- (h) When the court allows the child witness to testify outside the presence of the defendant, the defendant can communicate constantly with the defense attorney by electronic transmission and be granted

reasonable court recesses during the child's testimony for person-to-person consultation with the defense attorney;

- (i) The court can communicate with the attorneys by an audio system so that the court can rule on objections and otherwise control the proceedings;
- (j) All parties in the room with the child witness are on camera and can be viewed by all other parties. If viewing all participants is not possible, the court shall describe for the viewers the location of the prosecutor, defense attorney, and other participants in relation to the child;
- other participants in relation to the child;
  (k) The court finds that the television equipment is capable of making an accurate reproduction and the operator of the equipment is competent to operate the equipment; and
- (1) The court imposes reasonable guidelines upon the parties for conducting the filming to avoid trauma to the child witness or abuse of the procedure for tactical advantage.

The prosecutor, defense attorney, and a neutral and trained victim's advocate, if any, shall always be in the room where the child witness is testifying. The court in the court's discretion depending on the circumstances and whether the jury or defendant or both are excluded from the room where the child is testifying, may remain or may not remain in the room with the child.

- (2) During the hearing conducted under subsection (1) of this section to determine whether the child witness may testify outside the presence of the defendant and/or the jury, the court may conduct the observation and examination of the child outside the presence of the defendant if:
- (a) The prosecutor alleges and the court concurs that the child witness will be unable to testify in front of the defendant or ((will suffer severe emotional or mental distress if forced to testify in front of the defendant)) that (i) the particular child involved would be traumatized; (ii) the source of the trauma is not the courtroom generally, but the presence of the defendant; and (iii) the emotional or mental distress suffered by the child would be more than de minimis;
- (b) The defendant can observe and hear the child witness by closed-circuit television;
- (c) The defendant can communicate constantly with the defense attorney during the examination of the child witness by electronic transmission and be granted reasonable court recesses during the child's examination for person-to-person consultation with the defense attorney; and
- (d) The court finds the closed-circuit television is capable of making an accurate reproduction and the operator of the equipment is competent to operate the equipment. Whenever possible, all the parties in the room with the child witness shall be on camera so that the viewers can see all the parties. If viewing all participants is not possible, then the court shall describe for the viewers the location of the prosecutor, defense attorney, and other participants in relation to the child.
- (3) The court shall make particularized findings on the record articulating the

factors upon which the court based its decision to allow the child witness to via closed-circuit television pursuant to this section. The factors the court may consider include, but are not limited to, a consideration of the child's age, physical health, emotional stability, expressions by the child of fear of testifying in open court or in front of the defendant, the relationship of the defendant to the child, and the court's observations of the child's inability to reasonably communicate in front of the defendant or in open court. The court's findings shall identify the impact the factors have upon the child's ability to testify in front of the jury or the defendant or both and the specific nature of the emotional or mental trauma the child would suffer. The court shall determine whether the source of the trauma is the presence of the defendant, the jury, or both, and shall limit the use of the closed-circuit television accordingly.

(4) This section does not apply if the defendant is an attorney pro se unless the defendant has a court-appointed attorney assisting the defendant in the defense.

- (5) This section may not preclude the presence of both the child witness and the defendant in the courtroom together for purposes of establishing or challenging the identification of the defendant when identification is a legitimate issue in the proceeding.
- Washington supreme court may (6) The adopt rules of procedure regarding closedcircuit television procedures.
- ecorded tapes of testimony closed-circuit television (7) All recorded tapes produced by equipment shall be subject to any protective order of the court for the purpose of protecting the privacy of the child witness.
- (8) Nothing in this section creates a right of the child witness to a closedcircuit television procedure in lieu of testifying in open court.
- (9) The state shall bear the costs of the closed-circuit television procedure.
  - (10) A child witness may or may not be a

victim in the proceeding.

- (11) Nothing in this section precludes the court, under other circumstances arising under subsection (1)(a) of this section, from allowing a child to testify outside the presence of the defendant and the jury so long as the testimony is presented in accordance with the standards and procedures required in this section.
- Sec. 19. RCW 9A.82.100 and 2012 c 139 s 2 are each amended to read as follows:
- (1)(a) A person who sustains injury to his or her person, business, or property by an act of criminal profiteering that is part of a pattern of criminal profiteering activity, or by an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, <u>9.68A.102,</u> 9.68A.103, or 9A.88.070, or by a violation of RCW 9A.82.060 or 9A.82.080 may file an action in superior court for the recovery of damages and the costs of the suit, including reasonable investigative and attorney's
- The attorney general or county (b) prosecuting attorney may file an action: (i)

- On behalf of those persons injured or, respectively, on behalf of the state or county if the entity has sustained damages, or (ii) to prevent, restrain, or remedy a pattern of criminal profiteering activity, or an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, <u>9.68A.102, 9.68A.103,</u> or 9A.88.070, or a violation of RCW 9A.82.060 or 9A.82.080.
- (c) An action for damages filed by or on behalf of an injured person, the state, or the county shall be for the recovery of damages and the costs of the suit, including reasonable investigative and attorney's fees.
- (d) In an action filed to prevent, restrain, or remedy a pattern of criminal profiteering activity, or an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, 9.68A.102, 9.68A.103, or 9A.88.070, or a violation of RCW 9A.82.060 or 9A.82.080, the court, upon proof of the violation, may impose a civil penalty not exceeding two hundred fifty thousand dollars, in addition to awarding the cost of the suit, including reasonable investigative and attorney's fees.
- $\mbox{(2)}$  The superior court has jurisdiction to prevent, restrain, and remedy a pattern of criminal profiteering, or an offense in RCW 9A.40.100, defined 9.68A.100, 9.68A.101, <u>9.68A.102</u>, <u>9.68A.103</u>, or 9A.88.070, or a violation of RCW 9A.82.060 or 9A.82.080 after making provision for the rights of all innocent persons affected by the violation and after hearing or trial, as appropriate, by issuing appropriate orders.
- (3) Prior to a determination of liability, orders issued under subsection (2) of this section may include, but are not limited to, entering restraining orders or prohibitions or taking such other actions, including the acceptance of satisfactory performance bonds, in connection with any property or other interest subject to damages, forfeiture, or other restraints pursuant to this section as the court deems proper. The orders may also include attachment, receivership, or injunctive relief in regard to personal or real property pursuant to Title 7 RCW. In shaping the reach or scope of receivership, attachment, or injunctive relief, the attachment, relief, superior court shall provide for the protection of bona fide interests in property, including community property, of persons who were not involved in the violation of this chapter, except to the extent that such interests or property were acquired or used in such a way as to be subject to forfeiture under RCW 9A.82.100(4)
- Following (4) determination а liability, orders may include, but are not limited to:
- (a) Ordering any person to divest himself herself of any interest, direct or indirect, in any enterprise.
- (b) Imposing reasonable restrictions on the future activities or investments of any person, including prohibiting any person from engaging in the same type of endeavor as the enterprise engaged in, the activities of which affect the laws of this state, to the extent the Constitutions of the United States and this state permit.

Ordering dissolution

reorganization of any enterprise.

(d) Ordering the payment of actual damages sustained to those persons injured by a violation of RCW 9A.82.060 or 9A.82.080, or an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, 9.68A.102, 9.68A.103, or 9A.88.070, or an act of criminal profiteering that is part of a pattern of criminal profiteering, and in the court's discretion, increasing the payment to an amount not exceeding three times the actual damages sustained.

(e) Ordering the payment of all costs and expenses of the prosecution and investigation of a pattern of criminal profiteering, or an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, <u>9.68A.102,</u> <u>9.68A.103,</u> or 9A.88.070, activity or a violation of RCW 9A.82.060 or 9A.82.080, civil and criminal, incurred by the state or county, including any costs of defense provided at public expense, as appropriate to the state general fund or t.he antiprofiteering revolving fund of the county.

Ordering forfeiture first (f) as restitution to any person damaged by an act of criminal profiteering that is part of a pattern of criminal profiteering, or by an offense defined in RCW 9A.40.100, then to the state general fund or antiprofiteering revolving fund of the county, as appropriate, to the extent not already ordered to be paid in other damages, of the following:

(i) Any property or other interest acquired or maintained in violation of RCW 9A.82.060 or 9A.82.080 to the extent of the investment of funds, and any appreciation or income attributable to the investment, from a violation of RCW 9A.82.060 or 9A.82.080.

(ii) Any property, contractual right, or claim against property used to influence any enterprise that a person has established, controlled, conducted, operated, participated in the conduct of, in violation

of RCW 9A.82.060 or 9A.82.080.

(iii) All proceeds traceable to or derived from an offense included in the pattern of criminal profiteering activity, or an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, 9.68A.102, 9.68A.103, or 9A.88.070, and all moneys, negotiated instruments. instruments, securities, and other things of value significantly used or intended to be used significantly to facilitate commission of the offense.

(g) Ordering payment to the state general fund or antiprofiteering revolving fund of the county, as appropriate, of an amount equal to the gain a person has acquired or maintained through an offense included in the definition of criminal profiteering.

(5) In addition to or in lieu of an action under this section, the attorney general or county prosecuting attorney may file an action for forfeiture to the state general fund or antiprofiteering revolving fund of the county, as appropriate, to the extent not already ordered paid pursuant to this section, of the following:

(a) Any interest acquired or maintained by a person in violation of RCW 9A.82.060 or 9Â.82.080 to the extent of the investment of funds obtained from a violation of RCW 9A.82.060 or 9A.82.080 and any appreciation or income attributable to the investment.

(b) Any property, contractual right, or claim against property used to influence any enterprise that a person has established, operated, controlled, conducted, participated in the conduct of, in violation of RCW 9A.82.060 or 9A.82.080.

(c) All proceeds traceable to or derived from an offense included in the pattern of criminal profiteering activity, or an offense defined in RCW 9A.40.100, 9.68A.100, 9.68A.101, 9.68A.102, 9.68A.103, or 9A.88.070, and all moneys, negotiable instruments, securities, and other things of value significantly used or intended to be used significantly to facilitate commission of the offense.

(6) A defendant convicted in any criminal proceeding is precluded in any civil proceeding from denying the essential allegations of the criminal offense proven in the criminal trial in which the defendant was convicted. For the purposes of this subsection, a conviction shall be deemed to have occurred upon a verdict, finding, or plea of guilty, notwithstanding the fact that appellate review of the conviction and sentence has been or may be sought. If a subsequent reversal of the conviction occurs, any judgment that was based upon that conviction may be reopened upon motion of the defendant.

(7) The initiation of civil proceedings under this section shall be commenced within

the later of the following periods:

(a) Within three years after discovery of the pattern of criminal profiteering activity or after the pattern should reasonably have been discovered; or((, in))

(b) In the case of an offense that is defined in RCW 9A.40.100, ((within))9.68A.100, 9.68A.101, 9.68A.102,

and 9.68A.103:
(i) Within three years of the act alleged to have caused the injury or condition;

(ii) Within three years of the time the victim discovered or reasonably should have discovered that the injury or condition was caused by said act;

(iii) Within three years of the time the victim discovered that the act caused the injury for which the claim is brought; or

(iv) Within three years after the final disposition of any criminal charges relating to the offense((, whichever is later)).

(8) The attorney general or county prosecuting attorney may, in a civil action brought pursuant to this section, file with the clerk of the superior court a certificate stating that the case is of special public importance. A copy of that certificate shall be furnished immediately by the clerk to the presiding chief judge of the superior court in which the action is pending and, upon receipt of the copy, the judge shall immediately designate a judge to hear and determine the action. The judge so designated shall promptly assign the action for hearing, participate in the hearings and determination, and cause the action to be expedited.

(9) The standard of proof in actions brought pursuant to this section is the preponderance of the evidence test.

- (10) A person other than the attorney general or county prosecuting attorney who files an action under this section shall serve notice and one copy of the pleading on the attorney general within thirty days after the action is filed with the superior court. The notice shall identify the action, the person, and the person's attorney. Service of the notice does not limit or otherwise affect the right of the state to maintain an action under this section or intervene in a pending action nor does it authorize the person to name the state or the attorney general as a party to the action.
- (11) Except in cases filed by a county prosecuting attorney, the attorney general may, upon timely application, intervene in any civil action or proceeding brought under this section if the attorney general certifies that in the attorney general's opinion the action is of special public importance. Upon intervention, the attorney general may assert any available claim and is entitled to the same relief as if the attorney general had instituted a separate action.
- (12) In addition to the attorney general's right to intervene as a party in any action under this section, the attorney general may appear as amicus curiae in any proceeding in which a claim under this section has been asserted or in which a court is interpreting RCW 9A.82.010, 9A.82.080, 9A.82.090, 9A.82.110, or 9A.82.120, or this section.

(13) A private civil action under this section does not limit any other civil or criminal action under this chapter or any other provision. Private civil remedies provided under this section are supplemental and not mutually exclusive.

- (14) Upon motion by the defendant, the court may authorize the sale or transfer of assets subject to an order or lien authorized by this chapter for the purpose of paying actual attorney's fees and costs of defense. The motion shall specify the assets for which sale or transfer is sought and shall be accompanied by the defendant's sworn statement that the defendant has no other assets available for such purposes. No order authorizing such sale or transfer may be entered unless the court finds that the assets involved are not subject to possible forfeiture under RCW 9A.82.100(4)(f). Prior to disposition of the motion, the court shall notify the state of the assets sought to be sold or transferred and shall hear argument on the issue of whether the assets subject to forfeiture under RCW are 9A.82.100(4)(f). Such a motion may be made from time to time and shall be heard by the court on an expedited basis.
- (15) In an action brought under subsection (1)(a) and (b)(i) of this section, either party has the right to a jury trial.

# PART V - VICTIM PRIVACY

Sec. 20. RCW 10.97.130 and 2019 c 300 s 2 are each amended to read as follows:

(1) Information revealing the specific details that describe the alleged or proven

- child victim of sexual assault or commercial sexual exploitation under ((eighteen))18, or the identity or contact information of an alleged or proven child victim of <u>sexual assault or commercial</u>  $\underline{\text{sexual exploitation}}$  under  $\overline{\text{age ((eighteen))}}\underline{18}$ is confidential and not subject to release the press or public without permission of the child victim and the child's legal guardian. Identifying information includes the child victim's name, addresses, location, photographs, and in cases in which the child victim is a relative, stepchild, or stepsibling of the alleged perpetrator, identification of the relationship between the child and the alleged perpetrator. Contact information includes phone numbers, email addresses, social media profiles, and user names and passwords. Contact information information identifying the child victim of sexual assault <u>or commercial sexual exploitation</u> may be released to law enforcement, prosecutors, judges, defense attorneys, or private or governmental agencies that provide services to the child victim of sexual assault. Prior to release of any criminal history record information, the releasing agency shall delete any contact information or information identifying a child victim of sexual assault or commercial sexual exploitation from the information except as provided in section.
- (2) This section does not apply to court documents or other materials admitted in open judicial proceedings.
- (3) For purposes of this section, "commercial sexual exploitation" has the same meaning as in RCW 7.105.010.

Sec. 21. RCW 42.56.240 and 2022 c 268 s 31 are each amended to read as follows:

The following investigative, law enforcement, and crime victim information is exempt from public inspection and copying under this chapter:

(1) Specific intelligence information and specific investigative records compiled by investigative, law enforcement, and penology agencies, and state agencies vested with the responsibility to discipline members of any profession, the nondisclosure of which is essential to effective law enforcement or for the protection of any person's right to privacy;

(2) Information revealing the identity of persons who are witnesses to or victims of crime or who file complaints with investigative, law enforcement, or penology agencies, other than the commission, if disclosure would endanger any person's life, physical safety, or property. If at the time complaint is filed the complainant, victim, or witness indicates a desire for disclosure or nondisclosure, such desire shall govern. However, all complaints filed the commission about any elected official or candidate for public office must be made in writing and signed by the complainant under oath;

(3) Any records of investigative reports prepared by any state, county, municipal, or other law enforcement agency pertaining to sex offenses contained in chapter 9A.44 RCW

or sexually violent offenses as defined in RCW 71.09.020, which have been transferred to the Washington association of sheriffs and police chiefs for permanent electronic retention and retrieval pursuant to RCW 40.14.070(2)(b);

(4) License applications under RCW 9.41.070, except that copies of license applications or information on the applications may be released to law enforcement or corrections agencies or to persons and entities as authorized under RCW 9.41.815:

(5) (a) Information revealing the specific details that describe an alleged or proven child victim of sexual assault or commercial sexual exploitation under age ((eighteen))18, or the identity or contact information of an alleged or proven child victim of sexual assault or commercial sexual exploitation who is under age ((eighteen))18. Identifying information includes the child victim's name, addresses, location, photograph, and in cases in which the child victim is a relative, stepchild, or stepsibling of the alleged perpetrator, identification of the relationship between the child and the alleged perpetrator. Contact information includes phone numbers, email addresses, social media profiles, and user names and passwords.

(b) For purposes of this subsection (5), "commercial sexual exploitation" has the same meaning as in RCW 7.105.010;

- (6) Information contained in a local or regionally maintained gang database as well as the statewide gang database referenced in RCW 43.43.762;
- (7) Data from the electronic sales tracking system established in RCW 69.43.165;
- (8) Information submitted statewide unified sex offender notification and registration program under 36.28A.040(6) by a person for the purpose of notification regarding receiving а registered sex offender, including the residential address, person's name, and email address;
- (9) Personally identifying information collected by law enforcement agencies pursuant to local security alarm system programs and vacation crime watch programs. Nothing in this subsection shall be interpreted so as to prohibit the legal owner of a residence or business from accessing information regarding his or her residence or business;
- (10) The felony firearm offense conviction database of felony firearm offenders established in RCW 43.43.822;
- (11) The identity of a state employee or officer who has in good faith filed a complaint with an ethics board, as provided in RCW 42.52.410, or who has in good faith reported improper governmental action, as defined in RCW 42.40.020, to the auditor or other public official, as defined in RCW 42.40.020;
- (12) The following security threat group information collected and maintained by the department of corrections pursuant to RCW 72.09.745: (a) Information that could lead to the identification of a person's security threat group status, affiliation, or activities; (b) information that reveals

specific security threats associated with the operation and activities of security threat groups; and (c) information that identifies the number of security threat group members, affiliates, or associates;

(13) The global positioning system data that would indicate the location of the residence of an employee or worker of a criminal justice agency as defined in RCW 10.97.030;

- (14) Body worn camera recordings to the extent nondisclosure is essential for the protection of any person's right to privacy as described in RCW 42.56.050, including, but not limited to, the circumstances enumerated in (a) of this subsection. A law enforcement or corrections agency shall not disclose a body worn camera recording to the extent the recording is exempt under this subsection.
- (a) Disclosure of a body worn camera recording is presumed to be highly offensive to a reasonable person under RCW 42.56.050 to the extent it depicts:
- (I) A patient is registered to receive treatment, receiving treatment, waiting for treatment, or being transported in the course of treatment; or
- (II) Health care information is shared with patients, their families, or among the care team; or
- (B) Information that meets the definition of protected health information for purposes of the health insurance portability and accountability act of 1996 or health care information for purposes of chapter 70.02 RCW;
- (ii) The interior of a place of residence where a person has a reasonable expectation of privacy;
  - (iii) An intimate image;
  - (iv) A minor;
  - (v) The body of a deceased person;
- (vi) The identity of or communications from a victim or witness of an incident involving domestic violence as defined in RCW 10.99.020 or sexual assault as defined in RCW 70.125.030, or disclosure of intimate images as defined in RCW 9A.86.010. If at the time of recording the victim or witness indicates a desire for disclosure or nondisclosure of the recorded identity or communications, such desire shall govern; or
- (vii) The identifiable location information of a community-based domestic violence program as defined in RCW 70.123.020, or emergency shelter as defined in RCW 70.123.020.
- (b) The presumptions set out in (a) of this subsection may be rebutted by specific evidence in individual cases.
- (c) In a court action seeking the right to inspect or copy a body worn camera recording, a person who prevails against a law enforcement or corrections agency that withholds or discloses all or part of a body worn camera recording pursuant to (a) of this subsection is not entitled to fees, costs, or awards pursuant to RCW 42.56.550 unless it is shown that the law enforcement or corrections agency acted in bad faith or with gross negligence.

- (d) A request for body worn camera
  recordings must:
- (i) Specifically identify a name of a person or persons involved in the incident;
- (ii) Provide the incident or case number; (iii) Provide the date, time, and location of the incident or incidents; or
- (iv) Identify a law enforcement or corrections officer involved in the incident or incidents.
- (e)(i) A person directly involved in an incident recorded by the requested body worn camera recording, an attorney representing a person directly involved in an incident recorded by the requested body worn camera recording, a person or his or her attorney who requests a body worn camera recording relevant to a criminal case involving that or the executive director from person, either the Washington state commission on African American affairs, Asian Pacific American affairs, or Hispanic affairs, has the right to obtain the body worn camera recording, subject to any exemption under this chapter or any applicable law. In addition, an attorney who represents a person regarding a potential or existing civil cause of action involving the denial of civil rights under the federal or state Constitution, or a violation of a United States department of justice settlement agreement, has the right to obtain the body worn camera recording if relevant to the cause of action, subject to any exemption under this chapter or any applicable law. The attorney must explain the relevancy of the requested body worn camera recording to the cause of action and specify that he or she is seeking relief from redaction costs under this subsection (14)(e).
- (ii) A law enforcement or corrections agency responding to requests under this subsection (14)(e) may not require the requesting individual to pay costs of any redacting, altering, distorting, pixelating, suppressing, or otherwise obscuring any portion of a body worn camera recording.
- (iii) A law enforcement or corrections agency may require any person requesting a body worn camera recording pursuant to this subsection (14)(e) to identify himself or herself to ensure he or she is a person entitled to obtain the body worn camera recording under this subsection (14)(e).
- (f)(i) A law enforcement or corrections agency responding to a request to disclose body worn camera recordings may require any requester not listed in (e) of this subsection to pay the reasonable costs of redacting, altering, distorting, pixelating, suppressing, or otherwise obscuring any portion of the body worn camera recording prior to disclosure only to the extent necessary to comply with the exemptions in this chapter or any applicable law.
- this chapter or any applicable law.

  (ii) An agency that charges redaction costs under this subsection (14)(f) must use redaction technology that provides the least costly commercially available method of redacting body worn camera recordings, to the extent possible and reasonable.
- (iii) In any case where an agency charges a requestor for the costs of redacting a body worn camera recording under this subsection (14)(f), the time spent on redaction of the recording shall not count

- towards the agency's allocation of, or limitation on, time or costs spent responding to public records requests under this chapter, as established pursuant to local ordinance, policy, procedure, or state law.
  - (g) For purposes of this subsection (14):
- (i) "Body worn camera recording" means a video and/or sound recording that is made by a body worn camera attached to the uniform or eyewear of a law enforcement or corrections officer while in the course of his or her official duties; and
- (ii) "Intimate image" means an individual or individuals engaged in sexual activity, including sexual intercourse as defined in RCW 9A.44.010 and masturbation, or an individual's intimate body parts, whether nude or visible through less than opaque clothing, including the genitals, pubic area, anus, or postpubescent female nipple.
- (h) Nothing in this subsection shall be construed to restrict access to body worn camera recordings as otherwise permitted by law for official or recognized civilian and accountability bodies or pursuant to any court order.
- (i) Nothing in this section is intended to modify the obligations of prosecuting attorneys and law enforcement under Brady v. Maryland, 373 U.S. 83, 83 S. Ct. 1194, 10 L. Ed. 2d 215 (1963), Kyles v. Whitley, 541 U.S. 419, 115 S. Ct. 1555, 131 L. Ed.2d 490 (1995), and the relevant Washington court criminal rules and statutes.
- (j) A law enforcement or corrections agency must retain body worn camera recordings for at least ((sixty))60 days and thereafter may destroy the records in accordance with the applicable records retention schedule;
- (15) Any records and information contained within the statewide sexual assault kit tracking system established in RCW 43.43.545;
- (16)(a) Survivor communications with, and survivor records maintained by, campusaffiliated advocates.
- (b) Nothing in this subsection shall be construed to restrict access to records maintained by a campus-affiliated advocate in the event that:
- (i) The survivor consents to inspection or copying;
- (ii) There is a clear, imminent risk of serious physical injury or death of the survivor or another person;
- (iii) Inspection or copying is required by federal law; or
- (iv) A court of competent jurisdiction mandates that the record be available for inspection or copying.
- (c) "Campus-affiliated advocate" and
  "survivor" have the definitions in RCW
  28B.112.030;
- (17) Information and records prepared, owned, used, or retained by the Washington association of sheriffs and police chiefs and information and records prepared, owned, used, or retained by the Washington state patrol pursuant to chapter 261, Laws of 2017; and
- (18) Any and all audio or video recordings of child forensic interviews as defined in chapter 26.44 RCW. Such recordings are confidential and may only be

disclosed pursuant to a court order entered upon a showing of good cause and with advance notice to the child's parent, guardian, or legal custodian. However, if the child is an emancipated minor or has attained the age of majority as defined in RCW 26.28.010, advance notice must be to the child. Failure to disclose an audio or video recording of a child forensic interview as defined in chapter 26.44 RCW is not grounds for penalties or other sanctions available under this chapter.

# PART VI - MISCELLANEOUS

NEW SECTION. Sec. 22. 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.

 $\underline{\text{NEW SECTION.}}$  Sec. 23. This act takes effect July 1, 2025."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Appropriations

February 20, 2024

ESSB 6009 Prime Sponsor, Law & Justice: Prohibiting the use of hog-tying. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar and Fosse.

MINORITY recommendation: Without recommendation. Signed by Representative Graham.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 6015

Prime Sponsor, Local Government, Land
Use & Tribal Affairs: Concerning residential
parking configurations. Reported by
Committee on Local Government

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 36.70A RCW to read as follows:

Cities and counties planning under this chapter shall enforce land use regulations for residential development as provided in this section:

(1) Garages and carports may not be required as a way to meet minimum parking requirements for residential development;

- (2) Parking spaces that count towards minimum parking requirements may be enclosed or unenclosed;
- (3) Parking spaces in tandem must count towards meeting minimum parking requirements at a rate of one space for every 20 linear feet with any necessary provisions for turning radius. For purposes of this subsection, "tandem" is defined as having two or more vehicles, one in front of or behind the others with a single means of ingress and egress;
- (4) Existence of legally nonconforming gravel surfacing in existing designated parking areas may not be a reason for prohibiting utilization of existing space in the parking area to meet local parking standards, up to a maximum of six parking spaces;
- (5) Parking spaces may not be required to exceed eight feet by 20 feet, except for required parking for people with disabilities;
- (6) Any county planning under this chapter, and any cities within those counties with a population greater than 6,000, may not require off-street parking as a condition of permitting a residential project if compliance with tree retention would otherwise make a proposed residential development or redevelopment infeasible; and

(7) Parking spaces that consist of grass block pavers may count toward minimum parking requirements."

Correct the title.

Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; Ranking Minority Member; Berg and Griffey.

MINORITY recommendation: Without recommendation. Signed by Representative Jacobsen, Assistant Ranking Minority Member.

Referred to Committee on Rules for second reading

February 21, 2024

SB 6027 Prime Sponsor, Senator Stanford: Concerning the insurance holding company act. Reported by Committee on Consumer Protection & Business

MAJORITY recommendation: Do pass. Signed by Representatives Walen, Chair; Reeves, Vice Chair; Robertson, Ranking Minority Member; McClintock, Assistant Ranking Minority Member; ; Connors; Corry; Donaghy; Hackney; Ryu; Sandlin; Santos and Volz.

Referred to Committee on Rules for second reading

February 21, 2024

ESSB 6038

Prime Sponsor, Ways & Means: Reducing the costs associated with providing child care. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass. Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member; Couture, Assistant Ranking Minority Member; Callan; Goodman; Ortiz-Self and Taylor.

MINORITY recommendation: Without recommendation. Signed by Representatives Dent; and Walsh.

## Referred to Committee on Finance

February 20, 2024

ESSB 6039

Prime Sponsor, Environment, Energy & Technology: Promoting the development of geothermal energy resources. Reported by Committee on Environment & Energy

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 43.92 RCW to read as

- (1) The geological survey shall compile and maintain a comprehensive database of publicly available subsurface geologic information relating to Washington state. The geological survey must make the database available to the public in a searchable format via the geological survey's website.
- (2) The subsurface geologic information contained on the website should include, but is not limited to, the following:
  - (a) Temperature gradient logs;
  - (b) Geothermal well records;
- resolution magnetotelluric High (C) surveys;
  - (d) High resolution gravity surveys;(e) Geothermal play fairway studies;
- (f) Three-dimensional reflection seismic surveys; and
  - (g) Rock properties databases.
  - (3) The geological survey must:
- (a) Coordinate with federal, state, and local agencies, and tribal governments, to compile existing subsurface aeoloaic information;
- (b) Acquire, process, and analyze new subsurface geologic data and update deficient data using the best practicable technology;
- (c) Using available data, characterize the hazard of induced seismicity for highpotential geothermal play areas. Results of induced seismicity hazard studies must be made publicly available and updated as new information is available; and
- (d) Provide technical assistance on the proper interpretation and application of subsurface geologic data and hazard subsurface geologic assessments.
- **Sec. 2.** RCW 79.13.530 and 2003 c 334 s 465 are each amended to read as follows:
- (1) In an effort to increase potential revenue to the geothermal account, the department shall, by December 1, 1991, adopt rules providing guidelines and procedures for leasing state-owned land for the development of geothermal resources.
- (2)(a) By September 30, 2024, the department must commence rule making to update its geothermal resources lease rates. The updated geothermal resources lease rates must comply with the terms established in this section.
- (b) Geothermal resources lease rates must be competitive with geothermal resources <u>lease</u> rates adopted by the <u>federal</u>

government and by other states in the western portion of the United States.

(c) The goal of the updated geothermal resources lease rates must be to optimize the state's competitiveness at attracting geothermal exploration and development projects while balancing the state's obligation to trust beneficiaries and not adversely impacting the rights of federally recognized Indian tribes.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 43.31 RCW to read as follows:

- (1) Subject to the availability amounts appropriated for this specific purpose, a competitive geothermal exploration cost-share grant program is established in order to incentivize deep exploratory drilling to identify locations suitable for the development of geothermal energy.
- (2) Grants may be awarded to offset the direct costs associated with the expense of conducting deep exploratory drilling for the purpose of identifying locations in Washington suitable for the development of geothermal energy.
- (3) The department of commerce must consult with the Washington geological survey to develop a method and criteria for the allocation of grants, subject to the following:
- Proposed exploratory (a) drilling projects should be located in areas of high geothermal potential not impacting the rights of federally recognized Indian tribes;
- (b) Grant applicants should possess, or should demonstrate a partnership or other form of relationship with entities who demonstrated expertise possess, successful geothermal exploration;
- (C) Grant applicants should meet high labor standards, including family sustaining wages, providing benefits including health care and emplovercontributed retirement plans, career development opportunities, and must maximize access to economic benefits from exploratory projects for local workers;
- (d) Selection and implementation of exploratory drilling projects should align with equity and environmental justice principles as established in chapter 70A.02
- (e) Grant awards must be available to private, public, and federally recognized tribal applicants. Grant awards to private grant applicants should be for no more than one-half of the overall cost of the project and grant awards to public grant applicants should be for no more than two-thirds of the overall cost of the project;
- (f) Grant applicants must demonstrate that they have, or that they will have by the time of the execution of a grant agreement, site control of the site that is the subject of the exploration effort, either through an ownership interest or through a lease agreement that provides access to the site and the right to drill to the proposed depth;
- (g) The grant application demonstrate the applicant's engagement

efforts with the local community to provide information about the potential project;

(h) If any fluid is proposed to be injected as part of the exploratory drilling, the grant applicant must:

(i) Include an analysis of any potential for induced seismicity as a result of the injection, as well as a plan for the management of the risk of induced seismicity; and

(ii) Consult with the department of ecology and, if applicable, comply with underground injection control standards and groundwater antidegradation standards as directed in chapter 90.48 RCW;

(i) The award of grants will seek to broaden the state's knowledge of geothermal resources, with a preference given to high impact projects in favorable geologic settings that have been comparatively underexplored; and

(j) All results of any exploratory drilling performed with grant funds must be made publicly available and must be submitted to the Washington geological survey for inclusion in the database created pursuant to section 1 of this act.

(4) In the course of administering the geothermal exploration cost-share grant program, the department of commerce shall make a reasonable effort to utilize the United States department of energy recommendations and guidelines concerning enhanced geothermal demonstration projects in the western states.

Sec. 4. (1)The NEW SECTION. department of ecology, in consultation with the department of commerce, the department of natural resources, the department of fish wildlife, and the department of archaeology and historic preservation, shall in a collaborative process identify opportunities and risks associated with the development of geothermal resources in three locations with the highest geothermal potential in Washington. The of natural department resources identify these three locations.

(2)(a) As part of the geothermal resources collaborative process, the department of ecology must engage in government-to-government meaningful consultation with potentially affected federally recognized Indian tribes by learning from each participating tribe about their communication protocols for consultation and must seek participation from the department of archaeology and historic preservation, other state agencies as appropriate, local governments, state participants research institutions, Washington's electrical generation, transmission, and distribution sector, and environmental organizations. At the request of potentially affected federally recognized Indian tribes, the department of ecology may include additional participation independent subject matter expertise.

(b) Subject to the availability of amounts appropriated for this specific purpose, the department of ecology shall provide grants to potentially affected federally recognized Indian tribes to provide capacity and to support their

evaluation of the cultural, natural resource, and other impacts of geothermal electricity development and to support their participation in the collaborative process established in this section.

(3) The geothermal resources collaborative process must identify and provide recommendations on, at a minimum, the following topics:

(a) The potential impacts of geothermal resources development, including impacts to:

(i) Rights, interests, and resources, including tribal cultural resources, of potentially affected federally recognized Indian tribes;

(ii) State or federal endangered species act listed species in Washington; and

(iii) Overburdened communities;

(b) The development of factors to guide the identification of preferable sites for the development of geothermal resources including, but not limited to, geologic suitability, proximity to electrical transmission and distribution infrastructure, and continuity between groundwater and surface water resources; and

(c) The capacity for geothermal resources in Washington to help the state meet its clean energy generation requirements and

greenhouse gas emissions limits.

(4) The department of ecology must commence the geothermal resources collaborative process by November 30, 2024. The department of ecology must provide the appropriate committees of the legislature an update on the status of the collaborative process by June 30, 2026. The department of ecology must provide the appropriate committees of the legislature with a final report on the collaborative process by June 30, 2027.

(5) The interagency clean energy siting coordinating council must support the department of ecology during the collaborative process. The interagency clean energy siting coordinating council must consider the findings of the interim update and final report and make recommendations to the legislature and governor on potential actions regarding the development geothermal energy, as appropriate. Based on the findings of the collaborative process, interagency clean energy t.he siting coordinating council must identify factors for consideration in planning and siting of geothermal facilities. These factors include, but are not limited to, geologic suitability, water resource impacts, impacts to the rights of federally recognized Indian tribes, and proximity to electrical transmission and distribution infrastructure.'

Correct the title.

Signed by Representatives Doglio, Chair; Mena, Vice Chair; Dye, Ranking Minority Member; Ybarra, Assistant Ranking Minority Member; ; Abbarno; Barnard; Berry; Duerr; Fey; Lekanoff; Ramel; Sandlin; Slatter and Street.

Referred to Committee on Capital Budget

February 20, 2024

E2SSB 6058

Prime Sponsor, Ways & Means: Facilitating linkage of Washington's carbon market with the California-Quebec carbon market. Reported by Committee on Environment & Energy

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 70A.65.010 and 2022 c 181 s 10 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- clearly requires otherwise.

  (1) "Allowance" means an authorization to emit up to one metric ton of carbon dioxide equivalent.
- (2) "Allowance price containment reserve" means an account maintained by the department with allowances available for sale through separate reserve auctions at predefined prices to assist in containing compliance costs for covered and opt-in entities in the event of unanticipated high costs for compliance instruments.
- (3) "Annual allowance budget" means the total number of greenhouse gas allowances allocated for auction and distribution for one calendar year by the department.
- (4) "Asset controlling supplier" means anv entity that owns or operates interconnected electricity generating facilities or serves as an exclusive electricity marketer for these facilities even though it does not own them, and has been designated by the department and received a departmentpublished emissions factor for the wholesale electricity procured from its system. The department shall use a methodology consistent with the methodology used by an external greenhouse gas emissions trading program that shares the regional electricity transmission system. Electricity from an asset controlling supplier is considered a specified source of electricity.
- (5) "Auction" means the process of selling greenhouse gas allowances by offering them up for bid, taking bids, and then distributing the allowances to winning bidders
- (6) "Auction floor price" means a price for allowances below which bids at auction are not eligible to be accepted.
- (7) "Auction purchase limit" means the limit on the number of allowances one registered entity or a group of affiliated registered entities may purchase from the share of allowances sold at an auction.
- (8) "Balancing authority" means the responsible entity that integrates resource plans ahead of time, maintains load-interchange-generation balance within a balancing authority area, and supports interconnection frequency in real time.
- (9) "Balancing authority area" means the collection of generation, transmission, and load within the metered boundaries of a balancing authority. A balancing authority maintains load-resource balance within this area.
- (10) "Best available technology" means a technology or technologies that will achieve

the greatest reduction in greenhouse gas emissions, taking into account the fuels, processes, and equipment used by facilities to produce goods of comparable type, quantity, and quality. Best available technology must be technically feasible, commercially available, economically viable, not create excessive environmental impacts, and be compliant with all applicable laws while not changing the characteristics of the good being manufactured.

- (11) "Biomass" means nonfossilized and biodegradable organic material originating from plants, animals, and microorganisms, including products, by-products, residues, and waste from agriculture, forestry, and related industries as well as the nonfossilized and biodegradable organic fractions of municipal wastewater and industrial waste, including gases and liquids recovered from the decomposition of monfossilized and biodegradable organic material.
- (12) "Biomass-derived fuels," "biomass fuels," or "biofuels" means ((<del>fuels derived</del> from biomass that have at least 40 percent lower greenhouse gas emissions based on a full life-cycle analysis when compared to petroleum fuels for which biofuels are capable as serving as a substitute)) whichever of the following fuels <u>derived from biomass has lower associated</u> life-cycle greenhouse gas emissions: (a) Fuels that have at least 30 percent lower greenhouse gas emissions based on a full life-cycle analysis when compared to petroleum fuels for which biofuels are capable as serving as a substitute; or (b) fuels that meet a standard adopted by the department by rule that align with the definition of biofuel, or other standards applicable to biofuel, established by a jurisdiction with which the department has entered into a linkage agreement.

(13) "Carbon dioxide equivalents" means a measure used to compare the emissions from various greenhouse gases based on their global warming potential.

- (14) "Carbon dioxide removal" means deliberate human activities removing carbon dioxide from the atmosphere and durably storing it in geological, terrestrial, or ocean reservoirs, or in products. "Carbon dioxide removal" includes existing and potential anthropogenic enhancement of biological or geochemical sinks and including, but not limited to, carbon mineralization and direct air capture and storage.
- (15) "Climate commitment" means the process and mechanisms to ensure a coordinated and strategic approach to advancing climate resilience and environmental justice and achieving an equitable and inclusive transition to a carbon neutral economy.
- (16) "Climate resilience" is the ongoing process of anticipating, preparing for, and adapting to changes in climate and minimizing negative impacts to our natural systems, infrastructure, and communities. For natural systems, increasing climate resilience involves restoring and increasing the health, function, and integrity of our ecosystems and improving their ability to absorb and recover from climate-affected

disturbances. For communities, increasing climate resilience means enhancing their ability to understand, prevent, adapt, and recover from climate impacts to people and infrastructure.

(17) "Closed facility" means a facility at which the current owner or operator has elected to permanently stop production and will no longer be an emissions source.

(18) "Compliance instrument" means an allowance or offset credit issued by the department or by an external greenhouse gas emissions trading program to which Washington has linked its greenhouse gas emissions cap and invest program. One compliance instrument is equal to one metric

ton of carbon dioxide equivalent. (19) "Compliance obligation" means the requirement to submit to the department the number of compliance instruments equivalent to a covered or opt-in entity's covered emissions during the compliance period.

(20) "Compliance period" means the fouryear period, except as provided in RCW 70A.65.070(1)(a)(ii), for which the compliance obligation is calculated for covered entities.

(21) "Cost burden" means the impact on rates or charges to customers of electric utilities in Washington state for the incremental cost of electricity service to serve load due to the compliance cost for greenhouse gas emissions caused by the program. Cost burden includes administrative costs from the utility's participation in the program.

(22) "Covered emissions" means emissions for which a covered entity has a compliance obligation under RCW  $70A.6\overline{5}.080$ .

(23) "Covered entity" means a person that is designated by the department as subject to RCW 70A.65.060 through 70A.65.210.

(24) "Cumulative environmental impact" has the same meaning as provided in RCW 70A.02.010.

- (25) "Curtailed facility" means facility at which the owner or operator has temporarily suspended production but for which the owner or operator maintains operating permits and retains the option to if conditions become resume production amenable.
- (26) "Department" means the department of ecology.

- (27) "Electricity importer" means:
  (a) For electricity that is scheduled with a NERC e-tag to a final point of delivery into a balancing authority area located entirely within the state of Washington, the electricity importer is identified on the NERC e-tag as purchasing-selling entity on the t.he segment of the tag's physical path with the point of receipt located outside the state of Washington and the point of delivery located inside the state of Washington;
- (b) For facilities physically located outside the state of Washington with the first point of interconnection to a balancing authority area located entirely within the state of Washington when the electricity is not scheduled on a NERC etag, the electricity importer is the facility operator or owner;
- (c) For electricity imported through a centralized market, the electricity importer

will be defined by rule consistent with the rules required under RCW 70A.65.080(1)(c);

(d) For electricity provided as balancing energy in the state of Washington, including balancing energy that is also inside a balancing authority area that is not located entirely within the state of Washington, the electricity importer may be defined by the department by rule;

(e) For electricity from facilities allocated to serve retail electricity customers of a multijurisdictional electric company, the electricity importer is the multijurisdictional electric company;

 $((\stackrel{(+)}{(e)}))\stackrel{(f)}{(f)}$  If the importer identified under (a) of this subsection is a federal power marketing administration over which the state of Washington does not have jurisdiction, and the federal power marketing administration has not voluntarily elected to comply with the program, then the electricity importer is the next purchasingselling entity in the physical path on the NERC e-tag, or if no additional purchasingselling entity over which the state of Washington has jurisdiction, then the electricity importer is the electric utility that operates the Washington transmission or distribution system, or the generation balancing authority;

 $((\frac{f}{f}))(g)$  For electricity that is imported into the state by a federal power marketing administration and sold to a public body or cooperative customer or direct service industrial customer located in Washington pursuant to section 5(b) or (d) of the Pacific Northwest electric power planning and conservation act of 1980, P.L. 96-501, the electricity importer is the federal marketing administration;

 $((\frac{g}{g}))$  If the importer identified under (((f)))(g) of this subsection has not voluntarily elected to comply with the program, then the electricity importer is the public body or cooperative customer or direct service industrial customer; ((<del>or</del>

 $\frac{(h)}{(i)}$ )  $\underline{(i)}$  For electricity from facilities allocated to a consumer-owned utility inside the state of Washington from multijurisdictional consumer-owned utility, the electricity importer is the consumerowned utility inside the Washington; or

(j) For imported electricity not otherwise assigned an electricity importer by this subsection, the electricity importer may be defined by the department by rule.

(28) "Emissions containment reserve allowance" means a conditional allowance that is withheld from sale at an auction by the department or its agent to secure additional emissions reductions in the event prices fall below the emissions containment reserve trigger price.

(29)"Emissions containment reserve trigger price" means the price below which allowances will be withheld from sale by the department or its agent at an auction, as determined by the department by rule.

(30) "Emissions threshold" means greenhouse gas emission level at or above which a person has a compliance obligation.

(31) "Environmental benefits" has the same meaning as defined in RCW 70A.02.010.

(32) "Environmental harm" has the same meaning as defined in RCW 70A.02.010.

- (33) "Environmental impacts" has the same meaning as defined in RCW 70A.02.010.
- (34) "Environmental justice" has the same meaning as defined in RCW 70A.02.010.
- (35) "Environmental justice assessment" has the same meaning as identified in RCW 70A.02.060.
- (36) "External greenhouse gas emissions trading program" means a government program, other than Washington's program created in this chapter, that restricts greenhouse gas emissions from sources outside of Washington and that allows emissions trading.
- (37) "Facility" means any physical perty, plant, building, structure, physical property, source, or stationary equipment located on or more contiguous or adjacent properties in actual physical contact or separated solely by a public roadway or other public right-of-way and under common ownership or common control, that emits or may emit any greenhouse gas.

(38) "First jurisdictional deliverer" means the owner or operator of an electric generating facility in Washington or an

electricity importer.

(39) "General market participant" means a registered entity that is not identified as a covered entity or an opt-in entity that is registered in the program registry and intends to purchase, hold, sell, voluntarily retire compliance instruments.

(40) "Greenhouse gas" has the same

- meaning as in RCW 70A.45.010.

  (41) "Holding limit" means the maximum number of allowances that may be held for use or trade by a registered entity at any one time.
- "Imported electricity" (42)electricity generated outside the state of Washington with a final point of delivery within the state.
- "Imported electricity" includes electricity from an organized market, such as the energy imbalance market.
- (b) "Imported electricity" includes imports from linked jurisdictions, but such imports shall be construed as having no emissions.
- (c) Electricity from a system that is marketed by a federal power marketing administration shall be construed as "imported electricity," not electricity generated in the state of Washington.
- "Imported electricity" does any electricity ((imports include <u>- o£</u> unspecified electricity that are netted by exports of unspecified electricity to any jurisdiction not covered by a linked program by the same entity within the same hour)) that the department determines by rule to be: (i) Wheeled through the state; or (ii) separately accounted for in this
- (e) For a multijurisdictional electric company, "imported electricity" means electricity, other than from in-state facilities, that contributes to a common system power pool. Where a multijurisdictional electric company has a cost allocation methodology approved by the utilities and transportation commission, the allocation of specific facilities Washington's retail load will be t.o accordance with that methodology.

- (f) For a multijurisdictional consumerowned utility, "imported electricity" includes electricity from facilities that contribute to a common system power pool that are allocated to a consumer-owned utility inside the state of Washington pursuant to a methodology approved by the governing board of the consumer-owned utility.
- "Leakage" means a reduction in (43) emissions of greenhouse gases within the state that is offset by a directly attributable increase in greenhouse gas emissions outside the state and outside the geography of another jurisdiction with a

linkage agreement with Washington.
(44) "Limits" means the greenhouse gas reductions required emissions

70A.45.020.

- (45) "Linkage" means a bilateral or multilateral decision under a linkage agreement between greenhouse gas market programs to accept compliance instruments issued by a participating jurisdiction to meet the obligations of regulated entities in a partner jurisdiction and to otherwise coordinate activities facilitate to operation of a joint market.
- (46) "Linkage agreement" means nonbinding agreement that connects two or more greenhouse gas market programs and articulates a mutual understanding of how the participating jurisdictions will work together to facilitate а connected greenhouse gas market.

(47) "Linked jurisdiction" means a jurisdiction with which Washington has

entered into a linkage agreement.

(48) "Multijurisdictional consumer-owned utility" means a consumer-owned utility that provides electricity to member owners in Washington and in one or more other states in a contiguous service territory or from a common power system.

"Multijurisdictional electric (49) company" means an investor-owned utility that provides electricity to customers in Washington and in one or more other states in a contiguous service territory or from a

common power system.

(50) "NERC e-tag" means North American electric reliability corporation (NERC) energy tag representing transactions on the North American bulk electricity market scheduled to flow between or across balancing authority areas.
 (51) "Offset credit" means a tradable

compliance instrument that represents an emissions reduction or emissions removal of one metric ton of carbon dioxide equivalent.

- (52) "Offset project" means a project that reduces or removes greenhouse gases that are not covered emissions under this
- (53) "Offset protocols" means a set of procedures and standards to quantify greenhouse gas reductions or greenhouse gas removals achieved by an offset project.
- (54) "Overburdened community" means a geographic area where vulnerable populations face combined, multiple environmental harms and health impacts or risks due to exposure to environmental pollutants or contaminants through multiple pathways, which may result in significant disparate adverse health outcomes or effects.

- (a) "Overburdened community" includes, but is not limited to:
- (i) Highly impacted communities defined in RCW 19.405.020;
- (ii) Communities located in census tracts that are fully or partially on "Indian country" as defined in 18 U.S.C. Sec. 1151;
- Populations, including Americans or immigrant populations, who may be exposed to environmental contaminants and pollutants outside of the geographic area in which they reside based on the populations' use of traditional or cultural foods and practices, such as the use of resources, access to which is protected under treaty rights in ceded areas, when those exposures in conjunction with other exposures may result in disproportionately greater risks, including risks of certain cancers or other adverse health effects and outcomes.
- (b) Overburdened communities identified by the department may include the same communities as those identified by the department through its process for identifying overburdened communities under RCW 70A.02.010.
- "Person" has the same meaning as defined in RCW 70A.15.2200(5)((<del>(h)</del>))(g) (iii).
- (56) "Point of delivery" means a point on the electricity transmission or distribution system where a deliverer makes electricity available to a receiver, or available to serve load. This point may be an interconnection with another system or a substation where the transmission provider's transmission and distribution systems are connected to another system, or distribution substation where electricity is imported into the state over а multijurisdictional retail provider's distribution system.
- (57) "Price ceiling unit" means the units issued at a fixed price by the department for the purpose of limiting price increases funding further investments greenhouse gas reductions.

(58) "Program" means the greenhouse gas emissions cap and invest program created by

and implemented pursuant to this chapter. (59) "Program registry" means the data system in which covered entities, opt-in entities, and general market participants are registered and in which compliance instruments are recorded and tracked.

(60) "Registered entity" means a covered entity, opt-in entity, or general market participant that has completed the process for registration in the program registry.

(61) "Resilience" means the ability to prepare, mitigate and plan for, withstand, recover from, and more successfully adapt to adverse events and changing conditions, and reorganize in an equitable manner that results in a new and better condition.

(62) "Retire" means to permanently remove a compliance instrument such that the compliance instrument may never be sold,

traded, or otherwise used again.

(63) "Specified source of electricity" or "specified source" means a facility, unit, or asset controlling supplier that is permitted to be claimed as the source of electricity delivered. The reporting entity must have either full or partial ownership

in the facility or a written power contract to procure electricity generated by that facility or unit or from an asset controlling supplier at the time of entry into the transaction to procure electricity.

(64) "Supplier" means a supplier of fuel in Washington state as defined in RCW

70A.15.2200(5)( $(\frac{h}{h})$ )(g)(ii). (65) "Tribal lands" has the same meaning as defined in RCW 70A.02.010.

- (66) "Unspecified source of electricity" or "unspecified source" means a source of electricity that is not a specified source at the time of entry into the transaction to procure electricity.
- (67) "Voluntary renewable account" means a holding account maintained by the department from which allowances may be retired for voluntary renewable electricity generation, which is directly delivered to the state and has not and will not be sold or used to meet any other mandatory requirements in the state or any other jurisdiction, on behalf of voluntary renewable energy purchasers or end users.

(68) "Vulnerable populations" has the same meaning as defined in RCW 70A.02.010.

- (69) "Electricity wheeled through the state" means electricity that is generated outside the state of Washington and delivered into Washington with the final point of delivery outside Washington including, but not limited to, electricity wheeled through the state on a single NERC e-tag, or wheeled into and out of Washington at a common point or trading hub on the power system on separate e-tags within the same hour.
- **Sec. 2.** RCW 70A.65.060 and 2021 c 316 s 8 are each amended to read as follows:
- (1) In order to ensure that greenhouse gas emissions are reduced by covered entities consistent with the limits established in RCW 70A.45.020, must implement a cap department gas emissions from covered greenhouse entities and a program to track, verify, and enforce compliance through the use compliance instruments.

- (2) The program must consist of:
  (a) Annual allowance budgets that limit emissions from covered entities, as provided in this section and RCW 70A.65.070 and 70A.65.080;
- (b) Defining those entities covered by the program, and those entities that may voluntarily opt into coverage under the program, as provided in this section and RCW 70A.65.070 and 70A.65.080;
- (c) Distribution of emission allowances, as provided in RCW 70A.65.100, and through the allowance price containment provisions under RCW 70A.65.140 and 70A.65.150;
- (d) Providing for offset credits as a method for meeting a compliance obligation, pursuant to RCW 70A.65.170;
- (e) Defining the compliance obligations of covered entities, as provided in chapter 316, Laws of 2021;
- (f) Establishing the authority of the department to enforce the requirements, as provided in RCW 70A.65.200;
- (g) Creating a climate investment account for the deposit of receipts from the

distribution of emission allowances, as provided in RCW 70A.65.250;

- (h) Providing for the transfer of allowances and recognition of compliance instruments, including those issued by jurisdictions with which Washington has linkage agreements;
- (i) Providing monitoring and oversight of the sale and transfer of allowances by the department;
- (j) Creating a price ceiling and associated mechanisms as provided in RCW 70A.65.160; and
- (k) Providing for the allocation of allowances to emissions-intensive, trade-exposed industries pursuant to RCW 70A.65.110.
- shall (3) The department consider opportunities to implement the program in a manner that allows linking the state's program with those of other jurisdictions. The department must evaluate whether such linkage will provide for a more costeffective means for covered entities to meet their compliance obligations in Washington recognizing the special characteristics of the state's economy, communities, and industries. The department is authorized to enter into a linkage agreement with another jurisdiction after conducting an environmental justice assessment and after formal notice and opportunity for a public hearing, and when consistent with the requirements of RCW 70A.65.210. The department is authorized to withdraw from a linkage agreement and every linkage agreement must provide that the department reserves the right to withdraw
- from the agreement.

  (4) During the 2022 regular legislative session, the department must bring forth agency request legislation developed in consultation with emissions-intensive, trade-exposed businesses, covered entities, environmental advocates, and overburdened communities that outlines a compliance pathway specific to emissions-intensive, trade-exposed businesses for achieving their proportionate share of the state's emissions reduction limits through 2050.
- (5) By December 1, 2027, and ((at least every four years thereafter)) by December 1st of each year that is one year after the end of a compliance period, and in compliance with RCW 43.01.036, the department must submit a report to the legislature that includes a comprehensive review of the implementation of the program to date, including but not limited to outcomes relative to the state's emissions reduction limits, overburdened communities, covered entities, and emissions-intensive, trade-exposed businesses. The department must transmit the report to the environmental justice council at the same time it is submitted to the legislature.
- (6) The department must bring forth agency request legislation if the department finds that any provision of this chapter prevents linking Washington's cap and invest program with that of any other jurisdiction.
- Sec. 3. RCW 70A.65.070 and 2022 c 181 s 1 are each amended to read as follows:

- (1) (a) (i) The department shall commence the program by January 1, 2023, by determining an emissions baseline establishing the proportionate share that the total greenhouse gas emissions of covered entities for the first compliance period bears to the total anthropogenic greenhouse gas emissions in the state during 2015 through 2019, based on data reported to the department under RCW 70A.15.2200 or provided as required by this chapter, as well as other relevant data. By October 1, 2022, the department shall adopt annual allowance budgets for the first compliance period of the program, calendar years 2023 through 2026, to be distributed from January 1, 2023, through December 31, 2026.
- (ii) If the department enters into a linkage agreement, and the linked jurisdictions do not amend their rules to synchronize with Washington's compliance periods, the department must amend its rules to synchronize Washington's compliance periods with those of the linked jurisdiction or jurisdictions. The department may not by rule amend the length of the first compliance period to end on a date other than December 31, 2026.
- date other than December 31, 2026.

  (b) By October 1, 2026, the department shall add to its emissions baseline by incorporating the proportionate share that the total greenhouse gas emissions of new covered entities in the second compliance period bear to the total anthropogenic greenhouse gas emissions in the state during 2015 through 2019. In determining the addition to the baseline, the department may exclude a year from the determination if the department identifies that year to have been an outlier due to a state of emergency. The department shall adopt annual allowance budgets for the second compliance period of the program((, calendar years 2027 through 2030,)) that will be distributed ((from January 1, 2027, through December 31, 2030)) during the second compliance period.
- (c) By October 1, 2028, the department shall adopt by rule the annual allowance budgets for ((calendar years 2031)) the end of the second compliance period through 2040.
- (2) The annual allowance budgets must be set to achieve the share of reductions by covered entities necessary to achieve the 2030, 2040, and 2050 statewide emissions limits established in RCW 70A.45.020, based on data reported to the department under chapter 70A.15 RCW or provided as required by this chapter. Annual allowance budgets must be set such that the use of offsets as compliance instruments, consistent with RCW 70A.65.170, does not prevent the achievement of the emissions limits established in RCW 70A.45.020. In so setting annual allowance budgets, the department must reduce the annual allowance budget relative to the limits in an amount equivalent to offset use, or in accordance with a similar methodology adopted by the department. The department must adopt annual allowance budgets for the program on a calendar year basis that provide for progressively equivalent reductions year over year. An allowance distributed under the program, either directly by the department under RCW 70A.65.110 through 70A.65.130 or through

auctions under RCW 70A.65.100, does not expire and may be held or banked consistent with RCW 70A.65.100(6) and 70A.65.150(1).

- (3) The department must complete evaluations by December 31, 2027, and (( $\frac{by}{2}$ )) December ((31, 2035)) 31st of the year following the conclusion of the third compliance period, of the performance of the program, including its performance in reducing greenhouse gases. If the evaluation shows that adjustments to the annual allowance budgets are necessary for covered entities to achieve their proportionate share of the 2030 and 2040 emission reduction limits identified in RCW 70A.45.020, as applicable, the department shall adjust the annual allowance budgets accordingly. The department must complete additional evaluations of the performance of the program by December ((31, 2040, and by December 31, 2045))31st of the year following the conclusion of the fifth and sixth compliance periods, and make any necessary adjustments in the annual allowance budgets to ensure that covered entities achieve their proportionate share of the 2050 emission reduction limit identified in RCW 70A.45.020. Nothing in this subsection precludes the department from making additional adjustments to annual allowance budgets as necessary to ensure successful achievement of the proportionate emission reduction limits by covered entities. The department shall determine and make public the circumstances, metrics, and processes that would initiate the public consideration of additional allowance budget adjustments to ensure successful achievement of the proportionate emission reduction
- (4) Data reported to the department under RCW 70A.15.2200 or provided as required by this chapter for 2015 through 2019 is deemed sufficient for the purpose of adopting annual allowance budgets and serving as the baseline by which covered entities demonstrate compliance under the first compliance period of the program. Data reported to the department under RCW 70A.15.2200 or provided as required by this chapter for 2023 through 2025 is deemed sufficient for adopting annual allowance budgets and serving as the baseline by which covered entities demonstrate compliance under the second compliance period of the program.

(5) The legislature intends to promote a growing and sustainable economy and to avoid leakage of emissions from manufacturing to other jurisdictions. Therefore, the legislature finds that implementation of this section is contingent upon the enactment of RCW 70A.65.110.

**Sec. 4.** RCW 70A.65.080 and 2022 c 179 s 14 are each amended to read as follows:

(1) A person is a covered entity as of the beginning of the first compliance period and all subsequent compliance periods if the person reported emissions under RCW 70A.15.2200 for any calendar year from 2015 through 2019, or if additional data provided as required by this chapter indicates that emissions for any calendar year from 2015 through 2019 equaled or exceeded any of the

following thresholds, or if the person is a first jurisdictional deliverer and imports electricity into the state during the compliance period:

(a) Where the person owns or operates a facility and the facility's emissions equal or exceed 25,000 metric tons of carbon

dioxide equivalent;

(b) Where the person is a first jurisdictional deliverer and generates electricity in the state and emissions associated with this generation equals or exceeds 25,000 metric tons of carbon dioxide equivalent;

equivalent; (c)  $(\underline{i})$  Where the person is a first jurisdictional deliverer importing

electricity into the state and:

(A) For specified sources, the cumulative annual total of emissions associated with the imported electricity((, whether from specified or unspecified sources,)) exceeds 25,000 metric tons of carbon dioxide equivalent;

(B) For unspecified sources, the cumulative annual total of emissions associated with the imported electricity exceeds 0 metric tons of carbon dioxide

<u>equivalent; or</u>

- (C) For electricity purchased from a federal power marketing administration pursuant to section 5(b) of the Pacific Northwest electric power planning and conservation act of 1980, P.L. 96-501, if the department determines such electricity is not from a specified source, the cumulative annual total of emissions associated with the imported electricity exceeds 25,000 metric tons of carbon dioxide equivalent.
- (ii) In consultation with any linked jurisdiction to the program created by this chapter, by October 1, 2026, the department, in consultation with the department of commerce and the utilities and transportation commission, shall adopt by rule a methodology for addressing imported electricity associated with a centralized electricity market;
- (d) Where the person is a supplier of fossil fuel other than natural gas and from that fuel 25,000 metric tons or more of carbon dioxide equivalent emissions would result from the full combustion or oxidation, excluding the amounts for fuel products that are produced or imported with a documented final point of delivery outside of Washington and combusted outside of Washington; and
- (e)(i) Where the person supplies natural gas in amounts that would result in exceeding 25,000 metric tons of carbon dioxide equivalent emissions if fully combusted or oxidized, excluding the amounts for fuel products that are produced or imported with a documented final point of delivery outside of Washington and combusted outside of Washington, and excluding the amounts: (A) Supplied to covered entities under (a) through (d) of this subsection; and (B) delivered to opt-in entities;
- (ii) Where the person who is not a natural gas company and has a tariff with a natural gas company to deliver to an end-use customer in the state in amounts that would result in exceeding 25,000 metric tons of carbon dioxide equivalent emissions if fully

combusted or oxidized, excluding the amounts: (A) Supplied to covered entities under (a) through (d) of this subsection; and (B) the amounts delivered to opt-in entities;

(iii) Where the person is an end-use customer in the state who directly purchases natural gas from a person that is not a natural gas company and has the natural gas delivered through an interstate pipeline to a distribution system owned by the purchaser in amounts that would result in exceeding 25,000 metric tons of carbon dioxide equivalent emissions if fully combusted or oxidized, excluding the amounts: (A) Supplied to covered entities under (a) through (d) of this subsection; and (B) delivered to opt-in entities.

(2) A person is a covered entity as of the beginning of the second compliance period and all subsequent compliance periods if the person reported emissions under RCW 70A.15.2200 or provided emissions data as required by this chapter for any calendar year from 2023 through 2025, where the person owns or operates a waste to energy facility utilized by a county and city solid waste management program and the facility's emissions equal or exceed 25,000 metric tons of carbon dioxide equivalent.

(3) A person is a covered entity ((beginning January 1, 2031)) as of the beginning of the third compliance period, and all subsequent compliance periods if the person reported emissions under RCW 70A.15.2200 or provided emissions data as required by this chapter for ((any calendar year from)) 2027 ((through 2029)) or 2028, where the person owns or operates a railroad company, as that term is defined in RCW 81.04.010, and the railroad company's emissions equal or exceed 25,000 metric tons of carbon dioxide equivalent.

(4) When a covered entity reports, during a compliance period, emissions from a facility under RCW 70A.15.2200 that are below the thresholds specified in subsection (1) or (2) of this section, the covered entity continues to have a compliance obligation through the current compliance period. When a covered entity reports emissions below the threshold for each year during an entire compliance period, or has ceased all processes at the facility requiring reporting under RCW 70A.15.2200, the entity is no longer a covered entity as of the beginning of the subsequent compliance period unless the department provides notice at least 12 months before the end of the compliance period that the facility's emissions were within 10 percent of the threshold and that the person will continue to be designated as a covered entity in order to ensure equity among all covered entities. Whenever a covered entity ceases to be a covered entity, the department shall notify the appropriate policy and fiscal committees of the legislature of the name of the entity and the reason the entity is no longer a covered entity.

(5) For types of emission sources described in subsection (1) of this section that begin or modify operation after January 1, 2023, and types of emission sources described in subsection (2) of this section

that begin or modify operation after 2027, coverage under the program starts in the calendar year in which emissions from the source exceed the applicable thresholds in subsection (1) or (2) of this section, or upon formal notice from the department that the source is expected to exceed the applicable emissions threshold, whichever happens first. Sources meeting these conditions are required to transfer their first allowances on the first transfer deadline of the year following the year in which their emissions were equal to or exceeded the emissions threshold.

(6) For emission sources described in subsection (1) of this section that are in operation or otherwise active between 2015 and 2019 but were not required to report emissions for those years under RCW 70A.15.2200 for the reporting periods between 2015 and 2019, coverage under the program starts in the calendar year following the year in which emissions from the source exceed the applicable thresholds in subsection (1) of this section as reported pursuant to RCW 70A.15.2200 or provided as required by this chapter, or upon formal notice from the department that the source is expected to exceed the applicable emissions threshold for the first year that source is required to report emissions, whichever happens first. Sources meeting these criteria are required to transfer their first allowances on the first transfer deadline of the year following the year in which their emissions, as reported under RCW 70A.15.2200 or provided as required by this chapter, were equal to or exceeded the emissions threshold.

(7) The following emissions are exempt from coverage in the program, regardless of the emissions reported under RCW 70A.15.2200 or provided as required by this chapter:

(a) Emissions from the combustion of aviation fuels;

(b) Emissions from watercraft fuels supplied in Washington that are combusted outside of Washington;

(c) Emissions from a coal-fired electric generation facility exempted from additional greenhouse gas limitations, requirements, or performance standards under RCW 80.80.110;

(d) Carbon dioxide emissions from the combustion of biomass or biofuels;

(e) (i) Motor vehicle fuel or special fuel that is used exclusively for agricultural purposes by a farm fuel user. This exemption is available only if a buyer of motor vehicle fuel or special fuel provides the seller with an exemption certificate in a form and manner prescribed by the department. For the purposes of this subsection, "agricultural purposes" and "farm fuel user" have the same meanings as provided in RCW 82.08.865.

(ii) The department must determine a method for expanding the exemption provided under (e)(i) of this subsection to include fuels used for the purpose of transporting agricultural products on public highways. The department must maintain this expanded exemption for a period of five years, in order to provide the agricultural sector with a feasible transition period;

(f) Emissions from facilities with North American industry classification system code 92811 (national security); and

(g) Emissions from municipal solid waste landfills that are subject to, and in compliance with, chapter 70A.540 RCW.

- (8) The department shall not require multiple covered entities to have a compliance obligation for the same emissions. The department may by rule authorize refineries, fuel suppliers, facilities using natural gas, and natural gas utilities to provide by agreement for the assumption of the compliance obligation for fuel or natural gas supplied and combusted in the state. The department must be notified of such an agreement at least 12 months prior to the compliance obligation period for which the agreement is applicable.
- (9) (a) The legislature intends to promote a growing and sustainable economy and to avoid leakage of emissions from manufacturing to other locations. The legislature further intends to see innovative new businesses locate and grow in Washington that contribute to Washington's prosperity and environmental objectives.
- (b) Consistent with the intent of the legislature to avoid the leakage of emissions to other jurisdictions, in achieving the state's greenhouse gas limits in RCW 70A.45.020, the state, including lead agencies under chapter 43.21C RCW, shall pursue the limits in a manner that recognizes that the siting and placement of new or expanded best-in-class facilities with lower carbon emitting processes is in the economic and environmental interests of the state of Washington.
- (c) In conducting a life-cycle analysis, if required, for new or expanded facilities that require review under chapter 43.21C RCW, a lead agency must evaluate and attribute any potential net cumulative greenhouse gas emissions resulting from the project as compared to other existing facilities or best available technology including best-in-class facilities and emerging lower carbon processes that supply the same product or end use. The department may adopt rules to determine the appropriate threshold for applying this analysis.
- (d) Covered emissions from an entity that is or will be a covered entity under this chapter may not be the basis for denial of a permit for a new or expanded facility. Covered emissions must be included in the analysis undertaken pursuant to (c) of this subsection. Nothing in this subsection requires a lead agency or a permitting agency to approve or issue a permit to a permit applicant, including to a new or expanded fossil fuel project.
- (e) A lead agency under chapter 43.21C RCW or a permitting agency shall allow a new or expanded facility that is a covered entity or opt-in entity to satisfy a mitigation requirement for its covered emissions under this chapter ((316, Laws of 2021)) and under any greenhouse gas emission mitigation requirements for covered emissions under chapter 43.21C RCW by submitting to the department the number of compliance instruments equivalent to its

covered emissions during a compliance period.

- Sec. 5. RCW 70A.65.100 and 2023 c 475 s 937 are each amended to read as follows:
- (1) Except as provided in RCW 70A.65.110, 70A.65.120, and 70A.65.130, the department shall distribute allowances through auctions as provided in this section and in rules adopted by the department to implement these sections. An allowance is not a property right.
- (2)(a) The department shall hold a maximum of four auctions annually, plus any necessary reserve auctions. An auction may include allowances from the annual allowance budget of the current year and allowances from the annual allowance budgets from prior  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left$ years that remain to be distributed. The department must transmit environmental justice council transmit t.o an auction notice at least 60 days prior to each auction, as well as a summary results report and a postauction public proceeds report within 60 days after each auction. The department must communicate the results of the previous calendar year's auctions to the environmental justice council on an annual basis beginning in 2024.
- (b) The department must make future vintage allowances available through parallel auctions at least twice annually in addition to the auctions through which current vintage allowances are exclusively offered under (a) of this subsection.
- (3) The department shall engage a qualified, independent contractor to run the auctions. The department shall also engage a qualified financial services administrator to hold the bid guarantees, evaluate bid guarantees, and inform the department of the value of bid guarantees once the bids are accepted.
- (4) Auctions are open to covered entities, opt-in entities, and general market participants that are registered entities in good standing. The department shall adopt by rule the requirements for a registered entity to register and participate in a given auction.
- (a) Registered entities intending to participate in an auction must submit an application to participate at least 30 days prior to the auction. The application must include the documentation required for review and approval by the department. A registered entity is eligible to participate only after receiving a notice of approval by the department.
- (b) Each registered entity that elects to participate in the auction must have a different representative. Only a representative with an approved auction account is authorized to access the auction platform to submit an application or confirm the intent to bid for the registered entity, submit bids on behalf of the registered entity during the bidding window, or to download reports specific to the auction.
- (5) The department may require a bid guarantee, payable to the financial services administrator, in an amount greater than or equal to the sum of the maximum value of the bids to be submitted by the registered entity.

- (6) To protect the integrity of the auctions, a registered entity or group of registered entities with a direct corporate association are subject to auction purchase and holding limits. The department may impose additional limits if it deems necessary to protect the integrity and functioning of the auctions:
- (a) A covered entity or an opt-in entity may not buy more than ((10))25 percent of allowances offered during a single t.he auction;
- (b) A general market participant may not buy more than four percent of the allowances offered during a single auction ((and));
- (c) Until Washington links with jurisdiction that does not have this requirement, a general market participant may not in aggregate own more than 10 percent of total allowances to be issued in a calendar year; ((<del>(c)</del>))(<u>d)</u> No registered entity may buy
- more than the entity's bid guarantee; and
- $((\frac{d}{d}))$  No registered entity may buy allowances that would exceed the entity's holding limit at the time of the auction.
- (7)(a) For fiscal year 2023, upon completion and verification of the auction financial results. the services administrator shall notify winning bidders and transfer the auction proceeds to the state treasurer for deposit as follows: (i) \$127,341,000 must first be deposited into the carbon emissions reduction account created in RCW 70A.65.240; and (ii) the remaining auction proceeds to the climate investment account created in RCW 70A.65.250 and the air quality and health disparities improvement account created in 70A.65.280.
- (b) For fiscal year 2024, upon completion and verification of the auction results, the financial services administrator shall notify winning bidders and transfer the auction proceeds to the state treasurer for deposit as follows: (i) \$356,697,000 must first be deposited into the carbon emissions reduction account created in RCW 70A.65.240, except during fiscal year 2024, the deposit as provided in this subsection (7)(b)(i) may be prorated equally across each of the auctions occurring in fiscal year 2024; and (ii) the remaining auction proceeds to the climate investment account created in RCW 70A.65.250 and the air quality and health disparities improvement account created in 70A.65.280, which may be prorated equally across each of occurring in fiscal year 2024. the auctions
- (c) For fiscal year 2025, upon completion and verification of the auction results, the services administrator financial notify winning bidders and transfer the auction proceeds to the state treasurer for deposit as follows: (i) \$366,558,000 must first be deposited into the carbon emissions reduction account created in RCW 70A.65.240, except that during fiscal year 2025, the deposit as provided in this subsection (7) (c)(i) may be prorated equally across each of the auctions occurring in fiscal year 2025; and (ii) the remaining auction proceeds to the climate investment account created in RCW 70A.65.250 and the air quality and health disparities improvement account created in RCW 70A.65.280, which may

- be prorated equally across each of the auctions occurring in fiscal year 2025.
- (d) For fiscal years 2026 through 2037, upon completion and verification of the auction results, the financial services administrator shall notify winning bidders and transfer the auction proceeds to the state treasurer for deposit as follows: (i) \$359,117,000 per year must first deposited into the carbon emiss emissions reduction account created in RCW 70A.65.240; and (ii) the remaining auction proceeds to the climate investment account created in RCW 70A.65.250 and the air quality and health disparities improvement account created in RCW 70A.65.280.
- (e) The deposits into t.he carbon emissions reduction account pursuant to (a) through (d) of this subsection must not exceed \$5,200,000,000 over the first 16 fiscal years and any remaining auction proceeds must be deposited into the climate investment account created in RCW 70A.65.250 and the air quality and health disparities improvement account created 70A.65.280.
- (f) For fiscal year 2038 and each year thereafter, upon completion and verification of the auction results, the financial services administrator shall notify winning bidders and transfer the auction proceeds to the state treasurer for deposit as follows: (i) 50 percent of the auction proceeds to the carbon emissions reduction account created in RCW 70A.65.240; and (ii) the remaining auction proceeds to the climate investment account created in RCW 70A.65.250 and the air quality and health disparities improvement account created in 70A.65.280.
- (8) The department shall adopt by rule provisions to guard against bidder collusion and minimize the potential for market manipulation. A registered entity may not release or disclose any bidding information including: Intent to participate or refrain from participation; auction approval status; intent to bid; bidding strategy; bid price or bid quantity; or information on the bid guarantee provided to the financial services administrator. The department may cancel or restrict a previously approved auction participation application or reject a new application if the department determines that a registered entity has:
  (a) Provided false or misleading facts;
- (b) Withheld material information that influence a decision could bv department;
- (c) Violated any part of the auction rules:
- Violated registration requirements;
- (e) Violated any of the rules regarding the conduct of the auction.
- the following (9) Records containing information are confidential and are exempt from public disclosure in their entirety:
- (a) Bidding information as identified in subsection (8) of this section;
- (b) Information contained in the secure, online electronic tracking system established by the department pursuant to RCW 70A.65.090(6);
- (c) Financial, proprietary, and other market sensitive information as determined

by the department that is submitted to the

department pursuant to this chapter;

(d) Financial, proprietary, and other market sensitive information as determined by the department that is submitted to the independent contractor or the financial services administrator engaged by the department pursuant to subsection (3) of this section; and

- (e) Financial, proprietary, and other market sensitive information as determined by the department that is submitted to a jurisdiction with which the department has entered into a linkage agreement pursuant to RCW 70A.65.210, and which is shared with the department, the independent contractor, or the financial services administrator pursuant to a linkage agreement.
- (10) Any cancellation or restriction approved by the department under subsection (8) of this section may be permanent or for a specified number of auctions and the cancellation or restriction imposed is not exclusive and is in addition to the remediathat may be available pursuant to chapter 19.86 RCW or other state or federal laws, if applicable.
- (11) The department shall design allowance auctions so as to allow, to the maximum extent practicable, linking with external greenhouse gas emissions trading programs in other jurisdictions and to facilitate the transfer of allowances when the state's program has entered into a linkage agreement with other external greenhouse gas emissions trading programs. The department may conduct auctions jointly with linked jurisdictions.
- (12) In setting the number of allowances offered at each auction, the department shall consider the allowances in the marketplace due to the marketing of allowances issued as required under RCW 70A.65.110, 70A.65.120, and 70A.65.130 in the department's determination of the number of allowances to be offered at auction. The department shall offer only such number of allowances at each auction as will enhance the likelihood of achieving the goals of RCW 70A.45.020.

# Sec. 6. RCW 70A.65.110 and 2021 c 316 s 13 are each amended to read as follows:

- (1) Facilities owned or operated by a covered entity must receive an allocation of allowances for the covered emissions at those facilities under this subsection at no cost if the operations of the facility are classified as emissions-intensive and trade-exposed, as determined by being engaged in one or more of the processes described by the following industry descriptions and codes in the North American industry classification system:
- (a) Metals manufacturing, including iron and steel making, ferroalloy and primary metals manufacturing, secondary aluminum smelting and alloying, aluminum sheet, plate, and foil manufacturing, and smelting, refining, and alloying of other nonferrous metals, North American industry classification system codes beginning with 331;
- (b) Paper manufacturing, including pulp mills, paper mills, and paperboard milling,

- North American industry classification system codes beginning with 322;
- (c) Aerospace product and parts manufacturing, North American industry classification system codes beginning with 3364:
- (d) Wood products manufacturing, North American industry classification system codes beginning with 321;
- (e) Nonmetallic mineral manufacturing, including glass container manufacturing, North American industry classification system codes beginning with 327;
- (f) Chemical manufacturing, North American industry classification system codes beginning with 325;
- (g) Computer and electronic product manufacturing, including semiconductor and related device manufacturing, North American industry classification system codes beginning with 334;
- (h) Food manufacturing, North American industry classification system codes beginning with 311;
- (i) Cement manufacturing, North American industry classification system code 327310;
- (j) Petroleum refining, North American industry classification system code 324110;
- (k) Asphalt paving mixtures and block manufacturing from refined petroleum, North American industry classification system code 324121;
- (1) Asphalt shingle and coating manufacturing from refined petroleum, North American industry classification system code 324122; and
- (m) All other petroleum and coal products manufacturing from refined petroleum, North American industry classification system code 324199.
- (2) By July 1, 2022, the department must adopt by rule objective criteria for both emissions' intensity and trade exposure for the purpose of identifying emissionstrade-exposed manufacturing intensive. during the second compliance businesses period of the program and subsequent compliance periods. A facility covered by subsection (1)(a) through (m) of this section is considered an emissionsintensive, trade-exposed facility and is eligible for allocation of no cost allowances as described in this section. In addition, any covered party that is a manufacturing business that can demonstrate to the department that it meets the objective criteria adopted by rule is also eligible for treatment as emissionsintensive, trade-exposed and is eligible for allocation of no cost allowances as described in this section. In developing the objective criteria under this subsection, the department must consider the locations of facilities potentially identified as emissions-intensive, trade-exposed manufacturing businesses relative overburdened communities.
- (3) (a) For the ((first compliance period beginning in January 1, 2023)) years 2023 through 2026, the annual allocation of no cost allowances for direct distribution to a facility identified as emissions-intensive and trade-exposed must be equal to the facility's baseline carbon intensity established using data from 2015 through 2019, or other data as allowed under this

section, multiplied by the facility's actual production for each calendar year during the compliance period. For facilities using the mass-based approach, the allocation of no cost allowances shall be equal to the facility's mass-based baseline using data from 2015 through 2019, or other data as allowed under this section.

(b) For the ((second compliance period, beginning in January, 2027,)) four years beginning January 2027 and in each subsequent ((compliance)) four-year period, the annual allocation of no cost allowances established in (a) of this subsection shall be adjusted according to the benchmark reduction schedules established in (b)(ii) and (iii) and (e) of this subsection multiplied by the facility's actual production during the period. The department shall adjust the no cost allocation of allowances and credits to an emissions-intensive and trade-exposed facility to avoid duplication with any no cost allowances transferred pursuant to RCW 70A.65.120 and 70A.65.130, if applicable.

(i) For the purpose of this section, "carbon intensity" means the amount of

(i) For the purpose of this section, "carbon intensity" means the amount of carbon dioxide equivalent emissions from a facility in metric tons divided by the facility specific measure of production including, but not limited to, units of product manufactured or sold, over the same time interval.

(ii) If an emissions-intensive and tradeexposed facility is not able to feasibly determine a carbon intensity benchmark based on its unique circumstances, the entity may elect to use a mass-based baseline that does not vary based on changes in production volumes. The mass-based baseline must be based upon data from 2015 through 2019, unless the emissions-intensive, tradeexposed facility can demonstrate that there have been abnormal periods of operation that materially impacted the facility and the baseline period should be expanded to include years prior to 2015. For ((each year during the first four-year compliance period that begins January 1, 2023)) the years 2023 through 2026, these facilities must be awarded no cost allowances equal to 100 percent of the facility's mass-based baseline. For each year during the ((second four-year compliance period that begins January 1, 2027) years 2027 through 2030, these facilities must be awarded no cost allowances equal to 97 percent of the facility's mass-based baseline. For each year during the ((third compliance period that begins January 1, 2031))years 2031 through 2034, these facilities must be awarded no cost allowances equal to 94 percent of the facility's mass-based baseline. Except as provided in (b)(iii) of this subsection, if a facility elects to use a mass-based baseline, it may not later convert to a carbon intensity benchmark the ((first three compliance periods)) years 2023 through 2034.

(iii) A facility with a North American industry classification system code beginning with 3364 that is utilizing a mass-based baseline in (b)(ii) of this subsection must receive an additional no cost allowance allocation under this section in order to accommodate an increase in

production that increases its emissions above the baseline on a basis equivalent in principle to those awarded to entities utilizing a carbon intensity benchmark pursuant to this subsection (3)(b). The department shall establish methods to award, for any annual period, additional no cost allowance allocations under this section and, if appropriate based on projected production, to achieve a similar ongoing result through the adjustment of the facility's mass-based baseline. An eligible facility under this subsection that has elected to use a mass-based baseline may not convert to a carbon intensity benchmark until the next compliance period.

(c) (i) By September 15, 2022, each emissions-intensive, trade-exposed facility shall submit its carbon intensity baseline for the first compliance period to the department. The carbon intensity baseline for the first compliance period must use data from 2015-2019, unless the emissions-intensive, trade-exposed facility can demonstrate that there have been abnormal periods of operation that materially impacted the facility and the baseline period should be expanded to include years prior to 2015.

(ii) By November 15, 2022, the department shall review and approve each emissions-intensive, trade-exposed facility's baseline carbon intensity for the ((first compliance period)) years 2023 through 2026.

(d) During the ((first four-year compliance period that begins January 1, 2023)) years 2023 through 2026, each emissions-intensive, trade-exposed facility must record its facility-specific carbon intensity baseline based on its actual production.

(e) (i) For the ((second four-year compliance period that begins January 1, 2027)) years 2027 through 2030, the second period benchmark for each emissions-intensive, trade-exposed facility is three percent below the first period baseline specified in (a), (b), and (c) of this subsection.

(ii) For the ((third four-year compliance period that begins January 1, 2031)) years 2031 through 2034, the third period benchmark for each emissions-intensive, trade-exposed facility is three percent lower than the ((second period benchmark)) years 2027 through 2030.

(f) Prior to the beginning of ((either the second, third, or subsequent compliance)) 2027, 2031, or subsequent four-year periods, the department may make an upward adjustment in the next ((compliance)) four-year period's benchmark for an emissions-intensive, trade-exposed facility based on the facility's demonstration to the department that additional reductions in carbon intensity or mass emissions are not technically or economically feasible. The department may base the upward adjustment applicable to an emissions-intensive, trade-exposed facility in the next ((compliance)) four-year period on the facility's best available technology analysis. The department shall by rule provide for emissions-intensive, trade-exposed facilities to apply to the department for an adjustment to the

allocation for direct distribution of no cost allowances based on its facility-specific carbon intensity benchmark or mass emissions baseline. The department shall make adjustments based on:

(i) A significant change in the emissions use or emissions attributable to the manufacture of an individual good or goods in this state by an emissions-intensive, trade-exposed facility based on a finding by the department that an adjustment is necessary to accommodate for changes in the manufacturing process that have a material impact on emissions;

(ii) Significant changes to an emissionsintensive, trade-exposed facility's external competitive environment that result in a significant increase in leakage risk; or

(iii) Abnormal operating periods when an emissions-intensive, trade-exposed facility's carbon intensity has been materially affected so that these abnormal operating periods are either excluded or otherwise considered in the establishment of the ((eompliance period)) carbon intensity benchmarks.

- (4)(a) By December 1, 2026, the department shall provide a report to the appropriate committees of the senate and house of representatives that describes alternative methods for determining the amount and a schedule of allowances to be provided to facilities owned or operated by each covered entity designated as an emissions-intensive, trade-exposed facility from January 1, 2035, through January 1, 2050. The report must include a review of global best practices in ensuring against emissions leakage and economic harm to businesses in carbon pricing programs and describe alternative methods of emissions performance benchmarking and mass-based allocation of no cost allowances. At a minimum, the department must evaluate benchmarks based on both carbon intensity and mass, as well as the use of best available technology as a method for compliance. In developing the report, the department shall form an advisory group that representatives of manufacturers listed in subsection (1) of this section.
- (b) If the legislature does not adopt a compliance obligation for emissions-intensive, trade-exposed facilities by December 1, 2027, those facilities must continue to receive allowances as provided in the ((third four-year compliance period that begins January 1, 2031)) years 2031 through 2034.
- (5) If the actual emissions of an emissions-intensive, trade- exposed facility exceed the facility's no cost allowances assigned for that compliance period, it must acquire additional compliance instruments such that the total compliance instruments transferred to its compliance account consistent with this chapter ((316, Laws of 2021)) equals emissions during the compliance period. An emissions-intensive, trade-exposed facility must be allowed to bank unused allowances, including for future sale and investment in best available technology when economically feasible. The department shall limit the use of offset credits for compliance by an emissions-

intensive, trade-exposed facility, such that the quantity of no cost allowances plus the provision of offset credits does not exceed 100 percent of the facility's total compliance obligation over a compliance period.

- (6) The department must withhold or withdraw the relevant share of allowances allocated to a covered entity under this section in the event that the covered entity ceases production in the state and becomes a closed facility. In the event an entity curtails all production and becomes a curtailed facility, the allowances are retained but cannot be traded, sold, or transferred and are still subject to the emission reduction requirements specified in this section. An owner or operator of a curtailed facility may transfer the allowances to a new operator of the facility that will be operated under the same North industry classification system American codes. If the curtailed facility becomes a closed facility, then all unused allowances  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left($ will be transferred to the emissions containment reserve. A curtailed facility is not eligible to receive free allowances during a period of curtailment. allowances withheld or withdrawn under this subsection must be transferred to emissions containment reserve.
- (7) An owner or operator of more than one facility receiving no cost allowances under this section may transfer allowances among the eligible facilities.
- (8) Rules adopted by the department under this section must include protocols for allocating allowances at no cost to an eligible facility built after July 25, 2021. The protocols must include consideration of the products and criteria pollutants being produced by the facility, as well as the local environmental and health impacts associated with the facility. For a facility that is built on tribal lands or is determined by the department to impact tribal lands and resources, the protocols must be developed in consultation with the affected tribal nations.

Sec. 7. RCW 70A.65.170 and 2022 c 181 s 12 are each amended to read as follows:

- (1) The department shall adopt by rule the protocols for establishing offset projects and ((securing))generating offset credits that may be used to meet a portion of a covered or opt-in entity's compliance obligation under this chapter. The protocols adopted by the department under this section must align with the policies of the state established under RCW 70A.45.090 and 70A.45.100.
  - (2) Offset projects must:
- (a) Provide direct environmental benefits to the state or be located in a jurisdiction with which Washington has entered into a linkage agreement;
- (b) Result in greenhouse gas reductions or removals that:
- (i) Are real, permanent, quantifiable, verifiable, and enforceable; and
- (ii) Are in addition to greenhouse gas emission reductions or removals otherwise required by law and other greenhouse gas

emission reductions or removals that would otherwise occur; and

(c) Have been certified by a recognized

registry.

- (3)(a) A total of no more than five percent of a covered or opt-in entity's compliance obligation during the first compliance period may be met by transferring offset credits, regardless of whether or not the offset project is located on federally recognized tribal land. During these years, at least 50 percent of a covered or opt-in entity's compliance obligation satisfied by offset credits must be sourced from offset projects that provide direct environmental benefits in the state.
- (b) A total of no more than four percent of a covered or opt-in entity's compliance obligation during the second compliance period may be met by transferring offset credits, regardless of whether or not the offset project is located on federally recognized tribal land. During these years, at least 75 percent of a covered or opt-in entity's compliance obligation satisfied by offset credits must be sourced from offset projects that provide direct environmental benefits in the state. The department may reduce the 75 percent requirement if it determines there is not sufficient offset supply in the state to meet offset demand during the second compliance period.

(c) The limits in (a) and (b) of this subsection may be modified by rule as adopted by the department when appropriate to ensure achievement of the proportionate share of statewide emissions limits established in RCW 70A.45.020 and to provide for alignment with other jurisdictions to

which the state has linked.

- (d) The limits in (a) and (b) of this subsection may be reduced for a specific covered or opt-in entity if the department determines, in consultation with the environmental justice council, that the covered or opt-in entity has or is likely to:
- (i) Contribute substantively to cumulative air pollution burden in an overburdened community as determined by criteria established by the department, in consultation with the environmental justice council; or
- (ii) Violate any permits required by any federal, state, or local air pollution control agency where the violation may result in an increase in emissions.
- (e) ((An offset project on federally recognized tribal land does not count against)) In addition to the offset credit limits described in (a) and (b) of this subsection( $(\cdot, \cdot)$ ):
- (i) No more than <u>an additional</u> three percent of a covered or opt-in entity's compliance obligation may be met by transferring offset credits from projects on federally recognized tribal land during the first compliance period.
- (ii) No more than <u>an additional</u> two percent of a covered or opt-in entity's compliance obligation may be met by transferring offset credits from projects on federally recognized tribal land during the second compliance period.
- (4) In adopting protocols governing offset projects and covered and opt-in

entities' use of offset credits, the department shall:

- (a) Take into consideration standards, rules, or protocols for offset projects and offset credits established by other states, provinces, and countries with programs comparable to the program established in this chapter;
- (b) Take into consideration forest practices rules where a project is located, or applicable best management practices established by federal, state, or local governments that relate to forest management;
- (c) Encourage opportunities for the development of offset projects in this state by adopting offset protocols that may include, but need not be limited to, protocols that make use of aggregation or other mechanisms to reduce transaction costs related to the development of offset projects and that support the development of carbon dioxide removal projects;
- ((<del>(e)</del>))(<u>d)</u> Adopt a process for monitoring and invalidating offset credits as necessary to ensure the credit reflects emission reductions or removals that continue to meet the standards required by subsection (1) of this section. If an offset credit is invalidated, the covered or opt-in entity must, within six months of the invalidation, transfer replacement credits or allowances to meet its compliance obligation. Failure to transfer the required credits or allowances is a violation subject to penalties as provided in RCW 70A.65.200; and
- ((<del>(d)</del>))(<u>e)</u> Make use of aggregation or other mechanisms, including cost-effective inventory and monitoring provisions, to increase the development of offset and carbon removal projects by landowners across the broadest possible variety of types and sizes of lands, including lands owned by small forestland owners.

(5) Any offset credits used must:

- (a) Not be in addition to or allow for an increase in the emissions limits established under RCW 70A.45.020, as reflected in the annual allowance budgets developed under RCW 70A.65.070:
- (b) Have been issued for reporting periods wholly after July 25, 2021, or within two years prior to July 25, 2021; and
- (c) ((Be consistent with offset protocols adopted by the department))For offset credits issued by a jurisdiction with which Washington has entered into a linkage agreement, come from offset projects located in Washington or in the linked jurisdiction.

(6) The offset credit must be registered and tracked as a compliance instrument.

- (7) Beginning in 2031, the limits established in subsection (3)(b) and (e)(ii) of this section apply unless modified by rule as adopted by the department after a public consultation process.
- Sec. 8. RCW 70A.65.200 and 2022 c 181 s 4 are each amended to read as follows:
- (1) All covered and opt-in entities are required to submit compliance instruments in a timely manner to meet the entities' compliance obligations and shall comply with all requirements for monitoring, reporting, holding, and transferring emission

allowances and other provisions of this chapter.

- (2) If a covered or opt-in entity does not submit sufficient compliance instruments to meet its compliance obligation by the specified transfer dates, a penalty of four for every one compliance allowances instrument that is missing must be submitted to the department within six months. When a covered entity or opt-in entity reasonably believes that it will be unable to meet a compliance obligation, the entity shall immediately notify the department. Upon receiving notification, the department shall issue an order requiring the entity to submit the penalty allowances.
- (3) If a covered entity or opt-in entity to submit penalty allowances required by subsection (2) of this section, the department must issue an order or issue a penalty of up to \$10,000 per day per violation, or both, for failure to submit penalty allowances as required by subsection (2) of the section. The order may include a schedule for coming plan and into compliance.

(4) The department may issue a penalty of up to \$50,000 per day per violation for violations of RCW 70A.65.100(8) (a) through

- (5) Except as provided in subsections (3) and (4) of this section, any person that violates the terms of this chapter or an order issued under this chapter incurs a penalty of up to \$10,000 per day per violation for each day that the person does not comply. All penalties under subsections (3) and (4) of this section and this subsection must be deposited into the climate investment account created in RCW 70A.65.250.
- (6) Orders and penalties issued under this chapter are appealable to the pollution control hearings board under chapter 43.21B
- ((For))Until the department enters into a linkage agreement or until the end of the first compliance period, whichever is sooner, the department may reduce the amount of the penalty by adjusting the monetary amount or the number of penalty allowances described in subsections (2) and (3) of this section.
- (8) An electric utility or natural gas utility must notify its retail customers and the environmental justice council in published form within three months of paying
- a monetary penalty under this section.

  (9) (a) No city, town, county, township, subdivision or other municipal corporation of the state may implement a charge or tax based exclusively upon the quantity of greenhouse gas emissions.
- (b) No state agency may adopt or enforce greenhouse gas pricing or market-based emissions cap and reduce program for stationary sources, or adopt or enforce emission limitations on greenhouse gas emissions from stationary sources except as:
  - (i) Provided in this chapter;
- (ii) Authorized or directed by a state
- statute in effect as of July 1, 2022; or (iii) Required to implement a federal statute, rule, or program.

- (c) This chapter preempts the provisions of chapter 173-442 WAC, and the department shall repeal chapter 173-442 WAC.
- (10)(a) By December 1, 2023, the office of financial management must submit a report to the appropriate committees of the legislature that summarizes two categories of state laws other than this chapter:
- (i) Laws that regulate greenhouse gas emissions from stationary sources, and the greenhouse gas emission reductions attributable to each chapter, relative to a baseline in which this chapter and all other state laws that regulate greenhouse gas emissions are presumed to remain in effect;
- (ii) Laws whose implementation effectuate reductions in greenhouse emissions from stationary sources.
- (b) The state laws that the office of financial management may address in completing the report required in this subsection include, but are not limited to: (i) Chapter 19.27A RCW;

  - (ii) Chapter 19.280 RCW;
  - (iii) Chapter 19.405 RCW;
  - (iv) Chapter 36.165 RCW;
  - (v) Chapter 43.21F RCW; (vi) Chapter 70.30 RCW;
  - (vii) Chapter 70A.15 RCW;
  - (viii) Chapter 70A.45 RCW;
  - (ix) Chapter 70A.60 RCW;
  - (x) Chapter 70A.535 RCW;
  - (xi) Chapter 80.04 RCW;
  - (xii) Chapter 80.28 RCW;
  - (xiii) Chapter 80.70 RCW;
  - (xiv) Chapter 80.80 RCW; and
  - (xv) Chapter 81.88 RCW.
- (c) The office of financial management may contract for all or part of the work product required under this subsection.
- **Sec. 9.** RCW 70A.65.210 and 2021 c 316 s 24 are each amended to read as follows:
- (1) Subject to making the findings and conducting the public comment process described in subsection (3) of this section, the department shall seek to enter  $linkage^-$  agreements with other jurisdictions with external greenhouse gas emissions trading programs in order to:
- (a) Allow for the mutual use and recognition of compliance instruments issued by Washington and other jurisdictions;
- (b) Broaden the greenhouse gas emission reduction opportunities to reduce the costs of compliance on covered entities consumers;
- (c) Enable allowance auctions to be held jointly and provide for the use of a unified tracking system for compliance instruments;
  - (d) Enhance market security;
- (e) Reduce program administration costs;
- (f) Provide consistent requirements for covered entities whose operations span jurisdictional boundaries.
- (2) The director of the department is authorized to execute linkage agreements with other jurisdictions with external greenhouse gas emissions trading programs consistent with the requirements in this chapter. A linkage agreement must cover the following:

- (a) Provisions relating to regular, periodic auctions, including requirements for eligibility for auction participation, the use of a single auction provider to facilitate joint auctions, publication of auction-related information, processes for auction participation, purchase limits by auction participant type, bidding processes, dates of auctions, and financial requirements;
- (b) Provisions related to holding limits to ensure no entities in any of the programs are disadvantaged relative to their counterparts in the other jurisdictions;
- (c) Other requirements, such as greenhouse gas reporting and verification, offset protocols, criteria and process, and supervision and enforcement, to prevent fraud, abuse, and market manipulation;
- (d) Common program registry, electronic auction platform, tracking systems for compliance instruments, and monitoring of compliance instruments;
- (e) Provisions to ensure coordinated administrative and technical support;
- (f) Provisions for public notice and participation; and
- (g) Provisions to collectively resolve differences, amend the agreements, and delink or otherwise withdraw from the agreements.
- (3) Before entering into a linkage agreement under this section, the department must evaluate and make a finding regarding whether the aggregate number of unused allowances in a linked program would reduce the stringency of Washington's program and the state's ability to achieve its greenhouse gas emissions reduction limits. The department must include in its pre-2020 evaluation a consideration of unused allowances that may exist in the program with which it is proposing to link. Before entering into a linkage agreement, the department must also establish a finding that the linking jurisdiction and the linkage agreement meet certain criteria identified under this subsection and conduct a public comment process to obtain input and review of the linkage agreement by relevant stakeholders and other interested parties. The department must consider input received from the public comment process before finalizing a linkage agreement. In the event that the department determines that a full linkage agreement is unlikely to meet the criteria, it may enter into a linkage agreement with limitations, including limits on the share of compliance that may be met with allowances originating linked jurisdictions and other limitations deemed necessary by the department. A linkage agreement approved by the department must:
- (a) Achieve the purposes identified in subsection (1) of this section;
- (b) Ensure that the linking jurisdiction has provisions to ensure the distribution of benefits from the program to vulnerable populations and overburdened communities;
- (c) Be determined by the department to not yield net adverse impacts to either jurisdictions' highly impacted communities or analogous communities in the aggregate, relative to the baseline level of emissions; and

- (d) Not adversely impact Washington's ability to achieve the emission reduction limits established in RCW 70A.45.020.
- (4) Before entering a linkage agreement, the department must post and maintain on its website, and provide notification to the appropriate policy and fiscal committees of the legislature, a quarterly status update regarding any potential linkage agreement that the department has determined to seek to enter into under this section. The status report must include:
- (a) An outline of the expected steps that the department expects that it and linked jurisdictions will need to take prior to entering into a linkage agreement, including the requirements of subsection (3) of this section;
- (b) Notation of any steps completed or initiated under (a) of this subsection; and
- (c) An estimate of the time frames of possible completion for any steps identified under (a) of this subsection that have not yet been completed.
- (5) The state retains all legal and policymaking authority over its program design and enforcement.

Sec. 10. RCW 70A.65.310 and 2022 c 181 s 2 are each amended to read as follows:

- (1) A covered or opt-in entity has a compliance obligation for its emissions during each ((four-year)) compliance period, with the first compliance period commencing January 1, 2023. The department shall by rule require that covered or opt-in entities annually transfer a percentage of compliance instruments, but must fully satisfy their compliance obligation, for each compliance period.
- (2) Compliance occurs through the transfer of the required compliance instruments or price ceiling units, on or before the transfer date, from the holding account to the compliance account of the covered or opt-in entity as described in RCW 70A.65.080.
- (3)(a) A covered entity may substitute the submission of compliance instruments with price ceiling units.
- (b) A covered or opt-in entity submitting insufficient compliance instruments to meet its compliance obligation is subject to a penalty as provided in RCW 70A.65.200.

(4) Older vintage allowances must be retired before newer vintage allowances.

(5) Upon receipt by the department of all compliance instruments transferred by a covered entity or opt-in entity to meet its compliance obligation, the department shall retire the allowances or offset credits.

 $\underline{\text{NEW SECTION.}}$  Sec. 11. A new section is added to chapter 70A.65 RCW to read as follows:

- (1) A federal power marketing administration may elect to voluntarily participate in the program by registering as an opt-in entity pursuant to the requirements of this section.
- (2) In registering as an opt-in entity under this section, a federal power marketing administration may assume the compliance obligations associated with either:

- (a) All electricity marketed in the state by the federal power marketing administration; or
- (b) Only the electricity marketed by the federal power marketing administration in the state through a centralized electricity market.
- (3) A federal power marketing administration that voluntarily elects to comply with the program must register with the department as an opt-in entity at least 90 days prior to January 1st of the calendar year in which the federal power marketing administration would assume the compliance obligations associated with federally marketed electricity in the state, in accordance with the requirements of this section.
- (4) If a federal power marketing administration registers as an opt-in entity under this section, then beginning January 1st of the calendar year in which the federal power marketing administration would assume the compliance obligations associated with federally marketed electricity in the state, a covered or opt-in entity must not include in its covered emissions the emissions associated with federally marketed electricity in the state for which the federal power marketing administration has assumed the compliance obligation.

(5) After consulting with a federal power marketing administration, the department must determine the appropriate registration requirements for that federal power marketing administration.

- (6) (a) An electric utility may voluntarily elect to transfer all or a designated number of the utility's allowances allocated at no cost to a federal power marketing administration registered as an opt-in entity under this section to be used for direct compliance. An electric utility wishing to transfer allowances allocated at no cost from the utility's holding account to a holding account of a federal power marketing administration to be used for direct compliance may submit a request to the department requesting the transfer and providing the following information:
- (i) The electric utility's holding account number;
- (ii) The holding account number of the federal power marketing administration;
- (iii) The number and vintage of no cost allowances to be transferred; and
- (iv) The relationship between the electric utility and the federal power marketing administration.
- (b) The department may transfer the allowances only if:
- (i) The electric utility has an agreement to purchase electricity from the federal power marketing administration, or a power purchase agreement, including a custom product contract, with the federal power marketing administration; and
- (ii) The transfer does not violate the federal power marketing administration's holding limit.
- (7)(a) In addition to the manual transfer request process provided under subsection (6) of this section, the department must also provide for an optional process by which an electric utility may approve the

- automatic distribution of all or a designated number of the utility's allowances allocated at no cost directly into a holding account of a federal power marketing administration to be used for direct compliance, without first being distributed to the utility's holding account.
- (b) An electric utility receiving an allocation of allowances at no cost must inform the department by September 1st of each year of the accounts into which the allocation or a portion of the allocation is to be automatically distributed under this subsection. If an electric utility fails to submit its distribution preference by September 1st, the department must automatically place all directly allocated allowances for the following calendar year into the electric utility's holding account. Nothing in this subsection (7) (b) precludes an electric utility from requesting a manual transfer of allowances under subsection (6) of this section after September 1st of each year.
- Sec. 12. RCW 70A.15.2200 and 2022 c 181 s 9 are each amended to read as follows:
- (1) The board of any activated authority or the department, may classify air contaminant sources, by ordinance, resolution, rule or regulation, which in its judgment may cause or contribute to air pollution, according to levels and types of emissions and other characteristics which cause or contribute to air pollution, and may require registration or reporting or both for any such class or classes. Classifications made pursuant to this section may be for application to the area of jurisdiction of such authority, or the state as a whole or to any designated area within the jurisdiction, and shall be made with special reference to effects on health, economic and social factors, and physical effects on property.
- (2) Except as provided in subsection (3) of this section, any person operating or responsible for the operation of air contaminant sources of any class for which the ordinances, resolutions, rules or regulations of the department or board of the authority, require registration or reporting shall register therewith and make reports containing information as may be required by such department or board concerning location, size and height of contaminant outlets, processes employed, nature of the contaminant emission and such other information as is relevant to air pollution and available or reasonably capable of being assembled. In the case of emissions of greenhouse gases as defined in RCW 70A.45.010 the department shall adopt rules requiring reporting of those emissions. The department or board may require that such registration or reporting be accompanied by a fee, and may determine the amount of such fee for such class or classes: PROVIDED, That the amount of the fee shall only be to compensate for the costs of administering such registration or reporting program which shall be defined as initial registration and annual or other periodic reports from the source owner

providing information directly related to pollution registration, on-site inspections necessary to verify compliance with registration requirements, data storage and retrieval systems necessary for support of the registration program, emission inventory reports and emission reduction credits computed from information provided by sources pursuant to registration program requirements, staff review, including engineering or other reliable analysis for accuracy and currentness, of information provided by sources pursuant to registration program requirements, clerical and other support provided in office direct furtherance of the registration program, and administrative support provided in directly out the registration carrying program: PROVIDED FURTHER, That any such registration made with either the board or the department shall preclude a further registration and reporting with any other board or the department, except that emissions of greenhouse gases as defined in 70A.45.010 must be reported as requ RCW required under subsection (5) of this section.

All registration program and reporting fees collected by the department shall be deposited in the air pollution control account. All registration program fees collected by the local air authorities shall be deposited in their respective treasuries.

(3) If a registration or report has been filed for a grain warehouse or grain elevator as required under this section, registration, reporting, or a registration program fee shall not, after January 1, 1997, again be required under this section for the warehouse or elevator unless the capacity of the warehouse or elevator as listed as part of the license issued for the facility has been increased since the date the registration or reporting was last made. If the capacity of the warehouse or elevator listed as part of the license is increased, any registration or reporting required for the warehouse or elevator under this section must be made by the date the warehouse or elevator receives grain from the first harvest season that occurs after the increase in its capacity is listed in the license.

This subsection does not apply to a grain warehouse or grain elevator if the warehouse or elevator handles more than 10,000,000 bushels of grain annually.

- (4) For the purposes of subsection (3) of this section:
- (a) A "grain warehouse" or "grain elevator" is an establishment classified in standard industrial classification (SIC) code 5153 for wholesale trade for which a license is required and includes, but is not limited to, such a licensed facility that also conducts cleaning operations for grain;
- (b) A "license" is a license issued by the department of agriculture licensing a facility as a grain warehouse or grain elevator under chapter 22.09 RCW or a license issued by the federal government licensing a facility as a grain warehouse or grain elevator for purposes similar to those of licensure for the facility under chapter 22.09 RCW; and
  - (c) "Grain" means a grain or a pulse.

- (5) (a) The department shall adopt rules requiring persons to report emissions of greenhouse gases as defined in RCW 70A.45.010 where those emissions from a single facility, or from ((electricity or)) fossil fuels sold in Washington by a single supplier or local distribution company, meet or exceed 10,000 metric tons of carbon dioxide equivalent annually. The department's rules may also require electric power entities to report emissions of greenhouse gases from all electricity that is purchased, sold, imported, exported, or exchanged in Washington. The rules adopted by the department must support implementation of the program created in RCW 70A.65.060. In addition, the rules must require that:
- (i) Emissions of greenhouse gases resulting from the combustion of fossil fuels be reported separately from emissions of greenhouse gases resulting from the combustion of biomass; and
- (ii) Each annual report must include emissions data for the preceding calendar year and must be submitted to the department by March 31st of the year in which the report is due, except for an electric power entity, which must submit its report by June 1st of the year in which the report is due.
- (b) (i) The department may by rule include additional gases to the definition of "greenhouse gas" in RCW 70A.45.010 only if the gas has been designated as a greenhouse gas by the United States congress, by the United States environmental protection agency, or included in external greenhouse gas emission trading programs with which Washington has pursuant to RCW 70A.65.210. Prior to including additional gases to the definition of "greenhouse gas" in RCW 70A.45.010, the department shall notify the appropriate committees of the legislature.
- (ii) The department may by rule exempt persons who are required to report greenhouse gas emissions to the United States environmental protection agency and who emit less than 10,000 metric tons carbon dioxide equivalent annually.
- (iii) The department must establish greenhouse gas emission reporting methodologies for persons who are required to report under this section. The department's reporting methodologies must be designed to address the needs of ensuring accuracy of reported emissions and maintaining consistency over time, and may, to the extent practicable, be similar to reporting methodologies of jurisdictions with which Washington has entered into a linkage agreement.
- <u>(iv)</u> The department must establish a methodology for persons who are not required to report under this section to voluntarily report their greenhouse gas emissions.
- (c)(((i) The department shall review and if necessary update its rules whenever:
- (A) The United States environmental protection agency adopts final amendments to 40 C.F.R. Part 98 to ensure consistency with federal reporting requirements for emissions of greenhouse gases; or
- (B) Needed to ensure consistency with emissions reporting requirements for jurisdictions with which Washington has entered a linkage agreement.

(ii) The department shall not amend its rules in a manner that conflicts with this section.

 $\frac{(d)}{(d)}$ ) The department shall share any reporting information reported to it with the local air authority in which the person reporting under the rules adopted by the

department operates.

((<del>(e)</del>))<u>(d)</u> The fee provisions of this section apply to subsection (2) reporting of emissions of greenhouse gases. Persons required to report under (a) of this subsection who fail to report or pay the fee required in subsection (2) of this section are subject to enforcement penalties under this chapter. The department shall enforce the reporting rule requirements. When a person that holds a compliance obligation under RCW 70A.65.080 fails to submit an emissions data report or fails to obtain a emissions data verification positive statement in accordance with  $((\frac{g}{g}))(f)(ii)$ of this subsection, the department may assign an emissions level for that person.

 $((\frac{f}))$  <u>(e)</u> The energy facility shall, evaluation council simultaneously with the department, adopt rules that impose greenhouse gas reporting requirements in site certifications on owners or operators of a facility permitted by the energy evaluation council. The facility site greenhouse gas reporting requirements imposed by the energy facility site evaluation council must be the same as the reporting gas requirements imposed by the department. The department shall share any information reported to it facilities permitted by the energy facility site evaluation council with the council, including notice of a facility that has failed to report as required. The energy facility site evaluation council shall contract with the department to monitor the reporting requirements adopted under this section.

 $((\frac{g}{g}))\frac{f}{g}$  (i) The department must establish by rule the methods of verifying

the accuracy of emissions reports.

(ii) Verification requirements apply at a minimum to persons required to report under (a) of this subsection with emissions that equal or exceed 25,000 metric tons of carbon dioxide equivalent emissions, including carbon dioxide from biomass-derived fuels, to persons who have a compliance obligation under RCW 70A.65.080 in any year the current compliance period. department may adopt rules to accept. verification reports from another with a linkage jurisdiction agreement pursuant to RCW 70A.65.180 in cases where the department deems that the methods or procedures are substantively similar.

 $((\frac{h}{h}))$  (g) (i) The definitions in RCW 70A.45.010 apply throughout this subsection (5) unless the context clearly requires

otherwise.

(ii) For the purpose of this subsection (5), the term "supplier" includes: (A) Suppliers that produce, import, or deliver, or any combination of producing, importing, or delivering, a quantity of fuel products in Washington that, if completely combusted, oxidized, or used in other processes, would result in the release of greenhouse gases in Washington equivalent to or higher than the

threshold established under (a) of this subsection; and (B) suppliers of carbon dioxide that produce, import, or deliver a quantity of carbon dioxide in Washington that, if released, would result in emissions equivalent to or higher than the threshold established under (a) of this subsection.

(iii) For the purpose of this subsection (5), the term "person" includes: (A) An owner or operator of a facility; (B) a supplier; or (C) an electric power entity.

supplier; or (C) an electric power entity.

(iv) For the purpose of this subsection (5), the term "facility" includes facilities that directly emit greenhouse gases in Washington equivalent to the threshold established under (a) of this subsection with at least one source category listed in the United States environmental protection agency's mandatory greenhouse gas reporting regulation, 40 C.F.R. Part 98 Subparts C through II and RR through UU, as adopted on April 25, 2011.

(v) For the purpose of this subsection (5)**,** the term "electric power entity" includes any of the following that supply electric power in Washington with associated emissions of greenhouse gases equal to or above the threshold established under (a) of this subsection: (A) Electricity importers providers, (B) retail exporters; including multijurisdictional retail providers; and (C) first jurisdictional deliverers, as defined in RCW 70A.65.010, not otherwise included here.

NEW SECTION. Sec. 13. This act is not a conflicting measure dealing with the same subject as Initiative Measure No. 2117 within the meaning of Article II, section 1 of the state Constitution, but if a court of competent jurisdiction enters a final judgment that is no longer subject to appeal directing the secretary of state to place this act on the 2024 ballot as a conflicting measure to Initiative Measure No. 2117, this act is null and void and may not be placed on the 2024 ballot.

Correct the title.

Signed by Representatives Doglio, Chair; Mena, Vice Chair; Berry; Duerr; Fey; Lekanoff; Ramel; Slatter and Street.

MINORITY recommendation: Do not pass. Signed by Representatives Dye, Ranking Minority Member; Ybarra, Assistant Ranking Minority Member; ; Abbarno; Barnard; and Sandlin.

Referred to Committee on Appropriations

February 20, 2024

SSB 6059

Prime Sponsor, Housing: Concerning the sale or lease of manufactured/mobile home communities and the property on which they sit. Reported by Committee on Housing

#### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 59.20.030 and 2023 c 40 s 2 are each amended to read as follows:

For purposes of this chapter:

(1) "Abandoned" as it relates to a mobile home, manufactured home, or park model owned by a tenant in a mobile home park, mobile home park cooperative, or mobile home park subdivision or tenancy in a mobile home lot means the tenant has defaulted in rent and by absence and by words or actions reasonably indicates the intention not to continue tenancy;

"Active duty" means authorized by the president of the United States, the secretary of defense, or the governor for a period of more than

((thirty))30 consecutive days;

"Community land trust" means (3) "Community land trust" means a private, nonprofit, community-governed, and/or membership corporation whose mission is to acquire, hold, develop, lease, and steward land for making homes, farmland, gardens, businesses, and other community assets permanently affordable for current and future generations. A community land trust's bylaws prescribe that the governing board is comprised of individuals who reside in the community land trust's service area, one-third of whom are currently, or could be, community land trust leaseholders;

"Eligible organization" includes (4) community land trusts, resident nonprofit cooperatives, local governments, local housing authorities, nonprofit community or neighborhood-based organizations, federally recognized Indian tribes in the state of Washington, and regional or statewide nonprofit housing assistance organizations  $_{\!\scriptscriptstyle L}$ whose mission aligns with the long-term preservation of the manufactured/mobile home

organization" means an organization that provides tenants living in mobile parks, manufactured housing communities, and manufactured/mobile home communities with information about their rights and other pertinent information;

(6) "Housing authority" or "authority" means any of the public body corporate and

politic created in RCW 35.82.030;

(7) "Landlord" or "owner" means the owner of a mobile home park and includes the agents of the owner;

(8) "Local government" means а government, city government, code city government, or county government in the

state of Washington;

(9) "Manufactured home" means a singlefamily dwelling built according to the United States department of housing and development manufactured home construction and safety standards act, which is a national preemptive building code. A manufactured home also: (a) Includes plumbing, heating, air conditioning, and electrical systems; (b) is built on a permanent chassis; and (c) can be transported in one or more sections with

each section at least eight feet wide and 40 long when transported, or when installed on the site is three hundred twenty square feet or greater;

(10) "Manufactured/mobile home" means either a manufactured home or a mobile home;

(11) "Mobile home" means a factory-built dwelling built prior to June 15, 1976, to standards other than the United States department of housing and urban development code, and acceptable under applicable state codes in effect at the time of construction or introduction of the home into the state. Mobile homes have not been built since the introduction of the United States department of housing and urban development manufactured home construction and safety

(12) "Mobile home lot" means a portion of a mobile home park or manufactured housing community designated as the location of one mobile home, manufactured home, or park model and its accessory buildings, and intended for the exclusive use as a primary residence by the occupants of that mobile home, manufactured home, or park model;

(13) "Mobile home park cooperative" or "manufactured housing cooperative" means  $\ensuremath{\text{real}}$  property consisting of  $\ensuremath{\text{common}}$  areas and two or more lots held out for placement of mobile homes, manufactured homes, or park models in which both the individual lots and the common areas are owned by an association of shareholders which leases or otherwise extends the right to occupy individual lots to its own members;

(14) "Mobile home park subdivision" or "manufactured housing subdivision" real property, whether it is called a subdivision, condominium, or planned unit development, consisting of common areas and two or more lots held for placement of mobile homes, manufactured homes, or park models in which there is private ownership of the individual lots and common, undivided ownership of the common areas by owners of the individual lots;

(15) "Mobile home park," "manufactured housing community," or "manufactured/mobile home community" means any real property which is rented or held out for rent to others for the placement of two or more mobile homes, manufactured homes, or park models for the primary purpose of production of income, except where such real property is rented or held out for rent for seasonal recreational purpose only and intended for year-round occupancy;
 (16) "Notice of opportunity to compete to

purchase" means a notice required under RCW

59.20.325;

(17) "Notice of sale" means a notice required under RCW 59.20.300 to be delivered to all tenants of a manufactured/mobile home community and other specified parties within 14 days after the date on which any advertisement, listing, or public or private notice is first made advertising that a manufactured/mobile home community or the property on which it sits is for sale or lease. A delivered notice of opportunity to compete to purchase acts as a notice of sale;

"Occupant" (18)means any including a live-in care provider, other than a tenant, who occupies a mobile home,

manufactured home, or park model and mobile
home lot;

- (19) "Orders" means written official military orders, or any written notification, certification, or verification from the service member's commanding officer, with respect to the service member's current or future military status;
- (20) "Park model" means a recreational vehicle intended for permanent or semi-permanent installation and is used as a primary residence;
- (21) "Permanent change of station" means:
  (a) Transfer to a unit located at another
  port or duty station; (b) change of a unit's
  home port or permanent duty station; (c)
  call to active duty for a period not less
  than 90 days; (d) separation; or (e)
  retirement;
- (22) "Qualified sale of manufactured/mobile home community" means the sale, as defined in RCW 82.45.010, of land and improvements comprising a manufactured/mobile home community that is transferred in a single purchase to a qualified tenant organization or to an eligible organization for the purpose of preserving the property as a manufactured/mobile home community;
- (23) "Qualified tenant organization" means a formal organization of tenants within a manufactured/mobile home community, with the only requirement for membership consisting of being a tenant. If a majority of the tenants, based on home sites within the manufactured/mobile home community, agree that they want to preserve the manufactured/mobile home community then they will appoint a spokesperson to represent the wishes of the qualified tenant organization to the landlord and the landlord's representative;
- (24) "Recreational vehicle" means a travel trailer, motor home, truck camper, or camping trailer that is primarily designed and used as temporary living quarters, is either self-propelled or mounted on or drawn by another vehicle, is transient, is not occupied as a primary residence, and is not immobilized or permanently affixed to a mobile home lot;
- (25) "Resident nonprofit cooperative" means a nonprofit cooperative corporation formed by a group of manufactured/mobile home community residents for the purpose of acquiring the manufactured/mobile home community in which they reside and converting the manufactured/mobile home community to a mobile home park cooperative or manufactured housing cooperative;
- (26) "Service member" means an active member of the United States armed forces, a member of a military reserve component, or a member of the national guard who is either stationed in or a resident of Washington state;
- (27) "Tenant" means any person, except a transient, who rents a mobile home lot;
- (28) "Transient" means a person who rents a mobile home lot for a period of less than one month for purposes other than as a primary residence.
- Sec. 2. RCW 59.20.325 and 2023 c 40 s 8 are each amended to read as follows:

- (1) An owner shall give written notice of an opportunity to compete to purchase indicating the owner's interest in selling the manufactured/mobile home community before the owner markets the manufactured/mobile home community for sale or includes the sale of the manufactured/mobile home community in a multiple listing, and when the owner receives an offer to purchase that the owner intends to consider unless that offer is received during the process under RCW 59.20.330.
- (2) The owner shall give the notice in subsection (1) of this section by certified mail or personal delivery to:
- (a) All tenants of the manufactured/ mobile home community;
- (b) A qualified tenant organization, if there is an existing qualified tenant organization within the manufactured/mobile home community;
  - (c) The department of commerce; and
- (d) The Washington state housing finance commission.
- (3) The notice required in subsection (1) of this section must include:
- (a) The date that the notice was mailed by certified mail or personally delivered to all recipients set forth in subsection (2) of this section;
- (b) A statement that the owner is considering selling the manufactured/mobile home community or the property on which it sits:
- (((\(\frac{(b)}{c}\)))(\(\c)\) A statement that the tenants, through a qualified tenant organization representing a majority of the tenants in the community, based on home sites, or an eligible organization, have an opportunity to compete to purchase the manufactured/ mobile home community;
- ((<del>(e)</del>))(<u>d)</u> A statement that in order to compete to purchase the manufactured/mobile home community, within 70 days after ((<del>delivery</del>)) the certified mailing or personal delivery date stated in accordance with (a) of this subsection of the notice of the owner's interest in selling the manufactured/mobile home community, the tenants must form or identify a single qualified tenant organization for the purpose of purchasing the manufactured/mobile home community and notify the owner in writing of:
- (i) The tenants' interest in competing to purchase the manufactured/mobile home community; and
- (ii) The name and contact information of the representative or representatives of the qualified tenant organization with whom the owner may communicate about the purchase; and
- $((\begin{subarray}{c} ((\begin{subarray}{c} (\begin{subarray}{c} (\bed$
- (4) The representative or representatives of the tenants committee will be able to request park operating expenses described in RCW 59.20.330 from the owner within a (( $\frac{15}{4}$ ))20-day information period following delivery of the qualified tenant organization's notice to the owner indicating interest in competing to purchase the manufactured/mobile home community.

- (5) An eligible organization may also compete to purchase and is subject to the same time constraints and applicable conditions as a qualified tenant organization.
- Sec. 3. RCW 59.20.330 and 2023 c 40 s 9 are each amended to read as follows:
- (1) Within 70 days after ((delivery of)) the certified mailing or personal delivery date stated in the notice of the opportunity to compete to purchase the manufactured/mobile home community described in RCW 59.20.325, if the tenants choose to compete to purchase the manufactured/mobile home community in which the tenants reside, the tenants must notify the owner in writing of:
- (a) The tenants' interest in competing to
  purchase the manufactured/mobile home
  community;
- (b) Their formation or identification of a single qualified tenant organization made up of a majority of the tenants in the community, based on home sites, formed for the purpose of purchasing the manufactured/mobile home community; and

(c) The name and contact information of the representative or representatives of the qualified tenant organization with whom the owner may communicate about the purchase.

- (2) The tenants may only have one qualified tenant organization for the purpose of purchasing the manufactured/mobile home community, but they may partner with a nonprofit or a housing authority to act with or for them subject to the same timelines, duties, and obligations that would apply to tenants and qualified tenant organizations under chapter 40, Laws of 2023.
- (3) Within  $((\frac{15}{20}))\underline{20}$  days following delivery of the notice in subsection (1) of this section from the tenants to the owner:
- (a) The designated representative or representatives of the qualified tenant organization may make a written request to the owner for:
- (i) The asking price for the manufactured/mobile home community, if any; ((and))  $\underline{\text{or}}$
- (ii) Financial information relating to the operating expenses of the manufactured/mobile home community in order to assist them in making an offer to purchase the park;
- (b) The owner may make a written request to the designated representative or representatives of the qualified tenant organization for proof of intent to fund a sale;
- (c) All written requests made pursuant to this subsection must be fulfilled within 21 days from receipt unless otherwise agreed by the qualified tenant organization and the owner;
- (d) Unless waived by the provider, information provided pursuant to this subsection shall be kept confidential, and a list must be created of persons with whom the tenants may share information who will also keep provided information confidential, including any of the following persons that are either seeking to purchase the manufactured/mobile home community on behalf

- of the tenants or assisting the qualified tenant organization in evaluating or purchasing the manufactured/mobile home community:
- (i)  $\bar{A}$  nonprofit organization or a housing authority;
- (ii) An attorney or other licensed professional or adviser; and
  - (iii) A financial institution.
- (4) Within 21 days after delivery of the information described in subsection (3)(a) of this section, if the tenants choose to continue competing to purchase the manufactured/mobile home community, the tenants must:
- (a) Form a resident nonprofit cooperative that is legally capable of purchasing real property or associate with a nonprofit corporation or housing authority that is legally capable of purchasing the manufactured/mobile home community in which the tenants reside; and
- (b) Submit to the owner a written offer to purchase the manufactured/mobile home community, in the form of a proposed purchase and sale agreement, and either a copy of the articles of incorporation of the corporate entity or other evidence of the legal capacity of the formed or associated corporate entity, nonprofit corporation, or housing authority to purchase real property and the manufactured/mobile home community.
- (5)(a) Within 10 days of receiving the tenants' purchase and sale agreement, the owner may accept the offer, reject the offer, or submit a counteroffer.
- (b) If the parties reach agreement on the purchase, the purchase and sale agreement must specify the price, due diligence duties, schedules, timelines, conditions, and any extensions.
- (c) If the offer is rejected, then the owner must provide a written explanation of why the offer is being rejected and what terms and conditions might be included in a subsequent offer for the landlord to potentially accept it, if any. The price, terms, and conditions of an acceptable offer stated in the response must be universal and applicable to all potential buyers and must not be specific to and prohibitive of a qualified tenant organization or eligible organization making a successful offer to purchase the park.
- (d) If the tenants do not: (i) Act as required within the time periods described in chapter 40, Laws of 2023; (ii) violate the confidentiality agreement described in this section; or (iii) reach agreement on a purchase with the owner, the owner is not obligated to take additional action under chapter 40, Laws of 2023 and may record an affidavit pursuant to RCW 59.20.345.
- (6) An eligible organization acting on its own behalf is also subject to the same requirements and applicable conditions as those set out in this section.
- **Sec. 4.** RCW 59.20.335 and 2023 c 40 s 10 are each amended to read as follows:
- (1) During the process described in RCW 59.20.325 and 59.20.330, the parties shall act in good faith and in a commercially reasonable manner, which includes a duty for the tenants to notify the owner promptly if

there is no intent to purchase the manufactured/mobile home community or the property on which it sits. The parties have an overall duty to act in good faith. With respect to negotiation, this overall duty of good faith requirement means that the owner must allow the tenants to develop an offer, their offer aive reasonable consideration, and to further competition, must inform ((the tenants if a higher)) any qualified tenant organization, eligible organizations, and competing <u>potential</u> buyers participating in negotiations upon receipt if a preferred offer is submitted. Furthermore, the owner may not deny residents the same access to the community and to information, such as operating expenses and rent rolls, that the landowner would give to a commercial buyer. With respect to financial information, all parties shall agree to keep this information confidential.

- (2) Except as provided in RCW 59.20.340(1), before selling a manufactured/mobile home community to an entity that is not formed by or associated with the tenants, or to an eligible organization, the owner of the manufactured/mobile home community must give the notice required by RCW 59.20.325 and comply with the requirements of RCW 59.20.330.
- (3) A minor error in providing the notice required by RCW 59.20.325 or in providing operating expenses information required by RCW 59.20.330 does not prevent the owner from selling the manufactured/mobile home community to an entity that is not formed by or associated with the tenants and does not cause the owner to be liable to the tenants for damages or a penalty.
- (4) During the process described in RCW 59.20.325 and 59.20.330, the owner may seek, negotiate with, or enter into a contract subject to the rights of the tenants in chapter 40, Laws of 2023 with potential purchasers other than the tenants or an entity formed by or associated with the tenants or another eligible organization.
- (5) If the owner does not comply with the requirements of chapter 40, Laws of 2023 in a substantial way that prevents the tenants or an eligible organization from competing to purchase the manufactured/mobile home community, the tenants or eligible organization may:
- (a) Obtain injunctive relief to prevent a sale or transfer to an entity that is not formed by or associated with the tenants; and
- (b) Recover actual damages not to exceed twice the monthly rent from the owner for each tenant.
- (6) If a party misuses or discloses, in a substantial way, confidential information in violation of RCW 59.20.330, that party may recover actual damages from the other party.
- (7) The department of commerce shall prepare and make available information for tenants about purchasing a manufactured dwelling or manufactured/mobile home community.
- Sec. 5. RCW 59.20.080 and 2023 c 40 s 5 are each amended to read as follows:

- (1) A landlord shall not terminate or fail to renew a tenancy of a tenant or the occupancy of an occupant, of whatever duration except for one or more of the following reasons:
- (a) In accordance with RCW 59.20.045(6), substantial violation, or repeated or periodic violations, of an enforceable rule of the mobile home park as established by the landlord at the inception of or during the tenancy or for violation of the tenant's duties as provided in RCW 59.20.140. The tenant shall be given written notice to cease the rule violation immediately. The notice shall state that failure to cease the violation of the rule or any subsequent violation of that or any other rule shall result in termination of the tenancy, and that the tenant shall vacate the premises within ((twenty))20 days: PROVIDED, That for a periodic violation the notice shall also specify that repetition of the violation shall result in termination: PROVIDED FURTHER, That in the case of a violation of a "material change" in park rules with respect to pets, tenants with minor children living with them, recreational facilities, the tenant shall be given written notice under this chapter of a six month period in which to comply or vacate:
- (b) Nonpayment of rent or other charges specified in the rental agreement, upon 14 days written notice to pay rent and/or other charges or to vacate;
- (c) Conviction of the tenant of a crime, commission of which threatens the health, safety, or welfare of the other mobile home park tenants. The tenant shall be given written notice of a 15-day period in which to vacate;
- (d) Failure of the tenant to comply with local ordinances and state laws and regulations relating to mobile homes, manufactured homes, or park models or mobile home, manufactured homes, or park model living within a reasonable time after the tenant's receipt of notice of such noncompliance from the appropriate governmental agency;
- (e) Change of land use of the mobile home park including, but not limited to, closure of the mobile home park or conversion to a use other than for mobile homes, manufactured homes, or park models or conversion of the mobile home park to a mobile home park cooperative or mobile home park subdivision. The landlord shall give the tenants two years' notice, in the form of a closure notice meeting the requirements of RCW 59.21.030, in advance of the effective date of such change. The two-year closure notice requirement does not apply if.
- (i) The mobile home park or manufactured housing community has been acquired for or is under imminent threat of condemnation;
- (ii) The mobile home park or manufactured housing community is sold or transferred to a county in order to reduce conflicting residential uses near a military installation;
- (iii) The mobile home park or manufactured housing community is sold to an eligible organization;

(iv) The landlord provides relocation assistance of at least \$15,000 for a multisection home or of at least \$10,000 for a single section home, establishes a simple, straightforward, and timely process for compensating the tenants for the loss of their homes and actually compensates the tenants for the loss of their homes, at the greater of 50 percent of their assessed market value in the tax year prior to the notice of closure being issued, or \$5,000, at any point during the closure notice period and prior to a change of use or sale of the property. At such time as the compensation is paid, the tenant shall be given written notice of at least 12 months in which to vacate that includes department of commerce contact information, as provided by the department of commerce, identifying financial and technical assistance programs available to support eligible tenant relocation activities, and the tenant shall continue to pay rent for as much time as he can also remains in the mobile here work as or she remains in the mobile home park or manufactured housing community. Nothing in this subsection (1)(e)(iv) prevents a tenant from relocating his or her home out of the mobile home park or manufactured housing community pursuant to chapter 59.21 RCW. In the event that a home remains in the mobile home park or manufactured housing community after a tenant vacates, the landlord shall be responsible for its demolition or disposal. A landlord is still eligible for demolition and disposal costs pursuant to RCW 59.21.021. Homeowners who receive payments or financial assistance from landlords as described in this subsection (1)(e)(iv) remain eligible to receive other state assistance for which they may be eligible including, but not limited to, relocation assistance funds pursuant to RCW 59.21.021; or

(v) The landlord provides relocation assistance of at least \$15,000 for a multisection home and of at least \$10,000 for a single section home at any point during the closure notice period and prior to a change of use or sale of the property. At such time as the assistance is paid, the tenant shall be given written notice of at least 18 months in which to vacate that includes department of commerce contact information, as provided by the department of commerce, identifying financial and technical assistance programs available to support eligible tenant relocation activities, and the tenant shall continue to pay rent for as much time as he or she remains in the mobile home park or manufactured housing community. Nothing in this subsection (1)(e)(v) prevents a tenant from relocating his or her home out of the mobile home park or manufactured housing community pursuant to chapter 59.21 RCW. In the event that a home remains in the mobile home park or manufactured housing community after a tenant vacates, the landlord shall be responsible for its demolition or disposal. A landlord is still eligible for demolition and disposal costs pursuant to RCW 59.21.021. Homeowners who receive payments or financial assistance from landlords as described in this subsection (1)(e)(v) remain eligible to receive other state assistance for which they may be eligible including, but not limited to, relocation assistance funds pursuant to RCW 59.21.021;

(f) Engaging in "criminal activity." "Criminal activity" means a criminal act defined by statute or ordinance that threatens the health, safety, or welfare of the tenants. A park owner seeking to evict a tenant or occupant under this subsection need not produce evidence of a criminal conviction, even if the alleged misconduct constitutes a criminal offense. Notice from a law enforcement agency of criminal activity constitutes sufficient grounds, but not the only grounds, for an eviction under this subsection. Notification of the seizure of illegal drugs under RCW 59.20.155 is evidence of criminal activity and is grounds for an eviction under this subsection. The requirement that any tenant or occupant register as a sex offender under RCW 9A.44.130 is grounds for eviction of the sex offender under this subsection. If criminal activity is alleged to be a basis of termination, the park owner may proceed directly to an unlawful detainer action;

(g) The tenant's application for tenancy contained a material misstatement that induced the park owner to approve the tenant as a resident of the park, and the park owner discovers and acts upon the misstatement within one year of the time the resident began paying rent;

(h) If the landlord serves a tenant three 20-day notices, each of which was valid under (a) of this subsection at the time of service, within a 12-month period to comply or vacate for failure to comply with the material terms of the rental agreement or an enforceable park rule, other than failure to pay rent by the due date. The applicable 12-month period shall commence on the date of the first violation;

(i) Failure of the tenant to comply with obligations imposed upon tenants by applicable provisions of municipal, county, and state codes, statutes, ordinances, and regulations, including this chapter. The landlord shall give the tenant written notice to comply immediately. The notice must state that failure to comply will result in termination of the tenancy and that the tenant shall vacate the premises within 15 days;

(j) The tenant engages in disorderly or substantially annoying conduct upon the park premises that results in the destruction of the rights of others to the peaceful enjoyment and use of the premises. The landlord shall give the tenant written notice to comply immediately. The notice must state that failure to comply will result in termination of the tenancy and that the tenant shall vacate the premises within 15 days;

(k) The tenant creates a nuisance that materially affects the health, safety, and welfare of other park residents. The landlord shall give the tenant written notice to cease the conduct that constitutes a nuisance immediately. The notice must describe the nuisance and state (i) what the tenant must do to cease the nuisance and (ii) that failure to cease the conduct will result in termination of the tenancy and

that the tenant shall vacate the premises in five days;

(1) Any other substantial just cause that materially affects the health, safety, and welfare of other park residents. The landlord shall give the tenant written notice to comply immediately. The notice must describe the harm caused by the tenant, describe what the tenant must do to comply and to discontinue the harm, and state that failure to comply will result in termination of the tenancy and that the tenant shall vacate the premises within 15 days; or

(m) Failure to pay rent by the due date provided for in the rental agreement three or more times in a 12-month period, commencing with the date of the first violation, after service of a 14-day notice

to comply or vacate.

- (2) Within five days of a notice of eviction as required by subsection (1) (a) of this section, the landlord and tenant shall submit any dispute to mediation. The parties may agree in writing to mediation by an independent third party or through industry mediation procedures. If the parties cannot agree, then mediation shall be through industry mediation procedures. A duty is imposed upon both parties to participate in the mediation process in good faith for a period of 10 days for an eviction under subsection (1) (a) of this section. It is a defense to an eviction under subsection (1) (a) of this section that a landlord did not participate in the mediation process in good faith.
- (3) Except for a tenant evicted under subsection (1)(c) or (f) of this section, a tenant evicted from a mobile home park under this section shall be allowed 120 days within which to sell the tenant's mobile home, manufactured home, or park model in place within the mobile home park: PROVIDED, That the tenant remains current in the payment of rent incurred after eviction, and pays any past due rent, reasonable attorneys' fees and court costs at the time the rental agreement is assigned. The provisions of RCW 59.20.073 regarding transfer of rental agreements apply.

(4) Chapters 59.12 and 59.18 RCW govern the eviction of recreational vehicles, as defined in RCW 59.20.030, from mobile home parks. This chapter governs the eviction of mobile homes, manufactured homes, park models, and recreational vehicles used as a primary residence from a mobile home park.

Sec. 6. RCW 59.21.030 and 2019 c 342 s 10 are each amended to read as follows:

(1) The closure notice required by RCW 59.20.080 before park closure or conversion of the park shall be given to the director or the director's designee and all tenants in writing, and conspicuously posted at all park entrances.

(2) The closure notice required under RCW 59.20.080 must be in substantially the

following form:

"CLOSURE NOTICE TO TENANTS

NOTICE IS HEREBY GIVEN on the . . . . day of . . . , . . . . , of a conversion of this mobile home park or manufactured housing community to a use other than for mobile homes, manufactured homes, or park models,

or of a conversion of the mobile home park or manufactured housing community to a mobile home park cooperative or a mobile home park subdivision. This change of use becomes effective on the . . . . day of . . . , . . . , which is the date ((twelve months)) two years after the date this closure notice is given.

PARK OR COMMUNITY MANAGEMENT OR OWNERSHIP

For information during the period preceding the effective change of use of this mobile home park or manufactured housing community on the . . . day of . . . , . . . , contact:

Name:

Address: Telephone:

INFORMATION:

PURCHASER INFORMATION, if applicable:

Contact information for the purchaser of the mobile home park or manufactured housing community property consists of the following:

Name:

Address:

Telephone:

PARK PURCHASE BY TENANT ORGANIZATIONS, if applicable:

The owner of this mobile home park or manufactured housing community may be willing to entertain an offer of purchase by an organization or group consisting of park or community tenants or a not-for-profit agency designated by the tenants. Tenants should contact the park owner or park management with such an offer. Any such offer must be made and accepted prior to closure, and the timeline for closure remains unaffected by an offer. Acceptance of any offer is at the discretion of the owner and is not a first right of refusal. RELOCATION ASSISTANCE RESOURCES:

For information about the availability of relocation assistance, contact the Office of Mobile/Manufactured Home Relocation Assistance within the Department of Commerce."

(3) The closure notice required by RCW 59.20.080 must also meet the following requirements:

(a) A copy of the closure notice must be provided with all rental agreements signed after the original park closure notice date as required under RCW 59.20.060;

- (b) Notice to the director or director's designee must include: (i) A good faith estimate of the timetable for removal of the mobile homes; (ii) the reason for closure; and (iii) a list of the names and mailing addresses of the current registered park tenants. Notice required under this subsection must be sent to the director or director's designee within ((ten))10 business days of the date notice was given to all tenants as required by RCW 59.20.080; and
- (c) Notice must be recorded in the office of the county auditor for the county where the mobile home park is located.
- (4) The department must mail every tenant an application and information on relocation assistance within  $((ten)) \underline{10}$  business days of receipt of the notice required in subsection (1) of this section.

**Sec. 7.** RCW 59.21.040 and 2023 c 259 s 3 are each amended to read as follows:

A tenant is not entitled to relocation assistance under this chapter if: (1) The tenant has given notice to the landlord of his or her intent to vacate the park and terminate the tenancy before any written notice of closure pursuant to RCW 59.20.080(1) (e) has been given; or (2) the tenant purchased a mobile home already situated in the park or moved a mobile home into the park after a written notice of pursuant to ((59.20.090))59.20.080(1)(e) has been given and the person received actual prior notice of the change or closure((; or (3) the tenant receives assistance from an outside source that exceeds the maximum amounts of assistance to which a person is entitled under RCW 59.21.021(3), except that a tenant receiving relocation assistance from a landlord pursuant to RCW 59.20.080 remains eligible for the maximum amounts of assistance under this chapter)). However, no tenant may be denied relocation assistance under subsection (1) of this section if the tenant has remained on the premises and continued paying rent for a period of at least six months after giving notice of intent to vacate and before receiving formal notice of a closure or change of use.

Correct the title.

Signed by Representatives Peterson, Chair; Alvarado, Vice Chair; Leavitt, Vice Chair; Klicker, Ranking Minority Member; Connors, Assistant Ranking Minority Member; ; Barkis; Chopp; Entenman; Hutchins; Low; Reed and Taylor.

Referred to Committee on Appropriations

February 21, 2024

ESSB 6061

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning exemptions for housing development under the state environmental policy act. Reported by Committee on Local Government

#### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 43.21C.229 and 2023 c 368 s 1 are each amended to read as follows:

- (1) The purpose of this section is to accommodate infill ((and housing development)) and thereby realize the goals and policies of comprehensive plans adopted according to chapter 36.70A RCW.
- (2) A city or county planning under RCW 36.70A.040 is authorized by this section to establish categorical exemptions from the requirements of this chapter. An exemption may be adopted by a city or county under this subsection if it meets the following criteria:
- (a) It categorically exempts government action related to development proposed to fill in an urban growth area, designated according to RCW 36.70A.110, where current density and intensity of use in the area is roughly equal to or lower than called for in the goals and policies of the applicable

comprehensive plan and the development is either:

- (i) Residential development;
- (ii) Mixed-use development; or
- (iii) Commercial development up to 65,000 square feet, excluding retail development;
- (b) It does not exempt government action related to development that is inconsistent with the applicable comprehensive plan or would clearly exceed the density or intensity of use called for in the goals and policies of the applicable comprehensive plan:
- (c) The local government considers the specific probable adverse environmental impacts of the proposed action and determines that these specific impacts are adequately addressed by the development regulations or other applicable requirements of the comprehensive plan, subarea plan element of the comprehensive plan, planned action ordinance, or other local, state, or federal rules or laws; and
- (d)(i) The city or county's applicable comprehensive plan was previously subjected to environmental analysis through an environmental impact statement under the requirements of this chapter prior to adoption; or
- (ii) The city or county has prepared an environmental impact statement that considers the proposed use or density and intensity of use in the area proposed for an exemption under this section.
- (3) ((All project actions that propose to develop one or more residential housing units within the incorporated areas in an urban growth area designated pursuant to RCW 36.70A.110 or middle housing within the unincorporated areas in an urban growth area designated pursuant to RCW 36.70A.110, and that meet the criteria identified in (a) and (b) of this subsection, are categorically exempt from the requirements of this chapter. For purposes of this section, "middle housing" has the same meaning as in RCW 36.70A.030 as amended by chapter 332, Laws of 2023. Jurisdictions shall satisfy the following criteria prior to the adoption of the categorical exemption under this subsection (3):
- (a) The city or county shall find that the proposed development is consistent with all development regulations implementing an applicable comprehensive plan adopted according to chapter 36.70A RCW by the jurisdiction in which the development is proposed, with the exception of any development regulation that is inconsistent with applicable provisions of chapter 36.70A RCW; and
- (b) The city or county has prepared environmental analysis that considers the proposed use or density and intensity of use in the area proposed for an exemption under this section and analyzes multimodal transportation impacts, including impacts to neighboring jurisdictions, transit facilities, and the state transportation system.
- (i) Such environmental analysis shall include documentation that the requirements for environmental analysis, protection, and mitigation for impacts to elements of the environment have been adequately addressed for the development exempted. The

requirements may be addressed in locally adopted comprehensive plans, subarea plans, adopted development regulations, other applicable local ordinances and regulations, or applicable state and federal regulations. The city or county must document its consultation with the department of transportation on impacts to state-owned transportation of whether mitigation is necessary for impacts to transportation facilities.

(ii) Before finalizing the environmental analysis pursuant to (b)(i) of this subsection (3), the city or county shall provide a minimum of 60 days' notice to affected tribes, relevant state agencies, other jurisdictions that may be impacted, and the public. If a city or county identifies that mitigation measures are necessary to address specific probable adverse impacts, the city or county must address those impacts by requiring mitigation identified in the environmental analysis pursuant to this subsection (3)(b) through locally adopted comprehensive plans, subarea plans, development regulations, or other applicable local ordinances and regulations. Mitigation measures shall be detailed in an associated environmental determination.

(iii) The categorical exemption is effective 30 days following action by a city or county pursuant to (b)(ii) of this subsection (3).

(4) Until September 30, 2025, all project actions that propose to develop one or more residential housing or middle housing units within a city west of the crest of the Cascade mountains with a population of 700,000 or more are categorically exempt from the requirements of this chapter. After September 30, 2025, project actions that propose to develop one or more residential housing or middle housing units within the city may utilize the categorical exemption in subsection (3) of this section.

(5))) Any categorical exemption adopted by a city or county under this section applies even if it differs from the categorical exemptions adopted by rule of the department under RCW 43.21C.110(1)(a). Nothing in this section shall invalidate categorical exemptions or environmental review procedures adopted by a city or county under a planned action pursuant to RCW 43.21C.440. However, any categorical exemption adopted by a city or county under this section shall be subject to the rules of the department adopted according to RCW 43.21C.110(1)(a) that provide exceptions to the use of categorical exemptions adopted by the department.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 43.21C RCW to read as follows:

- (1) The purpose of this section is to accommodate housing development and thereby realize the goals and policies of comprehensive plans adopted according to chapter 36.70 A RCW.
- (2) All project actions that propose to develop one or more residential housing units within the incorporated areas in an

urban growth area designated pursuant to RCW 36.70A.110 or middle housing within the unincorporated areas in an urban growth area designated pursuant to RCW 36.70A.110, and that meet the criteria identified in (a) through (c) of this subsection, are categorically exempt from the requirements of this chapter. Jurisdictions shall satisfy the following criteria prior to the adoption of this categorical exemption:

(a) The city or county has determined that the proposed development is consistent with all development regulations implementing an applicable comprehensive plan adopted according to chapter 36.70A RCW by the jurisdiction in which the development is proposed, with the exception of any development regulation that is inconsistent with applicable provisions of chapter 36.70A RCW.

(b) The city or county has determined the proposed development is capable of being connected to an established sewer system at the time of construction; and

(c) The city or county has prepared an environmental analysis that considers the proposed use or density and intensity of use in the jurisdiction's comprehensive plan under this section and an analysis of multimodal transportation impacts, including impacts to neighboring jurisdictions, transit facilities, and the state transportation system.

(i) Such an environmental analysis must include documentation that the requirements for environmental analysis, protection, and mitigation for impacts to elements of the environment have been adequately addressed for the development exempted. The requirements may be addressed in locally adopted comprehensive plans, subarea plans, adopted development regulations, other applicable local ordinances and regulations, or applicable state and federal regulations. The city or county must document its consultation with the department of transportation on impacts to state-owned transportation of whether mitigation is necessary for impacts to transportation facilities.

(ii) Before finalizing the environmental analysis pursuant to (c)(i) of this subsection, the city or county shall provide a minimum of 60 days' notice to affected tribes, relevant state agencies including, but not limited to, the department of archaeology and historic preservation to review and provide comment on implications for cultural resources, other jurisdictions that may be impacted, and the public. If a city or county identifies that mitigation measures are necessary to address specific probable adverse impacts, the city or county must address those impacts by requiring mitigation identified in the environmental analysis pursuant to this subsection (2)(c) through locally adopted comprehensive plans, subarea plans, development regulations, or other applicable local ordinances and regulations. Mitigation measures must be detailed in an associated environmental determination.

(iii) The categorical exemption is effective 30 days following action by a city

or county pursuant to (c)(ii) of this subsection.

- (d) A city or county must take action to establish the categorical exemption within two years of the date for review and, if needed, revision of comprehensive plans and development regulations required in RCW 36.70A.130(5).
- (3) Until September 30, 2025, all project actions that propose to develop one or more residential housing or middle housing units within a city west of the crest of the Cascade mountains with a population of 700,000 or more are categorically exempt from the requirements of this chapter. After September 30, 2025, project actions that propose to develop one or more residential housing or middle housing units within the city must utilize the categorical exemption in subsection (2) of this section.
- (4) Any categorical exemption adopted by a city or county under this section applies even if it differs from the categorical exemptions adopted by rule of the department of ecology under RCW 43.21C.110(1)(a). Nothing in this section invalidates categorical exemptions or environmental review procedures adopted by a city or county under a planned action pursuant to RCW 43.21C.440. However, any categorical exemption under this section is subject to the rules of the department of ecology adopted according to RCW 43.21C.110(1)(a) that provide exceptions to the use οf categorical exemptions adopted bу department of ecology.
- (5) For purposes of this section, "middle housing" has the same meaning as defined in RCW 36.70 A. 030."

Correct the title.

Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; and Berg.

MINORITY recommendation: Do not pass. Signed by Representative Griffey.

MINORITY recommendation: Without recommendation. Signed by Representatives , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member.

Referred to Committee on Rules for second reading

February 21, 2024

E2SSB 6068 Prime Sponsor, Ways & Means: Reporting on dependency outcomes. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member.

Referred to Committee on Appropriations

February 21, 2024

ESSB 6069 Prime Sponsor, Ways & Means: Improving retirement security for Washingtonians by establishing Washington saves, an automatic enrollment individual retirement savings

account program, and updating the Washington retirement marketplace statute. Reported by Committee on Consumer Protection & Business

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

# "PART I WASHINGTON SAVES

- NEW SECTION. Sec. 1. ESTABLISHMENT. (1) Washington saves is established to serve as a vehicle through which covered employees may, on a voluntary basis, provide for additional retirement security through a state-facilitated retirement savings program in a convenient, cost-effective, and portable manner.
- (2) Washington saves is intended as a public-private partnership that will encourage, not replace or compete with, employer-sponsored retirement plans.

 ${
m NEW\ SECTION.}$  Sec. 2. DEFINITIONS. The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

- (1) "Administrative account" means the Washington saves administrative treasury trust account created in section 12 of this act.
- (2) "Complainant" means covered а employee, or that employee's designee who has written or legal authority to act on behalf of the employee, who files alleging complaint an employer administrative violation of section 3 of this act who learned of the alleged this act who learned violation by way of their employment with a covered employer.
- (3) "Consumer price index" means the consumer price index for all urban consumers, all items, for the Seattle area as calculated by the United States bureau of labor statistics or its successor agency.
- (4) "Covered employee" means an individual who is 18 years of age or older, who is employed by a covered employer.
- (5) "Covered employer" means any employer that:
- (a) Has been in business in this state for at least two years as of the immediately preceding calendar year;
  - (b) Maintains a physical presence;
- (c) Does not offer a qualified retirement plan to their covered employees who have had continuous employment of one year or more; and
- (d) Employs, and at any point during the immediately preceding calendar year employed, employees working a combined minimum of 10,400 hours.
- (6) "Department" means the department of labor and industries.
- (7) "Employer" means a person or entity engaged in a business, profession, trade, or other enterprise in the state, whether for profit or not for profit. "Employer" does not include federal or state entities,

agencies, or instrumentalities, any political subdivision thereof.

- "Employer administrative duties" (8) include all requirements of covered employers under section 3 of this act that covered do not involve amounts due to the employee.
- "Employment" has the same meaning as in RCW 50.04.100.
- (10) "Governing board" means the board created in section 4 of this act.
- (11) "Individual account" means an IRA established by or for an individual participant and owned by the individual participant pursuant to this chapter.
- (12) "Individual participant" means any individual who is contributing to, or has a balance credited in, an IRA through the program.

"Internal revenue code" means the (13)federal internal revenue code of 1986, as

- amended, or any successor law. (14) "IRA" means a traditional or Roth individual retirement account or individual retirement annuity described in section 408(a), 408(b), or 408A of the internal revenue code.
- (15) "Office" means the office of the state treasurer.
- (16) "Payroll deduction IRA agreement" an arrangement by which employer participating makes payroll deductions authorized by this chapter and remits amounts deducted as contributions to IRAs on behalf of individual participants.
   (17) "Program" means the Washington saves

program established under this chapter.

- (18) "Qualified retirement plan" means a plan in compliance with federal law for employees with retirement applicable including those described in section 401(a), 401(k), 403(a), 403(b), 408(k), or 408(p) of the internal revenue code. A qualified retirement plan may require continuous employment of up to one year to be eligible for employee participation.
- "Wages" means any commission, (19)compensation, salary, or other remuneration, as defined by section 219(f)(1) of the internal revenue code, received by a covered employee from a covered employer.

SECTION. Sec. GENERAL PROVISIONS. (1) The program:

- (a) Allows covered emplovees t.o contribute to an IRA through automatic payroll deductions;
- (b) Requires covered employers to fulfill the requirements provided in subsection (3) of this section;
- (c) Facilitates automatic enrollment for covered employees and allows for covered employees to opt out of the plan;
- (d) Has a default contribution rate, set by the governing board by rule. The default contribution rate may not be less than three percent or more than seven percent of wages;
- (e) Has a default escalation rate, set by the governing board by rule. The default  $% \left( 1\right) =\left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right) \left($ escalation rate may not exceed one percent per year. The maximum contribution rate based on the default escalation rate may not exceed 10 percent of wages.
- (2) (a) Covered employees, who do not opt out of the program, are automatically

enrolled in the program at the default rate or at an amount expressly specified by the employee in connection with the payroll IRA agreement. deduction Individual participants may modify their contribution or amounts or terminate their participation in the program at any time, subject to procedure defined by rule by the governing board. All contribution amounts are subject to the dollar limits contributions provided by federal law.
(b) Contributions must be invested in the

investment option unless individual participant affirmatively elects to invest some or all balances in one or more approved investment options offered by the program. An individual participant must have the opportunity to change investments for either future contributions or existing balances, or both, subject to requirements defined by rule by the governing board.
(c) Individual accounts are portable. A

former individual participant who is either unemployed, or is employed by a noncovered employer, must be permitted to contribute to their individual account.

(d) An individual participant's and former individual participant's ability to withdraw, roll over, or transfer account balances is subject to, and liable for, all fees, penalties, and taxes under applicable

(e) An individual participant's or former individual participant's ability to receive distributions of contributions and earnings is subject to applicable law.

(3)(a) Each covered employer facilitate the opportunity for covered employees to participate in the program by fulfilling the following administrative duties, as defined by rule by the governing board:

(i) Register with the program and provide t.he program administrator information about covered employees;

(ii) (A) Assist the program by offering all covered employees the choice to either participate by voluntarily contributing to an IRA or opt out; or

(B) Automatically enroll covered employees in a qualified retirement plan offered by a trade association or chamber of commerce and permit covered employees to opt

(iii) Timely remit participant contributions; and

(iv) Provide the following information to covered employees:

(A) Information regarding the program;

(B) The following disclosures:

(I) A description of the benefits and risks associated with making contributions under the program;

(II) Instructions about how to obtain additional information about the program;

(III) A description of the consequences of an IRA, which may consist of or include the disclosure statement required to be distributed by the trustee under the internal revenue code and treasurv regulations thereunder;

(IV) A current list of financial advisors as provided by the governing board that covered employees should contact financial advice, that covered employers are not in a position to provide financial

advice, and that covered employers are not liable for decisions covered employees make under this chapter;

(V) A statement that the program is not an employer-sponsored retirement plan;

A statement that the covered employee's IRA established under the program is not guaranteed by the state; and

- (VII) A statement that neither a covered employer nor the state will monitor or has an obligation to monitor the covered employee's eligibility under the internal revenue code to make contributions to an IRA or to monitor whether the covered employee's contributions to the IRA established for the employee exceed the maximum permissible IRA contribution; that it is the covered employee's responsibility to monitor such matters; and that the state, the program, and the covered employer have no liability with respect to any failure of the covered employee to be eligible to make IRA contributions or any contribution in excess of the maximum IRA contribution;
- (C) Information, forms, and instructions to be furnished to covered employees at such times as the governing board determines that provide the covered employee with procedures for:
- (I) Making contributions to the covered emplovee's IRA established under t.he program, including a description of the automatic enrollment rate, the automatic escalation rate and frequency, and the right to elect to make no contribution or to change the contribution rate under the program;
- (II) Making an investment election with respect to the covered employee's IRA established under the program, including a description of the default investment fund;
- Making transfers, rollovers, withdrawals, and other distributions from the covered employee's IRA.
- (b) The employers' role in the program is solely ministerial. In accordance with federal law, employers are prohibited from contributing funds to the IRAs through the program.
- (c) Employers are not fiduciaries with respect to, or are liable for, the program, related information, educational materials, or forms or disclosures approved by the governing board, or the selection or performance of vendors selected by governing board. An employer is t.he responsible for or obligated to monitor a employee's or individual participant's decision to participate in or opt out of the program, for contribution decisions, investment decisions, or failure to comply with the statutory eligibility conditions or limits on IRA contributions. An employer does not guarantee any investment, rate of return, or interest on assets in any individual participant account or the administrative account or is liable for any market losses, failure to realize gains, or any other adverse consequences, the loss of favorable tax including treatment or public assistance benefits, incurred by any person as a result of participating in the program. Nothing in this section relieves an employer from liability for criminal, fraudulent,

tortious, or otherwise actionable conduct including liability related to the failure to remit employee contributions.

- (4)(a) The governing board must determine the type or types of IRA accounts available under the program.
- An individual participant's (b) contributions and earnings may be combined for investment and custodial purposes only. Separate records and accounting are required for individual accounts. Reports on the status of individual accounts must provided to each individual participant at least annually. Individual participants must have online access to their accounts.
- (c) Any moneys placed in these accounts may not be counted as assets for the purposes of state or local means-tested program eligibility or levels of state means-tested program eligibility.
- <u>NEW SECTION.</u> **Sec. 4.** GOVERNING BOARD -RESPONSIBILITIES. (1) The governing board shall design and administer the program for exclusive benefit of individual participants and beneficiaries with the care and skill of a knowledgeable, prudent individual.
- (2) The governing board is comprised of nine members as follows:
- (a) The state treasurer;(b) The director of the department or the director's designee; and
- (c) The following members, appointed by the governor:
- (i) Three members with demonstrated financial, legal, or other relevant program experience;
- (ii) One member representing t.he financial industry;
- member (iii) One representing retirement advocacy organization;
- (iv) One member representing covered employees; and
- (v) One member representing covered employers.
- (3) The state treasurer shall chair the governing board.
- (4) Members who are appointed by the governor serve three-year terms and may be appointed for a second three-year term at the discretion of the governor. Members who are appointed by the governor may serve up to two terms over the course of their lifetime. The governor may stagger the terms  $% \left( 1\right) =\left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right) \left( 1\right) +\left( 1\right) \left( 1\right)$ of the appointed members.
- (5) The governing board may appoint work groups to support the design and administration of the program. Work groups do not serve a voting function on the governing board and may include individuals who are not members of the governing board. Any work group established by the governing board is a class one group under RCW 43.03.220. Work group members receive compensation accordingly.
- (6) Other state agencies must provide appropriate and reasonable assistance to the program as needed, including gathering data and information, in order for the governing board to carry out the purposes of this chapter. The governing board may reimburse the other state agencies from the administrative account for reasonable

expenses incurred in providing appropriate and reasonable assistance.

- (7)(a) The governing board shall meet at least four times annually and periodically as specified by the chair or a majority of the governing board.
- (b) The governing board may conduct meetings remotely by teleconference or videoconference, including to obtain a quorum and to take votes on any measure.
- (c) Each governing board member has one vote. The powers of the governing board must be exercised by a majority of all members present at the meeting of the governing board, whether in person or remotely. Four members constitute the necessary quorum to convene a meeting of the governing board and to act on any measure before the governing board.
- (8) The governing board shall establish, design, develop, implement, maintain, and oversee the program in accordance with this chapter and best practices for retirement saving vehicles.
- (9) Regarding investments, the governing board:
- (a) Has the sole responsibility for contracting with outside firms to provide investment management for the program funds and manage the performance of investment managers under those contracts;
- (b) Must adopt an investment policy statement and ensure that the investment options offered, including default investment options, are consistent with the objectives of the program. The menu of investment options may encompass a range of risk and return opportunities and must take the following into account:
- (i) The nature and objectives of the program;
- (ii) The diverse needs of individual participants;
- (iii) The desirability of limiting
  investment choices under the program to a
  reasonable number; and
- (iv) The extensive investment choices available to participants outside of the program.
- (10) Regarding the design of the program, the governing board must:
- (a) Ensure the program is designed and operated in a manner that will not cause it to be subject to or preempted by the federal employment retirement income security act of 1974, as amended, and that any employer that is not a covered employer shall have no reporting or registration obligation or requirement to take any action under the program other than to claim an exemption from coverage by the program;
  - (b) Design and operate the program to:
- (i) Minimize costs to individual participants, covered employers, and the state;
- (ii) Minimize the risk that covered employees will exceed applicable annual contribution limits;
- (iii) Facilitate and encourage employee
  participation in the program and participant
  saving;
- (iv) Maximize simplicity, including ease of administration for covered employers and ease of use for individual participants;
- (v) Maximize portability of individual
  accounts;

- (vi) Maximize financial security in retirement; and
- (vii) Encourage covered employee and covered employer use of financial advisors when making retirement decisions including, but not limited to, by providing a current list of financial advisors across the state to covered employers and their employees;
- (c) Design the program to be compliant with all applicable requirements under the internal revenue code, including requirements for favorable tax treatment of IRAs, and any other applicable law or regulation;
- (d) Consult with the office, the department, the office of minority and women's business enterprises, and the office of the secretary of state to create a strategy to educate and inform covered employers about employer administrative duties under this chapter;
- (e) Launch the program by January 1, 2027. The board may stagger implementation in stages after that date, which may include phasing in implementation based on the size of employers, or other factors.
- (11) The governing board may adopt rules to govern the program, including to govern the following:
- (a) Employee registration and enrollment process;
- (b) Employee alternative election procedure including, but not limited to, the method in which a participating individual may opt out of participation, change their contribution rate, opt out of autoescalation, make nonpayroll contributions, and make withdrawals;
- (c) Contribution limits, the initial automatic default contribution rate, and the automatic default escalation rate;
- (d) Outreach, marketing, and educational initiatives or publication of online resources, encouragement of participation, retirement savings, and sound investment practices. Outreach, marketing, and educational initiatives must include special consideration for communities traditionally, or are known to often be, excluded from, marginalized by, or face barriers to participation in workplace retirement savings programs; and
- (e) A process in which individuals who are not covered employees may participate in the program, including unemployed individuals, self-employed individuals, and other independent contractors.
- (12) The governing board may create or enter into, on behalf of the program, a consortium, alliance, joint venture, partnership, compact, or contract with another state or states or their programs or boards.
- (13) The governing board must collect administrative fees to defray the costs of administering the program. If the governing board creates or enters into a joint program agreement, as provided in subsection (12) of this section, the rate of the administrative fee for covered employees may not exceed the rate charged to covered employees of another state participating in the same program.
- state participating in the same program.

  (14) Members of the governing board and the office are not an insurer of the funds or assets of the investment fund or individual accounts. Neither of these two

entities are liable for the action or inaction of the other.

- (15) Members of the governing board and the office are not liable to the state, to the fund, or to any other person as a result of their activities as members, whether ministerial or discretionary, except for willful dishonesty or intentional violation of law. Members of the governing board and the office may purchase liability insurance.
- (16) The governing board shall submit an annual report to the appropriate committees of the legislature, in accordance with RCW 43.01.036, providing information about the program including, but not limited to, the following:
  - (a) Participation;
  - (b) Account performance;
  - (c) Board decisions; and
- (d) Any recommendations to the legislature regarding the program.
- (17) The governing board may consult with the state investment board and the department of financial institutions regarding program design and implementation.
- NEW SECTION. Sec. 5. OFFICE OF THE STATE TREASURER—RESPONSIBILITIES. (1) Subject to the availability of amounts appropriated for this specific purpose, the office must provide staff and administrative support for the governing board. The office must consult with the governing board regarding staffing and administrative support needs before selecting any staff pursuant to this section.
- (2) The office may initiate and manage all procurement and regulatory processes related to the program and carry out other related functions as delegated by the governing board.
- NEW SECTION. Sec. 6. INVESTMENT MANAGER—RESPONSIBILITIES. (1)(a) After consultation with the governing board, the investment manager may invest funds associated with the program. The investment manager, after consultation with the governing board regarding any recommendations, must provide a set of options for eligible individuals to choose from for self-directed investment. Any self-directed investment options must comply with the internal revenue code.
- (b) All investment and operating costs of the investment manager associated with making self-directed investments must be paid by participants and recovered under procedures agreed to by the governing board and the investment manager. All other expenses caused by self-directed investments must be paid by the participant in accordance with the rules established by the governing board. With the exception of these expenses, all earnings from self-directed investments accrue to the individual accounts.
- (2) The investment manager must invest and manage the assets entrusted to it:
- (a) With reasonable care, skill, prudence, and diligence under circumstances then prevailing which a prudent person acting in a like capacity and familiar with

- such matters would use to conduct of an activity of like character and purpose; and
- (b) In accordance with the investment policy established by the governing board.
- (3) The authority to establish all policies relating to implementation, design, and management of the program resides with the governing board.
- (4) The investment manager must routinely consult and communicate with the governing board on the investment policy, performance of the accounts, and related needs of the program.
- NEW SECTION. Sec. 7. LABOR AND INDUSTRIES—RESPONSIBILITIES. (1) The department has the following responsibilities related to covered employers, as provided in this chapter:
- (a) Educate participating employers of their administrative duties under this chapter;
- (b) In the case of noncompliance with employer administrative duties, investigate complaints, educate employers about how to come into compliance, and, in the case of willful violations, issue citations and collect penalties;
- (c) In the case of impermissible withholding of amounts due to employees, investigate and enforce the complaint as an alleged violation of a wage payment requirement, as defined in RCW 49.48.082; and
- (d) Facilitate a process in which employers may appeal complaints.
- (2) Collections of unpaid citations assessing civil penalties by the department under this chapter must be made pursuant to RCW 49.48.086.
- NEW SECTION. Sec. 8. LABOR AND INDUSTRIES—COMPLIANCE WITH EMPLOYER ADMINISTRATIVE DUTIES. (1) Covered employers shall comply with employer administrative duties provided under this chapter.
- (2) If a complainant files a complaint with the department alleging any administrative violation, the department shall investigate the complaint and:
- (a) If the complaint is filed before January 1, 2030, offer technical assistance to the employer to bring them into compliance. Civil penalties may not be assessed before January 1, 2030;
- assessed before January 1, 2030;

  (b) If the complaint is filed on or after January 1, 2030, educate the employer on how to come into compliance and, if necessary and as provided in this section, enforce penalties for willful violations.
- (3) The department may not investigate any alleged violation of rights that occurred more than three years before the date that the complainant filed the complaint.
- (4)(a) If the department finds an employer administrative violation, the department must first provide an educational letter outlining the violations and provide 90 days for the employer to remedy the violations. The employer may ask for an extension for good cause. The department may extend the period by providing written notice to the employee and the employer,

specifying the duration of the extension. If the employer fails to remedy the violation within 90 days, the department may issue a citation and notice of assessment with a

civil penalty.

(b) Except as provided otherwise in this chapter, the maximum penalty for a firsttime willful violation is \$100 and \$250 for a second willful violation. For the purposes of this section, "willful" means a knowing and intentional action that is neither accidental nor the result of a bona fide dispute. For each subsequent willful violation, the employer is subject to a maximum penalty amount of \$500 for each violation.

- (c) The department may not assess a civil penalty if the employer reasonably relied on: (i) A rule related to any of the requirements of this chapter; (ii) a written order, ruling, approval, opinion, advice, determination, or interpretation of the director of the department; or (iii) an interpretive or administrative policy issued by the department and filed pursuant to chapter 34.05 RCW. In accordance with the department's retention schedule obligations under chapter 40.14 RCW, the department shall maintain a complete and accurate record of all written orders, rulings, approvals, opinions, advice, determinations, and interpretations for purposes of determining whether an employer is immune from civil penalties under (b) of this subsection.
- (5) The department may, at any time, waive or reduce a civil penalty assessed under this section if the director of the department determines that the employer has taken corrective action to resolve the violation.
- (6) The department shall deposit all civil penalties paid under this section in the supplemental pension fund established under RCW 51.44.033.

Sec. 9. NEW SECTION. LABOR AND INDUSTRIES—ADMINISTRATIVE CITATION APPEALS. (1) A person, firm, or corporation aggrieved by a citation and notice of assessment by the department under this chapter may appeal the citation and notice of assessment to the director of the department by filing a notice of appeal with the director within 30 days of the department's issuance of the citation and notice of assessment. A citation and notice of assessment not appealed within 30 days is final and binding, and not subject to further appeal.

(2) A notice of appeal filed with the director of the department under this section must state the effectiveness of the citation and notice of assessment pending final review of the appeal by the director

as provided for in chapter 34.05 RCW.

(3) Upon receipt of a notice of appeal, the director of the department must assign the hearing to an administrative law judge of the office of administrative hearings to conduct the hearing and issue an initial order. The hearing and review procedures must be conducted in accordance with chapter 34.05 RCW, and the standard of review by the administrative law judge of an appealed citation and notice of assessment must be de

novo. Any party who seeks to challenge an initial order must file a petition for administrative review with the director within 30 days after service of the initial The director must order. conduct. administrative review in accordance chapter 34.05 RCW.
(4) The director of the department must

issue all final orders after appeal of the initial order. The final order of the director is subject to judicial review in accordance with chapter 34.05 RCW.

(5) Orders that are not appealed within the time period specified in this section and chapter 34.05 RCW are final and binding,

and not subject to further appeal.

(6) An employer who fails to allow equate inspection of records in an adequate inspection of records in an investigation by the department under this section within a reasonable time period may not use such records in any appeal under this section to challenge the correctness of any determination by the department of the penalty assessed.

LABOR AND NEW SECTION. Sec. 10. INDUSTRIES—ENFORCEMENT OF AMOUNTS DUE. (1) Employers may not impermissibly withhold any amounts due to the employee related to the employer's obligations under section 3 of this act. If any employee files a complaint with the department alleging that the employer impermissibly withheld any amounts due to the employee related to the employer's obligations under section 3 of this act, the department shall investigate and otherwise enforce the complaint as an alleged violation of a wage payment requirement, as defined in RCW 49.48.082.

(2) During an investigation, if the department discovers information suggesting additional violations of impermissibly withheld amounts due to the employees related to the employer's obligations under section 3 of this act, the department may investigate and take appropriate enforcement action without any additional complaint. The department may also initiate an investigation on behalf of one or more employees for any such violation when the director otherwise has reason to believe that a violation has occurred or will occur.

(3) The department may conduct a consolidated investigation for any alleged withheld amounts due to the employees related to the employer's obligations under section 3 of this act when there are common questions of law or fact involving the employees. If the department consolidates such matters into a single investigation, it shall provide notice to the employer.

(4) The department may, for the purposes of enforcing this section, issue subpoenas to compel the attendance of witnesses or parties and the production of documents, administer oaths and examine witnesses under oath, take depositions, and seek affidavits or other verifications. The department may  $% \left( 1\right) =\left( 1\right) \left( 1\right) \left$ require the employer perform a self-audit of any records. The results or conclusions of the self-audit must be provided to the department within a reasonable time. The department must specify the timelines in the self-audit request. The records examined by the employer in order to perform the selfaudit must be made available to the

department upon request.

(5) Any citation or determination of compliance issued under this section is subject to RCW 49.48.083, 49.48.084, 49.48.085, and 49.48.086.

- NEW SECTION. Sec. 11. PRIVATE AND CONFIDENTIAL INFORMATION. (1) Any information or records concerning an individual or employer obtained by the office or the governing board to administer this chapter are private and confidential, except as otherwise provided in this section.
- (a) If information provided to the office or the governing board by a governmental agency is held private and confidential by state or federal law, the office and the governing board may not release such information, unless otherwise provided in this section.
- (b) Information provided to the office or the governing board by a governmental entity conditioned upon privacy and confidentiality under a provision of law is to be held private and confidential according to the agreement between the office or the governing board and the other governmental agency, unless otherwise provided in this title.
- (2) Persons requesting disclosure of information held by the office or the governing board under this section must request such disclosure from the governmental agency that provided the information to the office or the governing board, rather than from the office or the governing board.
- (3) If the governing board creates or enters into, on behalf of the program, a consortium, alliance, joint venture, partnership, compact, or contract with another state or states or their programs or boards, the laws of the state that is most protective of individual and employer confidentiality governs.
- (4) The governing board has the authority to adopt, amend, or rescind rules interpreting and implementing this chapter.
- (5)(a) An individual must have access to all records and information concerning that individual held by the office or the governing board.
- (b) An employer must have access to its own records relating to their compliance with the program and any audit conducted or penalty assessed under this chapter.(c) The office or the governing board may
- (c) The office or the governing board may disclose information and records deemed confidential under this chapter to a third party acting on behalf of an individual or employer that would otherwise be eligible to receive records under this section when the office or the governing board receives a signed release from the individual or employer. The release must include a statement:
- (i) Specifically identifying the information that is to be disclosed;
- (ii) The acknowledgment that state government files will be assessed to obtain that information;
- (iii) The specific purpose for which the information is sought and a statement that

information obtained under the release will only be used for that purpose; and

(iv) Indicating all parties who will

receive the information disclosed.

- (d) The office or the governing board may disclose information or records deemed private and confidential under this chapter to any private person or organization, including the trustee, and, by extension, the agents of any private person or organization, when the disclosure is necessary to permit private contracting parties to assist in the operation, management, and implementation of the program. The private person or organization may only use the information or records solely for the purpose for which the information was disclosed and are bound by the same rules of privacy and confidentiality as the office and the governing board.
- (6)(a) A decision under this chapter by the office, the department, the governing board, or the appeals tribunal may not be deemed private and confidential under this section, unless the decision is based on information obtained in a closed hearing.
- (b) Information or records deemed private and confidential under this section must be available to parties to judicial or formal administrative proceedings only upon a written finding by the presiding officer that the need for the information or records in the proceeding outweighs any reasons for the privacy and confidentiality of the information on record.
- (7)(a) All private persons, governmental agencies, and organizations authorized to receive information from the office or the governing board under this chapter have an affirmative duty to prevent unauthorized disclosure of confidential information and are prohibited from disclosing confidential information unless expressly permitted by this section.
- (b) If misuse of an unauthorized disclosure of confidential records or information occurs, all parties who are aware of the violation must inform the office immediately and must take all reasonable available actions to rectify the disclosure to the office's standards.
- (c) The misuse or unauthorized release of records or information deemed private and confidential under this chapter by any private person, governmental agency, or organization will subject the person, governmental agency, or organization to a civil penalty up to \$20,000 in the first year of the program. Beginning the December of the second year of the program and each December thereafter, the office must adjust the maximum civil penalty amount by multiplying the current maximum civil penalty by one plus the percentage by which the most current consumer price index available on December 1st of the current year exceeds the consumer price index for the prior 12-month period, and rounding the result to the nearest \$1,000. If an adjustment under this subsection (7)(c) would reduce the maximum civil penalty, the office must not adjust the maximum civil penalty for use in the following year. Other applicable sanctions under state and federal law also apply.

- (d) Suit to enforce this section must be brought by the attorney general and the amount of any penalties collected must be paid into the administrative account created in section 12 of this act. The attorney general may recover reasonable attorneys' fees for any action brought to enforce this section.
- (8) This section does not contain a rule of evidence.
- NEW SECTION. Sec. 12. WASHINGTON SAVES ADMINISTRATIVE TREASURY TRUST ACCOUNT. (1) The Washington saves administrative treasury trust account is created in the custody of the state treasurer.
- (2) Expenditures from the account may be used only for the purposes of administrative and operating expenses of the program established under this chapter.
- (3) Only the state treasurer or state treasurer's designee may authorize expenditures from the account. The account is exempt from appropriation and allotment provisions under chapter 43.88 RCW.
- (4) The account may receive grants, gifts, or other moneys appropriated for administrative purposes from the state and the federal government.
- (5) Any interest incurred by the account will be retained within the account.
- $\underline{\text{NEW}}$  SECTION. Sec. 13. INVESTMENT ACCOUNT. (1) The Washington saves investment account is established as a trust, with the governing board created under this chapter as its trustee.
- (2) (a) Moneys in the account consist of moneys received from individual participants and participating employers pursuant to automatic payroll deductions and contributions to savings made under this chapter. The governing board shall determine how the account operates, provided that the account is operated so that the individual accounts established under the program meet the requirements for IRAs under the internal revenue code.
- (b) The assets of the account are not state money, common cash, or revenue to the state. Amounts in the account may not be commingled with state funds and the state has no claim to or against, or interest in, such funds.
- (3) Disbursements from the account are exempt from appropriations and the allotment provisions of chapter 43.88 RCW. An appropriation is not required for expenditures.
- (4) Only the governing board or the governing board's designee may authorize expenditures from the account.

## PART II RETIREMENT MARKETPLACE

Sec. 15. RCW 43.330.732 and 2015 c 296 s 2 are each amended to read as follows:

- The definitions in this section apply throughout this subchapter unless the context clearly requires otherwise.
- (1) "Approved plans" means retirement plans offered by private sector financial services firms that meet the requirements of this chapter to participate in the marketplace.
- (2) "Balanced fund" means a mutual fund that has an investment mandate to balance its portfolio holdings. The fund generally includes a mix of stocks and bonds in varying proportions according to the fund's investment outlook.
- (3) "Eligible employer" means a self-employed individual, sole proprietor, or an employer with ((fewer than)) at least one ((hundred)) qualified employee((he)) at the time of enrollment.
- (4) "Enrollee" means any employee who is voluntarily enrolled in an approved plan offered by an eligible employer through the Washington small business retirement marketplace.
- (5) (("myRA" means the myRA retirement program administered by the United States department of the treasury that is available to all employers and employees with no fees or no minimum contribution requirements. A myRA is a Roth IRA option and investments in these accounts are backed by the United States department of the treasury.
- (6))) "Participating employer" means any eligible employer with employees enrolled in an approved plan offered through the Washington small business retirement marketplace who chooses to participate in the marketplace and offers approved plans to employees for voluntary enrollment.
- ((<del>(7)</del>))(6) "Private sector financial services firms" or "financial services firms" mean persons or entities licensed or holding a certificate of authority and in good standing by either the department of financial institutions or the office of the insurance commissioner and meeting all federal laws and regulations to offer retirement plans.
- (((+8)))(7) "Qualified employee" means those workers who are defined by the federal internal revenue service to be eligible to participate in a specific qualified plan.
- ((<del>(9)</del>))(<u>8</u>) "Target date or other similar fund" means a hybrid mutual fund that automatically resets the asset mix of stocks, bonds, and cash equivalents in its portfolio according to a selected time frame that is appropriate for a particular investor. A target date is structured to address a projected retirement date.
- $((\frac{10}{10}))(9)$  "Washington small business retirement marketplace" or "marketplace" means the retirement savings program created to connect eligible employers and their employees with approved plans to increase retirement savings.
- Sec. 16. RCW 43.330.735 and 2017 c 69 s 1 are each amended to read as follows:
- (1) The Washington small business retirement marketplace is created.
- (2) Prior to connecting any eligible employer with an approved plan in the marketplace, the director shall design a plan for the operation of the marketplace.

- (3) The director shall consult with the Washington state department of retirement systems, the Washington state investment board, and the department of financial institutions in designing and managing the marketplace.
- (4) The director shall approve for participation in the marketplace all private sector financial services firms ((that meet the requirements of)), as defined in RCW 43.330.732(((7))).
- (5) A range of investment options must be provided to meet the needs of investors with various levels of risk tolerance and various ages. The director must approve a diverse array of private retirement plan options that are available to employers on a voluntary basis, including but not limited to life insurance plans that are designed for retirement purposes, and plans for eligible employer participation such as((÷  $\frac{(a)}{(a)}$  A)) a SIMPLE IRA-type plan that provides for employer contributions to participating enrollee accounts((; and (b) a payroll deduction individual retirement account type plan or workplace-based individual retirement accounts open to all workers in which the employer does not contribute to the employees i account)).
- (6)(a) Prior to approving a plan to be offered on the marketplace, the department must receive verification from the department of financial institutions or the office of the insurance commissioner:
- (i) That the private sector financial services firm offering the plan meets the  $((\frac{\text{requirements}}{\text{of}}))$  definition in RCW 43.330.732 $((\frac{\text{(+7)}}{\text{)}})$ ; and
- (ii) That the plan meets the requirements of this section excluding subsection (9) of this section which is subject to federal laws and regulations.
- (b) If the plan includes either life insurance or annuity products, or both, the office of the insurance commissioner may request that the department of financial institutions conduct the plan review as provided in (a)(ii) of this subsection prior to submitting its verification to the department.
- (c) The director may remove approved plans that no longer meet the requirements of this chapter.
- (7) The financial services firms participating in the marketplace must offer a minimum of two product options: (a) A target date or other similar fund, with asset allocations and maturities designed to coincide with the expected date of retirement and (b) a balanced fund. ((The marketplace must offer myRA.))
- (8) In order for the marketplace to operate, there must be at least two approved plans on the marketplace; however, nothing in this subsection shall be construed to limit the number of private sector financial services firms with approved plans from participating in the marketplace.
- (9) Approved plans must meet federal law or regulation for internal revenue service approved retirement plans.
- (10) The approved plans must include the option for enrollees to roll pretax contributions into a different individual retirement account or another eligible retirement plan after ceasing participation

in a plan approved by the Washington small business retirement marketplace.

- (11) Financial services firms selected by the department to offer approved plans on the marketplace may not charge the participating employer an administrative fee and may not charge enrollees more than one hundred basis points in total annual fees and must provide information about their product's historical investment performance. Financial services firms may charge enrollees a de minimis fee for new and/or low balance accounts in amounts negotiated and agreed upon by the department and financial services firms. The director shall limit plans to those with total fees the director considers reasonable based on all the facts and circumstances.
- (12) Participation in the Washington small business retirement marketplace is voluntary for both eligible employers and qualified employees.
- (13) Enrollment in any approved plan offered in the marketplace is not an entitlement.

# PART III WASHINGTON SAVES - ADMINISTRATIVE ACCOUNT - RETAIN OWN INTEREST

- **Sec. 17.** RCW 43.79A.040 and 2023 c 389 s 8, 2023 c 387 s 2, 2023 c 380 s 6, 2023 c 213 s 9, 2023 c 170 s 19, and 2023 c 12 s 2 are each reenacted and amended to read as follows:
- (1) Money in the treasurer's trust fund may be deposited, invested, and reinvested by the state treasurer in accordance with RCW 43.84.080 in the same manner and to the same extent as if the money were in the state treasury, and may be commingled with moneys in the state treasury for cash management and cash balance purposes.
- (2) All income received from investment of the treasurer's trust fund must be set aside in an account in the treasury trust fund to be known as the investment income account.
- (3) The investment income account may be utilized for the payment of purchased banking services on behalf of treasurer's trust funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasurer or affected state agencies. The investment income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments must occur prior to distribution of earnings set forth in subsection (4) of this section.
- (4)(a) Monthly, the state treasurer must distribute the earnings credited to the investment income account to the state general fund except under (b), (c), and (d) of this subsection.
- (b) The following accounts and funds must receive their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The 24/7 sobriety account, the Washington promise scholarship account, the Gina Grant Bull memorial legislative page scholarship account, the Rosa Franklin legislative internship program scholarship account, the

Washington advanced college tuition payment program account, the Washington college savings program account, the accessible communities account, the Washington achieving a better life experience program account, the Washington career and college pathways innovation challenge program account, the community and technical college innovation account, the agricultural local fund, the American Indian scholarship endowment fund, the behavioral health loan repayment program account, the Billy Frank Jr. national statuary hall collection fund, the foster care scholarship endowment fund, the foster care endowed scholarship trust fund, the contract harvesting revolving account, the Washington state combined fund drive account, the commemorative works account, the county 911 excise tax account, the county road administration board emergency loan account, the toll collection account, the developmental disabilities endowment trust fund, the energy account, the energy facility site evaluation council account, the fair fund, the family and account, the fair fund, the family and medical leave insurance account, the fish and wildlife federal lands revolving account, the natural resources federal lands revolving account, the food animal conditional scholarship account, the forest health revolving account, the fruit and vegetable inspection account, the educator conditional scholarship account, the game farm alternative account, the GET ready for math and science scholarship account, the Washington global health technologies and product development account, the grain inspection revolving fund, the Washington history day account, the industrial insurance rainy day fund, the juvenile accountability incentive account, the law enforcement officers' and firefighters' plan 2 expense fund, the local tourism promotion account, the low-income home rehabilitation the medication for people living account, with HIV rebate revenue account, the homeowner recovery account, the multiagency permitting team account, the northeast wolf-livestock management account, the pollution liability insurance program trust account, the produce railcar pool account, the public use general aviation airport loan revolving account, the regional transportation investment district account, the rural rehabilitation account, the Washington sexual assault kit account, the stadium and exhibition center account, youth athletic facility account, the self-insurance revolving fund, children's trust fund, the Washington horse racing commission Washington bred owners' bonus fund and breeder awards account, the Washington horse racing commission class C purse fund account, the individual development account program account, the Washington horse racing commission operating account, the life sciences discovery fund, the Washington state library-archives building account, the reduced cigarette ignition propensity account, the center for deaf and hard of hearing youth account, the school for the blind account, t.he Millersylvania park trust fund, the public employees' and retirees' insurance reserve fund, the school employees' benefits board

insurance reserve fund, employees' and retirees' insurance account, the school employees' insurance account, the long-term services and supports trust account, the radiation perpetual maintenance fund, the Indian health improvement reinvestment account, the department of licensing tuition recovery trust fund, the student achievement council tuition recovery trust fund, the tuition recovery trust fund, the industrial insurance premium refund account, the mobile home park relocation fund, the natural resources deposit fund, the Washington state health insurance pool account, the federal forest revolving account, the Washington saves administrative treasury trust account, and the library operations account.

(c) The following accounts and funds must receive 80 percent of their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The advance right-of-way revolving fund, the advanced environmental mitigation revolving account, the federal narcotics asset forfeitures account, the high occupancy vehicle account, the local rail service assistance account, and the miscellaneous transportation programs account.

(d) Any state agency that has independent authority over accounts or funds not statutorily required to be held in the custody of the state treasurer that deposits funds into a fund or account in the custody of the state treasurer pursuant to an agreement with the office of the state treasurer shall receive its proportionate share of earnings based upon each account's or fund's average daily balance for the period.

(5) In conformance with Article II, section 37 of the state Constitution, no trust accounts or funds shall be allocated earnings without the specific affirmative directive of this section.

Sec. 18. RCW 43.79A.040 and 2023 c 389 s 8, 2023 c 387 s 2, 2023 c 380 s 6, 2023 c 213 s 9, and 2023 c 12 s 2 are each reenacted and amended to read as follows:

(1) Money in the treasurer's trust fund may be deposited, invested, and reinvested by the state treasurer in accordance with RCW 43.84.080 in the same manner and to the same extent as if the money were in the state treasury, and may be commingled with moneys in the state treasury for cash management and cash balance purposes.

(2) All income received from investment of the treasurer's trust fund must be set aside in an account in the treasury trust fund to be known as the investment income account.

(3) The investment income account may be utilized for the payment of purchased banking services on behalf of treasurer's trust funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasurer or affected state agencies. The investment income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments must occur prior to

distribution of earnings set forth in subsection (4) of this section.

(4) (a) Monthly, the state treasurer must distribute the earnings credited to the investment income account to the state general fund except under (b), (c), and (d) of this subsection.

(b) The following accounts and funds must receive their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The 24/7 sobriety account, the Washington promise scholarship account, the Gina Grant Bull memorial legislative page scholarship account, the Rosa Franklin legislative internship program scholarship account, the Washington advanced college tuition payment program account, the Washington college savings program account, the accessible communities account, the Washington achieving a better life experience program account, the Washington career and college pathways innovation challenge program account, the community and technical college innovation account, the agricultural local fund, the American Indian scholarship endowment fund, the behavioral health loan repayment program account, the Billy Frank  ${\tt Jr.}$  national statuary hall collection fund, the foster care scholarship endowment fund, the foster care endowed scholarship trust fund, the contract harvesting revolving account, the Washington state combined fund drive account, the commemorative works account, the county 911 excise tax account, the county road administration board emergency loan account, the toll collection account, the developmental disabilities endowment trust fund, the energy account, the energy facility site evaluation council account, the fair fund, the family and medical leave insurance account, the fish and wildlife federal lands revolving account, the natural resources federal lands revolving account, the food animal veterinarian conditional scholarship account, the forest health revolving account, the fruit and vegetable inspection account, the educator scholarship account, the conditional game farm alternative account, the GET ready for math and science scholarship account, the Washington global health technologies and washington global health technologies and product development account, the grain inspection revolving fund, the Washington history day account, the industrial insurance rainy day fund, the juvenile accountability incentive account, the law enforcement officers' and firefighters' plan 2 expense fund, the local tourism promotion account, the low-income home rehabilitation account, the medication for people living with HIV rebate revenue account, the homeowner recovery account, the multiagency permitting team account, the northeast Washington wolf-livestock management account, the produce railcar pool account, the public use general aviation airport loan revolving account, the regional transportation investment district account, the rural rehabilitation account, the Washington sexual assault kit account, the stadium and exhibition center account, the youth athletic facility account, the self-insurance revolving fund, the children's trust fund, the Washington horse racing

commission Washington bred owners' bonus fund and breeder awards account, the Washington horse racing commission class C purse fund account, the individual development account program account, the Washington horse racing commission operating account, the life sciences discovery fund, the Washington state library-archives building account, the reduced cigarette ignition propensity account, the center for deaf and hard of hearing youth account, the school for the blind account, Millersylvania park trust fund, the public employees' and retirees' insurance reserve fund, the school employees' benefits board insurance reserve fund, the public employees' and retirees' insurance account, the school employees' insurance account, the long-term services and supports trust account, the radiation perpetual maintenance fund, the Indian health improvement reinvestment account, the department of licensing tuition recovery trust fund, the student achievement council tuition recovery trust fund, the tuition recovery trust fund, the industrial insurance premium refund account, the mobile home park relocation fund, the natural resources deposit fund, the Washington state health insurance pool account, the federal forest revolving account, the Washington saves administrative treasury trust account, and the library operations account.

(c) The following accounts and funds must receive 80 percent of their proportionate share of earnings based upon each account's or fund's average daily balance for the period: The advance right-of-way revolving fund, the advanced environmental mitigation revolving account, the federal narcotics asset forfeitures account, the high occupancy vehicle account, the local rail service assistance account, and the miscellaneous transportation programs account.

(d) Any state agency that has independent authority over accounts or funds not statutorily required to be held in the custody of the state treasurer that deposits funds into a fund or account in the custody of the state treasurer pursuant to an agreement with the office of the state treasurer shall receive its proportionate share of earnings based upon each account's or fund's average daily balance for the period.

(5) In conformance with Article II, section 37 of the state Constitution, no trust accounts or funds shall be allocated earnings without the specific affirmative directive of this section.

#### PART IV MISCELLANEOUS

 $\underline{\text{NEW SECTION.}}$  Sec. 19. Section 17 of this act expires July 1, 2030.

NEW SECTION. Sec. 20. (1) Section 17
of this act takes effect July 1, 2024.
(2) Section 18 of this act takes effect

July 1, 2030.

 $\underline{\text{NEW SECTION.}}$  Sec. 21. Sections 1 through 13 of this act constitute a new chapter in Title 19 RCW.

NEW SECTION. Sec. 22. If any part of this act is found to be in conflict with federal requirements that are a prescribed condition to the allocation of federal funds to the state or the eligibility of employers in this state for federal unemployment tax credits, the conflicting part of this act is inoperative solely to the extent of the conflict, and the finding or determination not affect the operation of the remainder of this act. Rules adopted under this act must meet federal requirements that are a necessary condition to the receipt of federal funds by the state or the granting of federal unemployment tax credits employers in this state."

Correct the title.

Signed by Representatives Walen, Chair; Reeves, Vice Chair; Robertson, Ranking Minority Member; Donaghy; Hackney; Ryu; Sandlin and Volz.

MINORITY recommendation: Without recommendation. Signed by Representatives McClintock, Assistant Ranking Minority Member; ; Connors; Corry; and Santos.

Referred to Committee on Appropriations

February 21, 2024

ESB 6072

Prime Sponsor, Senator Keiser: Addressing recommendations of the long-term services and supports trust commission. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; , Vice Chair; ; Bronoske; Davis; Macri; Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representatives Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; Graham; Maycumber; and Mosbrucker.

MINORITY recommendation: Without recommendation. Signed by Representatives ; and Caldier.

Referred to Committee on Appropriations

February 20, 2024

SB 6079

Prime Sponsor, Senator Boehnke: Making juvenile detention records available to managed health care systems. Reported by Committee on Early Learning & Human Services

MAJORITY recommendation: Do pass. Signed by Representatives Senn, Chair; Cortes, Vice Chair; Rule, Vice Chair; Eslick, Ranking Minority Member; Couture, Assistant Ranking Minority Member; Callan; Dent; Goodman; Ortiz-Self; Taylor and Walsh.

Referred to Committee on Rules for second reading

February 20, 2024

E2SSB 6092

Prime Sponsor, Ways & Means: Concerning disclosure of greenhouse gas emissions. Reported by Committee on Environment & Energy

MAJORITY recommendation: Do pass. Signed by Representatives Doglio, Chair; Mena, Vice Chair; Berry; Duerr; Fey; Lekanoff; Ramel; Slatter and Street.

MINORITY recommendation: Do not pass. Signed by Representatives Dye, Ranking Minority Member; Ybarra, Assistant Ranking Minority Member; ; Abbarno; Barnard; and Sandlin.

Referred to Committee on Appropriations

February 20, 2024

ESB 6095

Prime Sponsor, Senator Robinson: Establishing clear authority for the secretary of health to issue standing orders. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Vice Chair; Bronoske; Davis; Macri; Simmons; Stonier and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representatives Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; Caldier; Graham; Maycumber; and Mosbrucker.

Referred to Committee on Rules for second reading

February 20, 2024

ESSB 6105

Prime Sponsor, Labor & Commerce: Creating safer working conditions in adult entertainment establishments. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 49.17.470 and 2019 c 304 s 1 are each amended to read as follows:

- (1)(a) The department shall develop or contract for the development of training for entertainers. The training must include, but not be limited to:
- (i) Education about the rights and responsibilities of entertainers, including with respect to working as an employee or independent contractor;
- (ii) Reporting of workplace injuries, including sexual and physical abuse and sexual harassment;
  - (iii) The risk of human trafficking;
- (iv) Financial aspects of the entertainer
  profession; and
  - (v) Resources for assistance.
- (b) As a condition of receiving or renewing an adult entertainer license issued by a local government on or after July 1, 2020, an entertainer must provide proof that the entertainer took the training described in (a) of this subsection. The department must make the training reasonably available to allow entertainers sufficient time to take the training in order to receive or renew their licenses on or after July 1, 2020.
- (2) (a) An adult entertainment establishment must provide training to its employees other than entertainers to minimize occurrences of unprofessional

behavior and enable employees to support entertainers in times of conflict.

- (b) An establishment must require all employees other than entertainers to complete the training by the later of: (i) July 1, 2025; or (ii) within 30 days of hiring for recorded content or 120 days of hiring for live courses. Employees must complete the training at least every two years thereafter.
- (c) The training content must be developed and provided by a third-party qualified professional with experience and expertise in personnel training. If possible, the training should be designed for use by adult entertainment establishments. When practicable, the training must be translated if necessary for one or more non-English-speaking employees to understand the training.
- (d) The training topics must include, but are not limited to:
- (i) Preventing sexual harassment, sexual discrimination, and assault in the workplace;
- (ii) Information on how to identify and report human trafficking;
- (iii) Conflict deescalation between entertainers, other employees, and patrons; and
- (iv) Providing first aid.
- (e) An adult entertainment establishment must offer entertainers the ability to opt in to trainings offered under this subsection.
- (f) The department may require annual reporting on training required under this subsection in a manner determined by the department.
- (3) An adult entertainment establishment must provide ((a)) an accessible panic button in each room in the establishment in which an entertainer may be alone with a customer, and in bathrooms and dressing rooms. An entertainer may use the panic button if the entertainer has been harmed, reasonably believes there is a risk of harm, or there is ((an other)) another emergency in the entertainer's presence. The entertainer may cease work and leave the immediate area to await the arrival of assistance. The establishment must provide to the department, at least annually, proof of compliance with this subsection and maintenance records showing that panic buttons are maintained and checked to ensure they are in working condition.
- $((\frac{(3)}{(3)}))(\underline{4})(a)$  An adult entertainment establishment must record ((accusations)) allegations it receives that a customer has committed sex trafficking, prostitution, promotion of prostitution, or an act of violence, including assault, sexual assault, or sexual harassment, towards an entertainer. The establishment must make every effort to obtain the customer's name and if the establishment cannot determine the name, it must record as much identifying information about customer as is reasonably possible. The establishment must retain a record of the detail about the incident for at ive years after the customer's identifying information <u>written</u> least five years after the most recent ((accusation))allegation.

- (b) If an ((accusation))allegation involving a customer is supported by a statement made under penalty of perjury or other evidence, the adult entertainment establishment must decline to allow the customer to return to the establishment for at least three years after the date of the incident. The establishment must share the information about the customer with other establishments with common ownership and those establishments with common ownership must also decline to allow the customer to enter those establishments for at least three years after the date of the incident. No entertainer may be required to provide such a statement.
- (c) An establishment must have written policies and procedures for employees and entertainers to record allegations involving a customer under this subsection.
- ((4+))(5) An adult entertainment establishment must provide at least one dedicated security person on the premises during operating hours whose primary duty is security. The department must adopt rules for requiring security persons to not have duties other than security during peak operating hours when necessary, and requiring additional security persons when necessary. The rules must take into account:
  - (a) The size of the establishment;
- (b) The layout and floor plan of the establishment;
  - (c) The occupancy and patron volume;
  - (d) Security cameras and panic buttons;
- (e) The history of security events at the establishment; and
- $\underline{\mbox{(f)}}$  Other factors identified by the department.
- (6) An adult entertainment establishment must:
- (a) Provide appropriate cleaning supplies at all stage performance areas;
- (b) Equip dressing or locker rooms for entertainers with a keypad requiring a code to enter; and
- (c) Display signage at the entrance directing customers to resources on appropriate etiquette.
- (7) An adult entertainment establishment must have written processes and procedures accessible to all employees and entertainers for:
- (a) Responding to customer violence or criminal activity, including when police are called; and
- (b) Ejecting customers who violate club policies, including intoxication or other inappropriate or illegal behavior.
- (8) For the purposes of enforcement, except for subsection (1) of this section, this section shall be considered a safety or health standard under this chapter. The department must share information regarding violations of this section with the liquor and cannabis board. The department must share any other information collected under this chapter and requested by the liquor and cannabis board for the purposes of safeguarding worker safety in establishments seeking, or operating with, a license to serve alcohol.
- (((5)))(9) This section does not affect an employer's responsibility to provide a place of employment free from recognized

hazards or to otherwise comply with this chapter and other employment laws.

((<del>(6)</del> The department shall convene an entertainer advisory committee to assist with the implementation of this section, including the elements of the training under subsection (1) of this section. At least half of the advisory committee members must be former entertainers who held or current entertainers who have held an adult entertainer license issued by a local government for at least five years. At least one member of the advisory committee must be an adult entertainment establishment which is licensed by a local government and operating in the state of Washington. The advisory committee shall also consider whether additional measures would increase the safety and security of entertainers, such as by examining ways to make the procedures described in subsection (3) of this section more effective and reviewing the fee structure for entertainers. If the advisory committee finds and recommends additional measures that would increase the safety and security of entertainers and that those additional measures would require <del>legislative action, the department must</del> report those recommendations to the appropriate committees of the legislature.

(7))(10) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.

(a) "Adult entertainment" means any exhibition, performance, or dance of any type conducted ((in)) within the view of one or more members of the public inside a premises where such exhibition, performance, or dance involves an entertainer, who ((÷

(i) Is)) is unclothed or in such attire, costume, or clothing as to expose to view any portion of the breast below the top of the areola or any portion of the pubic region, anus, ((buttocks,)) vulva, or genitals((; or

(ii) Touches, caresses, or fondles the breasts, buttocks, anus, genitals, or pubic region of another person, or permits the touching, caressing, or fondling of the entertainer's own breasts, buttocks, anus, genitals, or pubic region by another person)), with ((the))an intent to sexually arouse or excite another person.

(b) "Adult entertainment establishment" or "establishment" means any business to which the public, patrons, or members are invited or admitted where an entertainer provides adult entertainment to a member of the public, a patron, or a member.

the public, a patron, or a member.

(c) "Entertainer" means any person who provides adult entertainment within an adult entertainment establishment, whether or not a fee is charged or accepted for entertainment and whether or not the person is an employee under RCW 49.17.020.

(d) "Panic button" means an emergency contact device by which the entertainer may summon immediate on-scene assistance from another entertainer, a security guard, or a representative of the ((<del>[adult]</del>))adult entertainment establishment.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 49.46 RCW to read as follows:

- (1) No adult entertainment establishment may allow any person under the age of 18 on the premises. If an establishment serves alcohol, the establishment may not allow any person under the age of 21 on the premises. This includes, but is not limited to, any employee, entertainer, contractor, or customer.
- (2) Any leasing fee or other fee charged by an establishment to an entertainer must:
- (a) Apply equally to all entertainers in a given establishment;
  - (b) Be stated in a written contract; and
- (c) Continue to apply for a period of not less than three months with effective dates.
- (3) An establishment may not charge an entertainer:
- (a) Any fees or interest for late payment or nonpayment of any fee;
- (b) A fee for failure to appear at a scheduled time;
- (c) Any fees or interest that result in the entertainer carrying forward an unpaid balance from any previously incurred leasing fee:
- (d) Any leasing fee in an amount greater than the entertainer receives during the applicable period of access to or usage of the establishment premises; or
- (e)(i) Within an eight-hour period, any leasing fee that exceeds:
- (A) The lesser of \$150 or 30 percent of amounts collected by the entertainer, excluding amounts collected for adult entertainment provided in a private performance area; and
- (B) 30 percent of amounts collected by the entertainer for adult entertainment provided in a private performance area.
- (ii) If an establishment charges an entertainer a leasing fee, the contract must include a method for estimating the total amount collected by the entertainer in any eight-hour period for the purposes of this subsection (e).
- (4) This section does not prevent an establishment from providing leasing discounts or credits to encourage scheduling or charge leasing fees that vary based on the time of day.
- (5) All establishments must display signage in areas designated for entertainers that entertainers are not required to surrender any tips or gratuities and an establishment may not take adverse action against an entertainer in response to the entertainer's use or collection of tips or gratuities.
- (6) No establishment may refuse to provide an entertainer with written notice of the reason or reasons for any termination or refusal to rehire the entertainer. Such notice must be provided within 10 business days of the termination or refusal to rehire the entertainer.
- (7) The department may enforce subsections (2) through (6) of this section under the provisions of this chapter and any applicable rules. Any amounts owed to an entertainer under this section may be enforced as a wage payment requirement under RCW 49.48.082. Any other violation may be enforced as an administrative violation

under this chapter and any applicable rules. The department must share information regarding violations of this section with the liquor and cannabis board.

(8) The department may adopt rules to

implement this chapter.

- (9) The department must adjust the dollar amount in subsection (3)(e) of this section every two years, beginning January 1, 2027, based upon changes in the consumer price index during that time period.
  - (10) For purposes of this section:

(a) "Adult entertainment" has the same meaning as in RCW 49.17.470.

(b) "Adult entertainment establishment" or "establishment" has the same meaning as in RCW 49.17.470.

(c) "Entertainer" means any person who provides adult entertainment within an adult entertainment establishment, whether or not a fee is charged or accepted for entertainment and whether or not the person is an employee under RCW 49.46.010.

(d) "Leasing fee" means a fee, charge, or other request for money from an entertainer by an establishment in exchange for the entertainer's access or use of the establishment premises or for allowing an entertainer to conduct entertainment on the

premises.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 49.44 RCW to read as follows:

- (1) A city with a population of more than 650,000 or a county with a population of more than 2,000,000 may not adopt or enforce ordinances or regulations that:
- (a) Limit or prohibit an entertainer from collecting payment for adult entertainment from customers; or
- (b) Restrict an entertainer's proximity or distance from others before or after any adult entertainment, or restrict the customer's proximity or distance from the stage during any adult entertainment, so long as there is no contact between the dancers and customers.
  - (2) For the purposes of this section:
- (a) "Entertainer" has the same meaning as in RCW 49.17.470.
- (b) "Entertainment" has the same meaning as "adult entertainment" in RCW 49.17.470.
- (c) "Establishment" has the same meaning as "adult entertainment establishment" in RCW 49.17.470.

 $\underline{\text{NEW SECTION.}}$  Sec. 4. A new section is added to chapter 66.24 RCW to read as follows:

- (1) The board may not adopt a rule or enforce any such rule restricting the exposure of body parts by any licensee under this title, its employees or patrons, or any other person under the control or direction of the licensee or an employee, or otherwise restricting sexually oriented conduct of any licensee under this title, its employees or patrons, or any other person under the control or direction of the licensee or an employee.
- (2) This section may not be construed to permit conduct that is otherwise prohibited under other statutes in the Revised Code of Washington.

NEW SECTION. Sec. 5. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.

NEW SECTION. Sec. 6. Sections 1 and 2 of this act take effect January 1, 2025."

Correct the title.

Signed by Representatives Berry, Chair; Fosse, Vice Chair; Bronoske; Doglio; Ormsby and Ortiz-Self.

MINORITY recommendation: Without recommendation. Signed by Representatives Schmidt, Ranking Minority Member; Rude; and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

ESSB 6110 Prime Sponsor, Human Services:
Modernizing the child fatality statute.
Reported by Committee on Early Learning &
Human Services

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 70.05.170 and 2010 c 128 s 1 are each amended to read as follows:

- (1)(a) The legislature finds that the mortality rate in Washington state among infants and children less than ((eighteen))19 years of age is unacceptably high, and that such mortality may be preventable. The legislature further finds that, through the performance of child ((mortality))fatality reviews, preventable causes of child mortality can be identified and addressed, thereby reducing the infant and child mortality in Washington state.
- (b) It is the intent of the legislature to encourage the performance of child ((death)) fatality reviews by local health departments by providing necessary legal protections to the families of children whose deaths are studied, local health department officials and employees, and health care professionals participating in child ((mortality)) fatality review committee activities.
- (2) As used in this section, department as such department is defined in RCW 70.05.010 for examining factors that contribute to deaths of children ((less than eighteen))up to 19 years of age. The process may include a systematic review of medical, clinical, and hospital records; home interviews of parents and caretakers of have died; children who analysis children who have died; analysis of individual case information; and review of this information by a team of professionals in order to identify modifiable medical, socioeconomic, public health, behavioral, educational, administrative, environmental factors associated with each death.

Local health departments are to authorized child conduct ((mortality)) fatality reviews. In conducting such reviews, the following provisions shall apply:

(a) All health care information collected as part of a child ((mortality)) fatality review is confidential, subject to the restrictions on disclosure provided for in chapter 70.02 RCW. When documents collected as part of a child ((mortality)) fatality review, the records may be used solely by local health departments for the purposes of the review.

- (b) ((No identifying information related the deceased child, the child's guardians, or anyone interviewed as part of the child mortality review may be disclosed. Any such information shall be redacted from any records produced as part of the
  review.))Local health departments and the <u>department may retain identifiable</u> information and geographic information on each case for the purposes of determining trends, performing analysis over time, and for quality improvement efforts. Information and records prepared, owned, used, or retained by the local health departments, their respective offices, or staff that reveals the identification and location of any person or persons being the subject of review shall not be made public in accordance with RCW 42.56.365.
- (c) Any witness statements or documents collected from witnesses, or summaries or analyses of those statements or records prepared exclusively for purposes of a child ((mortality)) fatality review, are not subject to public disclosure, discovery, subpoena, or introduction into evidence in any administrative, civil, or criminal proceeding related to the death of a child reviewed. This provision does not restrict or limit the discovery or subpoena from a health care provider of records or documents maintained by such health care provider in the ordinary course of business, whether or not such records or documents may have been supplied to a local health department pursuant to this section. This provision shall not restrict or limit the discovery or subpoena of documents from such witnesses simply because a copy of a document was collected as part of a child
- ((mortality)) <u>fatality</u> review. (d) No local health department official or employee, and no members of technical committees established to perform case reviews of selected child deaths may be examined in any administrative, civil, or criminal proceeding as to the existence or contents of documents assembled, prepared, or maintained for purposes of a child ((mortality)) fatality review.
- (e) This section shall not be construed to prohibit or restrict any person from reporting suspected child abuse or neglect under chapter 26.44  $\text{RCW}_{\boldsymbol{L}}$  nor to limit access to or use of any records, documents, information, or testimony in any civil or criminal action arising out of any report made pursuant to chapter 26.44 RCW, nor to require disclosures in conflict with federal
- ((+4+))(f) If the team identifies a current, reportable, and unresolved concern

- about child abuse or neglect, it may designate one member to make a report to the child abuse hotline. This subsection does not create a mandatory duty under RCW 26.44.030 for any review team or individual review team member.
- (4) To aid in a child fatality review, the local health department may:
- (a) Request and receive data for specific fatalities including, but not limited to, all medical records related to the child death, autopsy reports, medical examiner reports, coroner reports, and school, the criminal justice system, law enforcement, and social services records; and
- (b) Request and receive data described in (a) of this subsection from health care providers, health care facilities, clinics, schools, the criminal justice system, law enforcement, laboratories, medical examiners, examiners, coroners, professions and facilities licensed by the department, local health departments, the health care authority and its licensees and providers, the department of social and health services and its licensees and providers, and the department of children, youth, and families
- and its licensees and providers.
  (5) Upon request by the local health department, health care providers, health care facilities, clinics, schools, the criminal justice system, law enforcement, laboratories, medical examiners, coroners, professions and facilities licensed by the department of health, local health departments, the health care authority and its licensees and providers, the department of social and health services and its licensees and providers, and the department of children, youth, and families and its licensees and providers must provide all medical records related to the child, autopsy reports, medical examiner reports, <u>coroner reports, social services records,</u> and other data requested for specific child fatality reviews to the local health department. Data described in certifications and informational copies of birth and death records issued from the state vital records system shall be provided at no charge.
- (6) The department shall assist local health departments to collect the reports of any child ((mortality)) fatality reviews conducted by local health departments and assist with entering the reports into a database ((to the extent that the data is not protected under subsection (3) of this section. Notwithstanding subsection (3) of this section, the department shall respond to any requests for data from the database to the extent permitted for health care information under chapter 70.02 RCW)). All information submitted to the department and local health departments pursuant to this subsection is not subject to public <u>disclosure, discovery, subpoena, or</u> introduction into evidence in administrative, civil, or criminal proceeding related to the death of a child reviewed. In addition, the department shall provide technical assistance to local health departments and child death review conducting child coordinators ((mortality)) fatality reviews and encourage communication among child ((death)) <u>fatality</u> review teams. ((<u>The department shall conduct</u>

these activities using only federal and private funding.

(5))(7) This section does not prevent the department or a local health department from publishing statistical compilations and reports related to the child ((mortality)) fatality review. Any portions of such compilations and reports that identify individual cases and sources of information must be redacted. These reports may be used in the development and coordination of statewide child fatality prevention strategies and interventions."

Correct the title.

Signed by Representatives Senn, Chair; Cortes, Vice Chair; Callan; Goodman; Ortiz-Self and Taylor.

MINORITY recommendation: Do not pass. Signed by Representatives Rule, Vice Chair; Eslick, Ranking Minority Member; Couture, Assistant Ranking Minority Member; Dent; and Walsh.

Referred to Committee on Rules for second reading

February 21, 2024

ESB 6120

Prime Sponsor, Senator Van De Wege: Concerning the Wildland Urban Interface Code. Reported by Committee on Local Government

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 19.27.031 and 2018 c 189 s 1 are each amended to read as follows:

Except as otherwise provided in this chapter, there shall be in effect in all counties and cities the state building code which shall consist of the following codes which are hereby adopted by reference:

- (1)(a) The International Building Code, published by the International Code Council, Inc.;
- (b) The International Residential Code, published by the International Code Council, Inc.:
- (2) The International Mechanical Code, published by the International Code Council, Inc., except that the standards for liquefied petroleum gas installations shall be NFPA 58 (Storage and Handling of Liquefied Petroleum Gases) and ANSI Z223.1/NFPA 54 (National Fuel Gas Code);
- (3) The International Fire Code, published by the International Code Council, Inc., including those standards of the National Fire Protection Association specifically referenced in the International Fire Code: PROVIDED, That, notwithstanding any wording in this code, participants in religious ceremonies shall not be precluded from carrying handheld candles;
- (4) ((Portions))Only those portions of the International Wildland Urban Interface Code, published by the International Code Council Inc., as ((set forth))specifically referenced in RCW 19.27.560(1), or the model International Wildland Urban Interface Code specifically referenced in RCW 19.27.560(2);

- (5) ((Except as provided in RCW 19.27.170, the)) The Uniform Plumbing Code and Uniform Plumbing Code Standards, published by the International Association of Plumbing and Mechanical Officials: PROVIDED, That any provisions of such code affecting sewers or fuel gas piping are not adopted:
- (6) The rules adopted by the council establishing standards for making buildings and facilities accessible to and usable by individuals with disabilities or elderly persons as provided in RCW 70.92.100 through 70.92.160; and
- (7) The state's climate zones for building purposes are designated in RCW 19.27A.020(3) and may not be changed through the adoption of a model code or rule.

In case of conflict among the codes enumerated in subsections (1), (2), (3), (4), and (5) of this section, the first named code shall govern over those following.

The codes enumerated in this section shall be adopted by the council as provided in RCW 19.27.074. The council shall solicit input from first responders to ensure that firefighter safety issues are addressed during the code adoption process.

The council may issue opinions relating to the codes at the request of a local official charged with the duty to enforce the enumerated codes.

- Sec. 2. RCW 19.27.074 and 2018 c 207 s 4 are each amended to read as follows:
- (1) The state building code council shall:
- (a) Adopt and maintain the codes to which reference is made in RCW 19.27.031 in a status which is consistent with the state's interest as set forth in RCW 19.27.020. In maintaining these codes, the council shall regularly review updated versions of the codes referred to in RCW 19.27.031 and other pertinent information and shall amend the codes as deemed appropriate by the council, provided, that Wildland Urban Interface Codes must be consistent with RCW 19.27.560;
- (b) Approve or deny all county or city amendments to any code referred to in RCW 19.27.031 to the degree the amendments apply to single-family or multifamily residential buildings;
- (c) As required by the legislature, develop and adopt any codes relating to buildings; and
- (d) Approve a proposed budget for the operation of the state building code council to be submitted by the department of enterprise services to the office of financial management pursuant to RCW 43.88.090.
  - (2) The state building code council may:
- (a) Appoint technical advisory committees which may include members of the council;
  - (b) Approve contracts for services; and
- (c) Conduct research into matters relating to any code or codes referred to in RCW 19.27.031 or any related matter.
- (3) The department of enterprise services, with the advice and input from the members of the building code council, shall:
- (a) Employ permanent and temporary staff and contract for services;

(b) Contract with an independent, thirdparty entity to perform a Washington energy code baseline economic analysis and economic analysis of code proposals; and

(c) Provide all administrative and information technology services required for

the building code council.

(4) Rule-making authority as authorized in this chapter resides within the building code council.

- (5)(a) All meetings of the state building code council shall be open to the public under the open public meetings act, chapter 42.30 RCW. All actions of the state building code council which adopt or amend any code of statewide applicability shall be pursuant to the administrative procedure act, chapter 34.05 RCW.
- (b) All council decisions relating to the codes enumerated in RCW 19.27.031 shall require approval by at least a majority of the members of the council.
- (c) All decisions to adopt or amend codes of statewide application shall be made prior to December 1 of any year and shall not take effect before the end of the regular legislative session in the next year.

Sec. 3. RCW 19.27.560 and 2018 c 189 s 2 are each amended to read as follows:

- (1) In addition to the provisions of RCW 19.27.031, the state building code shall, upon the completion of a statewide ((mapping of wildland urban interface areas consist of the following parts))wildfire hazard map and a base-level wildfire risk map for each county of the state, per RCW 43.30.580, consist of chapter 1 and the following technical provisions of the ((2018)) International Wildland Urban Interface Code, published by the International Code Council, Inc., which are hereby adopted by reference:
- (a) The following parts of ((section 504)) class 1 ignition-resistant construction:
- (i) (A) ((504.2)) Roof covering Roofs shall have a roof assembly that complies with class A rating when testing in accordance with American society for testing materials E 108 or underwriters laboratories 790. For roof coverings where the profile allows a space between the roof covering and roof decking, the space at the eave ends shall be fire stopped to preclude entry of flames or embers, or have one layer of seventy-two pound mineral-surfaced, nonperforated camp sheet complying with American society for testing materials D 3909 installed over the combustible decking.
- (B) The roof covering on buildings or structures in existence prior to the adoption of the wildland urban interface code under this section that are replaced or have fifty percent or more replaced in a twelve month period shall be replaced with a roof covering required for new construction based on the type of ignition-resistant construction specified in accordance with ((section 503 of)) the International Wildland Urban Interface Code.
- (C) The roof covering on any addition to a building or structure shall be replaced with a roof covering required for new construction based on the type of ignition-resistant construction specified in

- accordance with ((section 503 of)) the International Wildland Urban Interface Code.
- (ii) ((504.5)) Exterior walls Exterior walls of buildings or structures shall be constructed with one of the following methods:
- (A) Materials approved for not less than one hour fire-resistance rated construction on the exterior side;
  - (B) Approved noncombustible materials;
- (C) Heavy timber or log wall construction:
- (D) Fire retardant-treated wood on the exterior side. The fire retardant-treated wood shall be labeled for exterior use and meet the requirements of ((section 2303.2 of)) the International Building Code; or
- (E) Ignition-resistant materials on the exterior side.
- Such materials shall extend from the top of the foundation to the underside of the roof sheathing.
- (iii) (A) ((504.7)) Appendages and projections Unenclosed accessory structures attached to buildings with habitable spaces and projections, such as decks, shall not be less than one hour fireresistance rated construction, heavy timber construction, or constructed of one of the following:
  - (I) Approved noncombustible materials;
- (II) Fire retardant-treated wood identified for exterior use and meeting the requirements of ((section 2303.2 of)) the International Building Code; or
- (III) Ignition-resistant building materials in accordance with ((section 503.2 of)) the International Wildland Urban Interface Code.
- (B) Subsection (1) (a) (iii) (A) of this section does not apply to an unenclosed accessory structure attached to buildings with habitable spaces and projections, such as decks, attached to the first floor of a building if the structure is built with building materials at least two inches nominal depth and the area below the unenclosed accessory structure is screened with wire mesh screening to prevent embers from coming in from underneath.
- (b) ((Section 403.2)) Driveways Driveways shall be provided where any portion of an exterior wall of the first story of the building is located more than one hundred fifty feet from a fire apparatus access road. Driveways in excess of three hundred feet in length shall be provided with turnarounds and driveways in excess of five hundred feet in length and less than twenty feet in width shall be provided with turnouts and turnarounds. The county, city, or town will define the requirements for a turnout or turnaround as required in this subsection.
- (2) All counties, cities, and towns may adopt the International Wildland Urban Interface Code, published by the International Code Council, Inc., in whole or any portion thereof.
- (3) In adopting and maintaining the code enumerated in subsection(( $\pm$ )) (1) ((and  $\pm$ )) of this section, any amendment to the code as adopted under subsection(( $\pm$ )) ((and  $\pm$ )) of this section may not result in an International Wildland Urban Interface Code that is more than the minimum

performance standards and requirements contained in ((the published model eode))subsection (1) of this section.

(4) All counties, cities, and towns may complete their own wildfire hazard and base-level wildfire risk map for use in applying the code enumerated in subsections (1) and (2) of this section. Counties, cities, and towns may continue to use locally adopted wildfire risk maps until completion of a statewide wildfire hazard map and base-level wildfire risk map for each county of the state per RCW 43.30.580. Six months after the statewide wildfire hazard map and base-level wildfire risk map is complete, any map adopted by counties, cities, and towns must utilize the same or substantially similar criteria as the map required by subsection (1) of this section.

(5) All counties, cities, and towns issuing commercial and residential building permits for parcels in areas identified as high hazard and very high hazard on the map required by subsection (1) of this section or adopted according to subsection (4) of this section shall apply the code enumerated in subsections (1) or (2) of this section.

 $\bf Sec.~4.~$  RCW 43.30.580 and 2018 c 189 s 3 are each amended to read as follows:

(1) The department shall, to the extent practical within existing resources, establish a program of technical assistance to counties, cities, and towns for the development of findings of fact and maps establishing the wildland urban interface areas of jurisdictions in accordance with the requirements of the International Wildland Urban Interface Code as adopted by reference in RCW 19.27.560.

(2) The department shall develop and administer a grant program, subject to provided for this purpose, funding direct financial assistance provide t.o counties, cities, and towns for the development of findings of fact and maps establishing wildland urban interface areas. Applications for grant funds must submitted by counties, cities, and towns in accordance with regulations adopted by the department. The department is authorized to make and administer grants on the basis of applications, within appropriations authorized by the legislature, to any county, city, or town for the purpose of developing findings of fact and maps establishing wildland urban interface areas.

(3) The department shall establish and maintain a statewide wildfire hazard map and a base-level wildfire risk map for each of the state based upon criteria established in coordination with the state fire marshal office. The hazard map shall be made available on the department's website and shall designate areas as low, moderate, high, and very high wildfire hazard. risk map shall be made available on the <u>department's</u> website designate and <u>vulnerable resources or assets</u> based on their exposure and susceptibility hazard. The department <u>wildfire</u> shall <u>establish</u> a method by which local governments may update the wildfire hazard map and wildfire risk map based on local assessments and approved

jurisdiction's fire marshal. The department shall make publicly available the criteria and analysis utilized in assessing the wildfire hazard and risk.

NEW SECTION. Sec. 5. This act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect immediately."

Correct the title.

Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Appropriations

February 20, 2024

SSB 6121 Prime Sponsor, Environment, Energy & Technology: Concerning agricultural and forestry biomass. Reported by Committee on Environment & Energy

MAJORITY recommendation: Do pass. Signed by Representatives Doglio, Chair; Mena, Vice Chair; Dye, Ranking Minority Member; Ybarra, Assistant Ranking Minority Member; Abbarno; Barnard; Berry; Duerr; Fey; Lekanoff; Ramel; Sandlin; Slatter and Street.

Referred to Committee on Appropriations

February 21, 2024

SSB 6125

Prime Sponsor, Ways & Means: Preserving records and artifacts regarding the historical treatment of people with intellectual and developmental disabilities in Washington state. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; , Assistant Ranking Minority Member; Gregerson; Low and Mena.

Referred to Committee on Appropriations

February 20, 2024

ESSB 6127

Prime Sponsor, Health & Long Term Care: Increasing access to human immunodeficiency virus postexposure prophylaxis drugs or therapies. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 70.41 RCW to read as follows:

(1) A hospital must adopt a policy and have procedures in place, that conform with the guidelines issued by the centers for disease control and prevention, for the dispensing of human immunodeficiency virus postexposure prophylaxis drugs or therapies.

(2) This policy must ensure that hospital staff dispense or deliver as defined in RCW

18.64.011 to a patient, with a patient's informed consent, a 28-day supply of human immunodeficiency virus postexposure prophylaxis drugs or therapies following the patient's possible exposure to human immunodeficiency virus, unless medically contraindicated, inconsistent with accepted standards of care, or inconsistent with centers for disease control and prevention guidelines. When available, hospitals shall dispense or deliver generic human immunodeficiency virus postexposure prophylaxis drugs or therapies.

(3) Nothing in this section shall be construed to alter the coverage for reimbursement of postexposure prophylaxis

drugs through:

(a) The crime victims' compensation program, established in chapter 7.68 RCW, for drugs dispensed or delivered to sexual assault victims; or

(b) The industrial insurance act for drugs dispensed or delivered to a worker exposed to the human immunodeficiency virus through the course of employment.

Sec. 2. RCW 70.41.480 and 2022 c 25 s 1 are each amended to read as follows:

- (1) The legislature finds that quality, safe, and compassionate health care services for patients of Washington state must be available at all times. The legislature further finds that there is a need for patients being released from hospital emergency departments to maintain access to emergency medications when community or hospital pharmacy services are not available, including medication opioid overdose reversal and for for t.he treatment for opioid use disorder appropriate. It is the intent of as t.he legislature to accomplish this objective by allowing practitioners with prescriptive authority to prescribe limited amounts of prepackaged emergency medications patients being discharged from hospital emergency departments when access to community or outpatient hospital pharmacy services is not otherwise available.
- (2) A hospital may allow a practitioner to prescribe prepackaged emergency medications and allow a practitioner or a registered nurse licensed under chapter 18.79 RCW to distribute prepackaged emergency medications to patients being discharged from a hospital emergency department in the following circumstances:
- (a) During times when community or outpatient hospital pharmacy services are not available within 15 miles by road; ((er))
- (b) When, in the judgment of the practitioner and consistent with hospital policies and procedures, a patient has no reasonable ability to reach the local community or outpatient pharmacy; or

(c) When a patient is identified as needing human immunodeficiency virus postexposure prophylaxis drugs or therapies.

(3) A hospital may only allow this practice if: The director of the hospital pharmacy, in collaboration with appropriate hospital medical staff, develops policies and procedures regarding the following:

- (a) Development of a list, preapproved by the pharmacy director, of the types of emergency medications to be prepackaged and distributed;
- (b) Assurances that emergency medications to be prepackaged pursuant to this section are prepared by a pharmacist or under the supervision of a pharmacist licensed under chapter 18.64 RCW;
- (c) Development of specific criteria under which emergency prepackaged medications may be prescribed and distributed consistent with the limitations of this section;
- (d) Assurances that any practitioner authorized to prescribe prepackaged emergency medication or any nurse authorized to distribute prepackaged emergency medication is trained on the types of medications available and the circumstances under which they may be distributed;
- (e) Procedures to require practitioners intending to prescribe prepackaged emergency medications pursuant to this section to maintain a valid prescription either in writing or electronically in the patient's records prior to a medication being distributed to a patient;
- (f) Establishment of a limit of no more than a 48 hour supply of emergency medication as the maximum to be dispensed to a patient, except when community or hospital pharmacy services will not be available within 48 hours((. In no case may the policy allow a supply exceeding 96 hours be dispensed)), or when antibiotics or human immunodeficiency virus postexposure prophylaxis drugs or therapies are required;

(g) Assurances that prepackaged emergency medications will be kept in a secure location in or near the emergency department in such a manner as to preclude the necessity for entry into the pharmacy; and

(h) Assurances that nurses or practitioners will distribute prepackaged emergency medications to patients only after a practitioner has counseled the patient on the medication.

(4) The delivery of a single dose of medication for immediate administration to the patient is not subject to the

requirements of this section.

(5) Nothing in this section restricts the authority of a practitioner in a hospital emergency department to distribute opioid overdose reversal medication under RCW 69.41.095.

(6) A practitioner or a nurse in a hospital emergency department must dispense or distribute opioid overdose reversal medication in compliance with RCW 70.41.485.

(7) For purposes of this section:

- (a) "Emergency medication" means any medication commonly prescribed to emergency department patients, including those drugs, substances or immediate precursors listed in schedules II through V of the uniform controlled substances act, chapter 69.50 RCW, as now or hereafter amended.
- (b) "Distribute" means the delivery of a drug or device other than by administering or dispensing.
- (c) "Opioid overdose reversal medication" has the same meaning as provided in RCW 69.41.095.

(d) "Practitioner" means any person duly authorized by law or rule in the state of Washington to prescribe drugs as defined in RCW 18.64.011(29).

(e) "Nurse" means a registered nurse or licensed practical nurse as defined in chapter 18.79 RCW.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 48.43 RCW to read as follows:

(1) Except as provided in subsection (2) of this section, for nongrandfathered health plans issued or renewed on or after January 1, 2025, a health carrier may not impose cost sharing or require prior authorization for the drugs that comprise at least one regimen recommended by the centers for disease control and prevention for human immunodeficiency virus postexposure prophylaxis.

(2) For a health plan that is offered as a qualifying health plan for a health savings account, the health carrier must establish the plan's cost sharing for the coverage required by this section at the minimum level necessary to preserve the enrollee's ability to claim tax exempt contributions and withdrawals from the enrollee's health savings account under the internal revenue service laws and regulations.

(3) Notwithstanding the coverage requirements of this section, a health plan shall reimburse a hospital that bills for a 28-day supply of any human immunodeficiency virus postexposure prophylaxis drugs or therapies dispensed or delivered to a patient in the emergency department for take-home use, pursuant to section 1 of this act, as a separate reimbursable expense. This reimbursable expense is separate from any bundled payment for emergency department services.

 $\underline{\text{NEW SECTION.}}$  Sec. 4. A new section is added to chapter 74.09 RCW to read as follows:

(1) The authority and all medicaid contracted managed care organizations shall provide coverage without prior authorization for the drugs that comprise at least one regimen recommended by the centers for disease control and prevention for human immunodeficiency virus postexposure prophylaxis.

(2) Notwithstanding the coverage requirements of this section, the authority or a medicaid contracted managed care organization shall reimburse a hospital that bills for a 28-day supply of any human immunodeficiency virus postexposure prophylaxis drugs or therapies dispensed or delivered to a patient in the emergency department for take-home use, pursuant to section 1 of this act, as a separate reimbursable expense. This reimbursable expense is separate from any bundled payment for emergency department services.

Sec. 5. RCW 41.05.017 and 2022 c 236 s 3, 2022 c 228 s 2, and 2022 c 10 s 2 and are each reenacted and amended to read as follows:

Each health plan that provides medical insurance offered under this chapter, plans created including by insuring plans entities, not subject to provisions of Title 48 RCW, and plans created under RCW 41.05.140, are subject to the provisions of RCW 48.43.500, 70.02.045, 48.43.505 through 48.43.535, 48.43.537, 48.43.545, 48.43.550, 70.02.110, 70.02.900, 48.43.190, 48.43.083, 48.43.0128, 48.43.780, 48.43.435, 48.43.815, section 3 of this act, and chapter 48.49 PCM and chapter 48.49 RCW.

 $\underline{\text{NEW SECTION.}}$  Sec. 6. This act takes effect January 1, 2025."

Correct the title.

Signed by Representatives, Chair; Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier and Tharinger.

Referred to Committee on Rules for second reading

February 20, 2024

SB 6133 Prime Sponsor, Senator McCune: Deterring robberies from cannabis retail establishments. Reported by Committee on Community Safety

## MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 69.50 RCW to read as follows:

(1) Each retail outlet must report any attempt or incident of robbery in the first or second degree at the retail outlet to the board within 10 days of the attempt or incident.

(2) The board's chief enforcement officer must regularly consult with the Washington state patrol to provide details of attempts or incidents of robbery in the first or second degree of a retail outlet and to discuss any evidence that indicates a pattern of, or coordinated effort by, a criminal enterprise.

Sec. 2. RCW 9.94A.832 and 2013 c 270 s 1 are each amended to read as follows:

In a criminal case where((÷

(1) The)) the defendant has been convicted of robbery in the first degree or robbery in the second degree  $((\tau))$  and

 $((\frac{2)}{\text{There}}))$  there has been a special allegation pleaded and proven beyond a reasonable doubt that the defendant committed a robbery of ((a)):

 $\underline{\text{(1)}}$  A pharmacy as defined in RCW 18.64.011(( $\frac{\text{(21)}}{\text{)}}$ ); or

(2) A cannabis retail outlet, licensed under chapter 69.50 RCW, and the defendant committed the robbery by using a vehicle to damage or gain access to the retail outlet; the court shall make a finding of fact of the special allegation, or if a jury is had, the jury shall, if it finds the defendant

guilty, also find a special verdict as to the special allegation.

- **Sec. 3.** RCW 9.94A.533 and 2020 c 330 s 1 and 2020 c 141 s 1 are each reenacted and amended to read as follows:
- (1) The provisions of this section apply to the standard sentence ranges determined by RCW 9.94A.510 or 9.94A.517.
- (2) For persons convicted of the anticipatory offenses of criminal attempt, solicitation, or conspiracy under chapter 9A.28 RCW, the standard sentence range is determined by locating the sentencing grid sentence range defined by the appropriate offender score and the seriousness level of the completed crime, and multiplying the range by seventy-five percent.
- (3) The following additional times shall be added to the standard sentence range for felony crimes committed after July 23, 1995, if the offender or an accomplice was armed with a firearm as defined in RCW 9.41.010 and the offender is being sentenced for one of the crimes listed in this subsection as eligible for any firearm enhancements based on the classification of the completed felony crime. If the offender is being sentenced for more than one offense, the firearm enhancement or enhancements must be added to the total period of confinement for all offenses, regardless of which underlying offense is subject to a firearm enhancement. If the offender or an accomplice was armed with a firearm as defined in RCW 9.41.010 and the offender is being sentenced for an anticipatory offense under chapter 9A.28 RCW to commit one of the crimes listed in this subsection as eligible for any firearm enhancements, the following additional times shall be added to the standard sentence range determined under subsection (2) of this section based on the felony crime of conviction as classified under 9A.28.020:
- (a) Five years for any felony defined under any law as a class A felony or with a statutory maximum sentence of at least twenty years, or both, and not covered under (f) of this subsection;
- (b) Three years for any felony defined under any law as a class B felony or with a statutory maximum sentence of ten years, or both, and not covered under (f) of this subsection;
- (c) Eighteen months for any felony defined under any law as a class C felony or with a statutory maximum sentence of five years, or both, and not covered under (f) of this subsection;
- (d) If the offender is being sentenced for any firearm enhancements under (a), (b), and/or (c) of this subsection and the offender has previously been sentenced for any deadly weapon enhancements after July 23, 1995, under (a), (b), and/or (c) of this subsection or subsection (4)(a), (b), and/or (c) of this section, or both, all firearm enhancements under this subsection shall be twice the amount of the enhancement listed;
- (e) Notwithstanding any other provision of law, all firearm enhancements under this section are mandatory, shall be served in total confinement, and shall run consecutively to all other sentencing

- provisions, including other firearm or deadly weapon enhancements, for all offenses sentenced under this chapter. However, whether or not a mandatory minimum term has expired, an offender serving a sentence under this subsection may be:
- (i) Granted an extraordinary medical placement when authorized under RCW 9.94A.728(1)(c); or
- (ii) Released under the provisions of RCW 9.94A.730;
- (f) The firearm enhancements in this section shall apply to all felony crimes except the following: Possession of a machine gun or bump-fire stock, possessing a stolen firearm, drive-by shooting, theft of a firearm, unlawful possession of a firearm in the first and second degree, and use of a machine gun or bump-fire stock in a felony;
- (g) If the standard sentence range under this section exceeds the statutory maximum sentence for the offense, the statutory maximum sentence shall be the presumptive sentence unless the offender is a persistent offender. If the addition of a firearm enhancement increases the sentence so that it would exceed the statutory maximum for the offense, the portion of the sentence representing the enhancement may not be reduced.
- (4) The following additional times shall be added to the standard sentence range for felony crimes committed after July 23, 1995, if the offender or an accomplice was armed with a deadly weapon other than a firearm as defined in RCW 9.41.010 and the offender is being sentenced for one of the crimes listed in this subsection as eligible for any deadly weapon enhancements based on the classification of the completed felony crime. If the offender is being sentenced for more than one offense, the deadly weapon enhancement or enhancements must be added to the total period of confinement for all offenses, regardless of which underlying offense is subject to a deadly weapon enhancement. If the offender or an accomplice was armed with a deadly weapon other than a firearm as defined in RCW  $\,$ 9.41.010 and the offender is being sentenced for an anticipatory offense under chapter 9A.28 RCW to commit one of the crimes listed in this subsection as eligible for any deadly weapon enhancements, the following additional times shall be added to the standard sentence range determined under subsection (2) of this section based on the felony crime of conviction as classified under RCW 9A.28.020:
- (a) Two years for any felony defined under any law as a class A felony or with a statutory maximum sentence of at least twenty years, or both, and not covered under (f) of this subsection;
- (b) One year for any felony defined under any law as a class B felony or with a statutory maximum sentence of ten years, or both, and not covered under (f) of this subsection;
- (c) Six months for any felony defined under any law as a class C felony or with a statutory maximum sentence of five years, or both, and not covered under (f) of this subsection;
- (d) If the offender is being sentenced under (a), (b), and/or (c) of this

- subsection for any deadly weapon enhancements and the offender has previously been sentenced for any deadly weapon enhancements after July 23, 1995, under (a), (b), and/or (c) of this subsection or subsection (3)(a), (b), and/or (c) of this section, or both, all deadly weapon enhancements under this subsection shall be twice the amount of the enhancement listed;
- (e) Notwithstanding any other provision of law, all deadly weapon enhancements under this section are mandatory, shall be served in total confinement, and shall run consecutively to all other sentencing provisions, including other firearm or deadly weapon enhancements, for all offenses sentenced under this chapter. However, whether or not a mandatory minimum term has expired, an offender serving a sentence under this subsection may be:
- (i) Granted an extraordinary medical placement when authorized under RCW 9.94A.728(1)(c); or
- (ii) Released under the provisions of RCW 9.94A.730;
- (f) The deadly weapon enhancements in this section shall apply to all felony crimes except the following: Possession of a machine gun or bump-fire stock, possessing a stolen firearm, drive-by shooting, theft of a firearm, unlawful possession of a firearm in the first and second degree, and use of a machine gun or bump-fire stock in a felony;
- (g) If the standard sentence range under this section exceeds the statutory maximum sentence for the offense, the statutory maximum sentence shall be the presumptive sentence unless the offender is a persistent offender. If the addition of a deadly weapon enhancement increases the sentence so that it would exceed the statutory maximum for the offense, the portion of the sentence representing the enhancement may not be reduced.
- (5) The following additional times shall be added to the standard sentence range if the offender or an accomplice committed the offense while in a county jail or state correctional facility and the offender is being sentenced for one of the crimes listed in this subsection. If the offender or an accomplice committed one of the crimes listed in this subsection while in a county jail or state correctional facility, and the offender is being sentenced for an anticipatory offense under chapter 9A.28 RCW to commit one of the crimes listed in this subsection, the following additional times shall be added to the standard sentence range determined under subsection (2) of this section:
- (a) Eighteen months for offenses committed under RCW 69.50.401(2) (a) or (b) or 69.50.410;
- (b) Fifteen months for offenses committed under RCW 69.50.401(2) (c), (d), or (e);
- (c) Twelve months for offenses committed under RCW 69.50.4013.

For the purposes of this subsection, all of the real property of a state correctional facility or county jail shall be deemed to be part of that facility or county jail.

(6) An additional twenty-four months shall be added to the standard sentence range for any ranked offense involving a violation of chapter 69.50 RCW if the

- offense was also a violation of RCW 69.50.435 or 9.94A.827. All enhancements under this subsection shall run consecutively to all other sentencing provisions, for all offenses sentenced under this chapter.
- (7) An additional two years shall be added to the standard sentence range for vehicular homicide committed while under the influence of intoxicating liquor or any drug as defined by RCW 46.61.502 for each prior offense as defined in RCW 46.61.5055.

Notwithstanding any other provision of law, all impaired driving enhancements under this subsection are mandatory, shall be served in total confinement, and shall run consecutively to all other sentencing provisions, including other impaired driving enhancements, for all offenses sentenced under this chapter.

An offender serving a sentence under this subsection may be granted an extraordinary medical placement when authorized under RCW 9.94A.728(1)(c).

- (8) (a) The following additional times shall be added to the standard sentence range for felony crimes committed on or after July 1, 2006, if the offense was committed with sexual motivation, as that term is defined in RCW 9.94A.030. If the offender is being sentenced for more than one offense, the sexual motivation enhancement must be added to the total period of total confinement for all offenses, regardless of which underlying offense is subject to a sexual motivation enhancement. If the offender committed the offender with sexual motivation and the offender is being sentenced for an anticipatory offense under chapter 9A.28 RCW, the following additional times shall be added to the standard sentence range determined under subsection (2) of this section based on the felony crime of conviction as classified under RCW 9A.28.020:
- (i) Two years for any felony defined under the law as a class A felony or with a statutory maximum sentence of at least twenty years, or both;
- (ii) Eighteen months for any felony defined under any law as a class B felony or with a statutory maximum sentence of ten years, or both;
- (iii) One year for any felony defined under any law as a class C felony or with a statutory maximum sentence of five years, or both;
- (iv) If the offender is being sentenced for any sexual motivation enhancements under (a)(i), (ii), and/or (iii) of this subsection and the offender has previously been sentenced for any sexual motivation enhancements on or after July 1, 2006, under (a)(i), (ii), and/or (iii) of this subsection, all sexual motivation enhancements under this subsection shall be twice the amount of the enhancement listed;
- (b) Notwithstanding any other provision of law, all sexual motivation enhancements under this subsection are mandatory, shall be served in total confinement, and shall run consecutively to all other sentencing provisions, including other sexual motivation enhancements, for all offenses sentenced under this chapter. However,

whether or not a mandatory minimum term has expired, an offender serving a sentence under this subsection may be:

- (i) Granted an extraordinary medical placement when authorized under RCW 9.94A.728(1)(c); or
- (ii) Released under the provisions of RCW
  9.94A.730;
- (c) The sexual motivation enhancements in this subsection apply to all felony crimes;
- (d) If the standard sentence range under this subsection exceeds the statutory maximum sentence for the offense, the statutory maximum sentence shall be the presumptive sentence unless the offender is a persistent offender. If the addition of a sexual motivation enhancement increases the sentence so that it would exceed the statutory maximum for the offense, the portion of the sentence representing the enhancement may not be reduced:
- enhancement may not be reduced;

  (e) The portion of the total confinement sentence which the offender must serve under this subsection shall be calculated before any earned early release time is credited to the offender;
- (f) Nothing in this subsection prevents a sentencing court from imposing a sentence outside the standard sentence range pursuant to RCW 9.94A.535.
- (9) An additional one-year enhancement shall be added to the standard sentence for the felony crimes of RCW 9A.44.073, 9A.44.076, 9A.44.079, 9A.44.083, 9A.44.086, or 9A.44.089 committed on or after July 22, 2007, if the offender engaged, agreed, or offered to engage the victim in the sexual conduct in return for a fee. If the offender is being sentenced for one offense, the one-year must be added to the total than enhancement. period of total confinement for all offenses, regardless of which underlying offense is subject to the enhancement. If the offender is being sentenced for an anticipatory offense for the felony crimes of RCW 9A.44.073, 9A.44.076, 9A.44.079, 9A.44.083, 9A.44.086, or 9A.44.089, and the offender attempted, solicited another, or conspired to engage, agree, or offer to engage the victim in the sexual conduct in return for a fee, an additional one-year enhancement shall be added to the standard sentence range determined under subsection (2) of this section. For purposes of this subsection, "sexual conduct" means sexual intercourse or sexual contact, both as defined in chapter 9A.44 RCW.
- (10)(a) For a person age eighteen or older convicted of any criminal street gangrelated felony offense for which the person compensated, threatened, or solicited a minor in order to involve the minor in the commission of the felony offense, standard sentence range is determined by locating the sentencing grid sentence range defined by the appropriate offender score and the seriousness level of the completed crime, and multiplying the range by one hundred twenty-five percent. If the standard sentence range under this subsection exceeds the statutory maximum sentence for the offense, the statutory maximum sentence is the presumptive sentence unless the offender is a persistent offender.

- (b) This subsection does not apply to any criminal street gang-related felony offense for which involving a minor in the commission of the felony offense is an element of the offense.
- (c) The increased penalty specified in (a) of this subsection is unavailable in the event that the prosecution gives notice that it will seek an exceptional sentence based on an aggravating factor under RCW 9.94A.535.
- (11) An additional twelve months and one day shall be added to the standard sentence range for a conviction of attempting to elude a police vehicle as defined by RCW 46.61.024, if the conviction included a finding by special allegation of endangering one or more persons under RCW 9.94A.834.
- (12) An additional twelve months shall be added to the standard sentence range for an offense that is also a violation of RCW 9.94A.831.
- (13) An additional twelve months shall be added to the standard sentence range for vehicular homicide committed while under the influence of intoxicating liquor or any drug as defined by RCW 46.61.520 or for vehicular assault committed while under the influence of intoxicating liquor or any drug as defined by RCW 46.61.522, or for any felony influence driving under t.he (RCW 46.61.502(6)) or felony physical control under the influence (RCW 46.61.504(6)) for each child passenger under the age of sixteen who is an occupant in defendant's vehicle. These enhancements shall be mandatory, shall be served in total confinement, and shall run consecutively to all other sentencing provisions, including other minor child enhancements, for all offenses sentenced under this chapter. If the addition of a minor child enhancement increases the sentence so that it would exceed the statutory maximum for the portion offense, of the representing the enhancement shall be mandatory, shall be served in total confinement, and shall run consecutively to all other sentencing provisions.
- (14) (a) An additional ((twelve))12 months shall be added to the standard sentence range for an offense that is also a violation of RCW 9.94A.832(1).
- (b) An additional 12 months may be added to the standard sentence range for an offense that is also a violation of RCW 9.94A.832(2).
- (15) Regardless of any provisions in this section, if a person is being sentenced in adult court for a crime committed under age eighteen, the court has full discretion to depart from mandatory sentencing enhancements and to take the particular circumstances surrounding the defendant's youth into account."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

SSB 6140

Prime Sponsor, Local Government, Land Use & Tribal Affairs: Concerning limited areas of more intensive rural development. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 6146

Prime Sponsor, Law & Justice: Concerning tribal warrants. Reported by Committee on Community Safety

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature recognizes that the 29 federally recognized Indian tribes with territory inside the state of Washington have a shared interest with the state in public safety, and that continued and expanded cooperation with tribal justice systems will promote that interest. The legislature also recognizes that tribes have, for decades, agreed by treaty and through practice not to shelter or conceal those individuals who violate state law and to surrender them to the state for prosecution. In the interests of public safety and partnership, it is therefore the intent of the legislature to create uniform processes by which the state consistently reciprocate with tribes may return of those individuals who violate tribal law and seek to avoid tribal justice systems by leaving tribal jurisdiction.

The legislature further recognizes it is constitutional imperative that individuals alleged to have violated criminal laws are afforded the fullest protections of due process including, but not limited to: (1) The right to effective assistance of counsel at least equal to that guaranteed by the United States Constitution; (2) the right of an indigent defendant to the assistance of a licensed defense attorney, at the expense of the tribal government; (3) the right to a criminal proceeding presided over by a judge who is licensed to practice law and has sufficient legal training; (4) the right to have access, prior to being charged, to the tribe's criminal laws, rules of evidence, and rules of criminal procedure; and (5) the right to a record of the proceeding, including an audio criminal or other recording of the trial proceeding. The legislature finds that numerous federally recognized tribes with territory inside the state have systems and processes recognized by the federal government as providing due process to defendants at least equal to those required by the United States Constitution. The legislature also finds that all defendants in tribal courts have the right to petition for a writ of habeas corpus.

The legislature additionally recognizes the importance of establishing clear statutory duties when directing peace officers of this state to effectuate new aspects of their work. It is the intent of the legislature that this act set forth procedures by which peace officers and correctional staff of this state must recognize and effectuate tribal arrest warrants.

Therefore, the legislature declares the purpose of this act is to expand cross jurisdictional cooperation so that fugitives from tribal courts cannot evade justice by remaining off reservation in Washington's counties and cities, while ensuring that defendants receive the fullest due process protections.

(1) "Noncertified tribe" means a federally recognized tribe located within the borders of the state of Washington that is requesting that a tribal fugitive be surrendered to the duly authorized agent of the tribe, but has not received approval to exercise jurisdiction under the tribal law and order act of 2010, section 234, codified at 25 U.S.C. Sec. 1302, and which has agreed by treaty or practice not to shelter or conceal offenders against the laws of the state of Washington but to deliver them up to state authorities for prosecution.

(2) "Certified tribe" means a federally recognized tribe located within the borders of the state of Washington that (a) may impose a term of imprisonment of greater than one year, or a fine greater than \$5,000, or both, pursuant to the tribal law and order act of 2010, section 234, codified at 25 U.S.C. Sec. 1302; and (b) has agreed not to shelter or conceal offenders against the laws of the state of Washington but to deliver them up to state authorities for prosecution.

(3) "Peace officer" has the same meaning as in RCW 10.93.020(4).

(4) "Place of detention" means a jail as defined in RCW 70.48.020, a correctional facility as defined in RCW 72.09.015, and any similar facility contracted by a city or county.

(5) "Tribal court judge" includes every judicial officer authorized alone or with others, to hold or preside over the criminal court of a certified tribe or noncertified tribe.

(6) "Tribal fugitive" or "fugitive" means any person who is subject to tribal court criminal jurisdiction, committed an alleged crime under the tribal code, and thereafter fled tribal jurisdiction, including by escaping or evading confinement, breaking the terms of their probation, bail, or parole, or absenting themselves from the jurisdiction of the tribal court.

(7) "Tribal police officer" has the same meaning as in RCW 10.92.010.

NEW SECTION. Sec. 3. A certified tribe must provide certification of section 2 (2)(a) and (b) of this act, signed by the

tribe's judicial officer and chief legal counsel, to the office of the attorney counsel, general. The office of the attorney general the receive certification documentation indicating that the tribe meets the requirements of the tribal law and order act of 2010 section 234, codified at 25 U.S.C. Sec. 1302, and review the documentation to confirm that it is complete according to the information provided in the documentation. The office of the attorney general shall be immune from liability arising out of the performance of duties under this section, except their intentional or willful misconduct.

#### PROCEDURE FOR TRIBAL WARRANTS OF NONCERTIFIED TRIBES

NEW SECTION. Sec. 4. A place of detention shall provide notice to the tribal law enforcement within the jurisdiction of a noncertified tribe who issued an arrest warrant for a tribal fugitive as soon as practicable after learning that the tribal fugitive is a prisoner in the place of detention. The notice shall include the reason for the detention and the anticipated date of release, if known.

The demand will be recognized if in writing, it alleges that the person is a tribal fugitive, the tribal court has jurisdiction, and is accompanied by either:

(1) A copy of the complaint, information, or other charging document supported by affidavit of the tribe having jurisdiction of the crime;

(2) A copy of an affidavit made before an authorized representative of the tribal court, together with a copy of any warrant which was issued thereupon; or

(3) A copy of a judgment of conviction or of a sentence imposed in execution thereof.

NEW SECTION. Sec. 6. If a criminal prosecution has been instituted against a tribal fugitive under the laws of this state or any political subdivision thereof and is still pending, extradition on a tribal court request under sections 4 through 10 of this act shall be placed on hold until the tribal fugitive's release from a place detention, unless otherwise agreed upon in any given case.

NEW SECTION. Sec. 7. (1) The attorney general or prosecuting attorney shall submit all applicable documents specified in section 4 of this act to a superior court judge in this state along with a motion for an order of surrender. The motion for an order of surrender shall be served upon the person whose extradition is demanded.

(2) A person who is served with a motion for an order of surrender shall be taken before a superior court judge in this state the next judicial day. The judge shall inform the person of the demand made for the person's surrender and the underlying reason for the demand, and that the person has the right to demand and procure legal counsel.

(3) The person whose return is demanded may, in the presence of any superior court judge, sign a statement that the person consents to his or her return to the noncertified tribe. However, before such waiver may be executed, it shall be the duty of such judge to inform the person of his or her right to test the legality of the extradition request before an order of surrender may be issued.

(4) Any hearing to test the legality of the extradition request shall occur within three judicial days, excluding weekends and holidays, of the person receiving notice of the motion for an order of surrender. The

hearing is limited to determining:

(a) Whether the person has been charged with or convicted of a crime by the noncertified tribe;

(b) Whether the person before the court is the person named in the request for extradition; and

(c) Whether the person is a fugitive.

(5) The guilt or innocence of the person as to the crime of which the person is charged may not be inquired into by a superior court judge except as it may be necessary to identify the person held as being the person charged with the crime.

(6) If the superior court judge determines that the requirements subsection (4) of this section and section 4 of this act have been met, the judge shall issue an order of surrender to the noncertified tribe. If the noncertified tribe does not take custody of the person pursuant to the order of surrender on the date the person is scheduled to be released from the place of detention or within 48 hours of the entry of the order of surrender, whichever is later, the person may be released from custody with bail conditioned on the person's appearance before the court at a time specified for his or her surrender to the noncertified tribe or for the vacation of the order of surrender.

Sec. 8. Subject to the NEW SECTION. provisions of section 6 of this act, a place of detention shall deliver or make available person in custody to the noncertified tribe without a judicial order of surrender provided that:

(1) Such person is alleged to have broken the terms of his or her probation, parole, bail, or any other release of noncertified tribe; and

(2) The place of detention has received from the noncertified tribe an authenticated copy of a prior waiver of extradition signed by such person as a term of his or her probation, parole, bail, or any other probation, parole, bail, or any other release of the noncertified tribe and photographs or fingerprints or other evidence properly identifying the person as the person who signed the waiver.

SECTION. Sec. 9. (1)noncertified tribe that requests extradition pursuant to this act is responsible to arrange the transportation for the tribal fugitive from the place of detention to the tribal court or detention facility. The detention facility and noncertified tribe are encouraged to select the means of transport that best protects public safety after considering available resources. At the request of a noncertified tribe, a city, county, or the governor must engage in good faith efforts to negotiate an agreement to effectuate this subsection.

(2) A tribal court representative who is certified as a general authority Washington peace officer under chapter 10.92 RCW, or who is cross-deputized pursuant to chapter 10.93 RCW, may transport a tribal fugitive within the state of Washington pursuant to an order of surrender.

NEW SECTION. Sec. 10. (1) A peace officer may arrest a person subject to a tribal arrest warrant from a noncertified tribe when the warrant is presented by a tribal court representative or tribal law enforcement officer to the peace officer or general authority Washington law enforcement agency as defined in RCW 10.93.020 or entered in the national crime information center interstate identification index. The arrested person must be brought to an appropriate place of detention and then to the nearest available superior court judge without unnecessary delay. The superior court judge shall issue an order continuing custody upon presentation of the tribal arrest warrant.

- (2) The judge shall inform the person appearing under subsection (1) of this section of the name of the noncertified tribe that has subjected the person to an arrest warrant, the basis of the arrest warrant, the right to assistance of counsel, and the right to require a judicial hearing before transfer of custody to the applicable noncertified tribe.
- (3) After being informed by the judge of the effect of a waiver, the arrested person may waive the right to require a judicial hearing and consent to return to the applicable noncertified tribe by executing a written waiver. If the waiver is executed, the judge shall issue an order to transfer custody under subsection (5) of this section or, with consent of the applicable noncertified tribe, authorize the voluntary return of the person to that tribe.
- (4) If a hearing is not waived under subsection (3) of this section, the court shall hold a hearing within three days, excluding weekends and holidays, after the initial appearance. The arrested person and the prosecuting attorney's office shall be informed of the time and place of the hearing. The court shall release the person upon conditions that will reasonably assure availability of the person for the hearing or direct a peace officer to maintain custody of the person until the time of the hearing. Following the hearing, the judge shall issue an order to transfer custody under subsection (5) of this section unless the arrested person established by clear and convincing evidence that the arrested person is not the person identified in the warrant. If the court does not order transfer of

custody, the judge shall order the arrested person to be released.

(5) A judicial order to transfer custody issued under subsection (4) of this section shall be directed to a peace officer to take or retain custody of the person until a representative of the applicable noncertified tribe is available to take custody. If the noncertified tribe has not taken custody with three days, excluding weekends and holidays, the court may order the release of the person upon conditions that will assure the person's availability on a specified date with seven days. If the noncertified tribe has not taken custody within the time specified in the order, the person shall be released. Thereafter, an order to transfer custody may be entered only if a new arrest warrant is issued. The court may authorize the voluntary return of the person with the consent of the applicable noncertified tribe.

# II. PROCEDURE FOR TRIBAL WARRANTS OF CERTIFIED TRIBES

NEW SECTION. Sec. 11. (1) Any arrest warrant issued by the court of a certified tribe shall be accorded full faith and credit by the courts of the state of Washington and enforced by the court and peace officers of the state as if it were the arrest warrant of the state. A Washington state peace officer who arrests a person pursuant to the arrest warrant of a certified tribe, if no other grounds for detention exist under state law, shall, as soon as practical after detaining the person, and in accordance with standard practices, contact the tribal law enforcement agency that issued the warrant to establish the warrant's validity.

(2) A place of detention shall allow a certified tribe to place a detainer on an inmate based on a tribal warrant. For the purposes of this section, detainer means a request by a certified tribe's tribal court, tribal police department, or tribal prosecutor's office, filed with the place of detention in which a person is incarcerated, to hold the person for the certified tribe and to notify the tribe when release of the person is imminent so that the person can be transferred to tribal custody.

(3) The privilege of the writ of habeas corpus shall be available to any person detained under this provision.

NEW SECTION. Sec. 12. This act is not intended to and does not diminish the authority of the state or local jurisdictions to enter into government-togovernment agreements with Indian tribes, including mutual aid and other interlocal agreements, concerning the movement of persons within their jurisdiction, does not diminish the validity or enforceability of any such agreements, and is not intended to and does not expand or diminish the authority of the state or local jurisdictions to arrest individuals over whom they have jurisdiction within Indian reservations.

 $\underline{\text{NEW SECTION.}}$  Sec. 13. A tribal arrest warrant under this act is not required to be given prioritization above other warrants.

NEW SECTION. Sec. 14. (1) A peace officer or a peace officer's legal advisor may not be held criminally or civilly liable for making an arrest under this act if the peace officer or the peace officer's legal advisor acted in good faith and without malice.

(2) This act is not intended to limit, abrogate, or modify existing immunities for prosecuting attorneys for good faith conduct consistent with statutory duties.

 $$\operatorname{\underline{NEW}}$$  SECTION. Sec. 15. This chapter may be known and cited as the "tribal warrants act."

 $\underline{\text{NEW SECTION.}}$  Sec. 16. Sections 1 through 15 of this act constitute a new chapter in Title 10 RCW.

NEW SECTION. Sec. 17. (1) The office shall of the governor convene an implementation work develop group to processes and recommendations as needed to ensure the successful implementation of this act, including verification and processing of warrants under this act.

(2) A representative of the governor's office shall chair the work group and the governor's office may consult or contract with an entity with subject matter expertise in criminal jurisdiction in Indian country to cochair and assist with administering the work group.

(3) The governor's office must ensure that the membership of the work group is composed of equal parts state and tribal partners and consists of, but is not limited to, representatives from:

(a) State and tribal law enforcement;

- (b) Tribal leadership and local government leaders;
  - (c) The attorney general's office;
  - (d) State and tribal court judges; and
- (e) Tribal and state prosecuting and defense attorneys.
- (4) The office of the governor must provide staff support to the work group and may establish subcommittees as needed.
  - (5) The work group shall:
- (a) Hold its first meeting by July 1, 2024;
  - (b) Meet at least monthly; and
- (c) Submit a report to the governor and appropriate committees of the legislature by December 1, 2024, with a summary of its work, which may include recommendations for best practices for implementation of this act.
- (6) This section expires December 31, 2024.

government and its existing public institutions, and takes effect May 1, 2024."

Correct the title.

Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

February 21, 2024

ESB 6151 Prime Sponsor, Senator Randall: Concerning the provision of an ultrasound. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 18.130 RCW to read as follows:

(1) An ultrasound or a similar medical imaging device or procedure may only be provided by: (a) A health care provider holding an active license under one of the chapters listed in RCW 18.130.040 and acting within their scope of practice; or (b) a person acting under the supervision of a health care provider holding an active license under one of the chapters listed in RCW 18.130.040, where all actions performed are within the supervising health care provider's scope of practice.

(2) A violation of this section shall constitute practice without a license and the disciplining authority shall investigate and adjudicate complaints pursuant to RCW 18.130.190.

(3) This section does not apply to the use of an ultrasound by a person on livestock or other animals owned or being raised by that person."

Correct the title.

Signed by Representatives, Chair; Vice Chair; Bronoske; Davis; Macri, Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representatives Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; Graham; and Maycumber.

MINORITY recommendation: Without recommendation. Signed by Representatives; Caldier; and Mosbrucker.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 6157

Prime Sponsor, State Government & Elections: Reforming civil service to permit deferred action for childhood arrivals recipients to apply for civil service and incorporate civil service advantage for bilingual and multilingual applicants, applicants with higher education, and applicants with prior work experience in social services. Reported by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Stearns, Vice Chair; Gregerson and

MINORITY recommendation: Do not pass. Signed by Representative, Assistant Ranking Minority Member.

MINORITY recommendation: Without recommendation. Signed by Representatives Cheney, Ranking Minority Member; and Low.

Referred to Committee on Rules for second reading

February 20, 2024

Prime Sponsor, Environment, Energy & SSB 6163 Technology: Concerning biosolids. Reported by Committee on Environment & Energy

## MAJORITY recommendation: Do pass as amended.

everything after the enacting Strike clause and insert the following:

"Sec. 1. RCW 70A.226.005 and 1992 c 174 s 1 are each amended to read as follows:

(1) The legislature finds that:

- sewage sludge Municipal is unavoidable by-product of the wastewater treatment process;
- (b) Population ((increases))growth and technological improvements in wastewater treatment processes will ((double the amount of sludge generated within the next ten years)) increase the production of biosolids in the future;
- Sludge management is often (c) financial burden to municipalities and to ratepayers;
- (d) Properly managed municipal sewage sludge is a valuable commodity and can be beneficially agriculture, used in silviculture, and in landscapes as a soil conditioner; and
- (e) Municipal sewage sludge can contain metals and microorganisms that, under certain circumstances, may pose a risk to public health.
- (2) The legislature declares that a program shall be established to manage municipal sewage sludge and that the program shall, to the maximum extent possible, ensure that municipal sewage sludge is reused as a beneficial commodity and is managed in a manner that minimizes risk to public health and the environment.
- Sec. 2. RCW 70A.226.007 and 1992 c 174 s 2 are each amended to read as follows:

The purpose of this chapter is to provide the department ((of ecology)) and local governments with the authority and direction to meet federal regulatory requirements for municipal sewage sludge. The department ((of ecology)) may seek delegation and administer the sludge permit program required by the federal clean water act as it existed ((February 4, 1987)) on the effective date of this section.

Sec. 3. RCW 70A.226.010 and 2020 c 20 s 1239 are each amended to read as follows:

- ((Unless the context clearly requires otherwise, the))  $\underline{\text{The}}$  definitions in this section apply throughout this chapter unless
- the context clearly requires otherwise.

  (1) "Biosolids" means municipal sewage that is a primarily organic, id product resulting from the sludge that is a primary semisolid product resulting from the wastewater treatment process, that can be recycled and meets all requirements under this chapter. For the purposes of chapter, "biosolids" this includes septic tank sludge, also known as septage, that can be beneficially recycled and meets all requirements under this chapter.
   (2) "Department" means the department of
- ecology.

  (3) "Local health department" has the same meaning as "jurisdictional health department" in RCW 70A.205.015.
- (4) "Municipal sewage sludge" means a semisolid substance consisting of settled sewage solids combined with varying amounts of water and dissolved materials generated from a publicly owned wastewater treatment plant.
- (5) "PFAS chemicals" has the same meaning as defined in RCW 70A.350.010.

Sec. 4. RCW 70A.226.020 and 1992 c 174 s 4 are each amended to read as follows:

- (1) The department shall adopt rules to implement a biosolid management program within twelve months of the adoption of federal rules, 40 C.F.R. ((Sec.))Part 503, relating to technical standards for the use and disposal of sewage sludge. The biosolid management program shall, at a minimum, conform with all applicable federal rules adopted pursuant to the federal clean water act as it existed on ((February 4, 1987)) the effective date of this section.
- (2) In addition to any federal requirements, the state biosolid management program may include, but not be limited to, an education program to provide relevant legal and scientific information to local governments and citizen groups.
- (3) Rules adopted by the department under this section shall provide for public input and involvement for all state and local permits.
- (4) Materials that have received a permit as a biosolid shall be regulated pursuant to this chapter.
- (5) The transportation of biosolids and municipal sewage sludge shall be governed by Title 81 RCW. Certificates issued by the utilities and transportation commission before June 11, 1992, that include or authorize transportation of municipal sewage sludge shall continue in force and effect and be interpreted to include biosolids.
- (6) (a) By July 1, 2027, the department must establish PFAS chemical sampling or testing requirements for biosolids regulated under this chapter.
- (b) By July 1, 2028, the department must complete an analysis of the levels of PFAS chemicals in biosolids produced Washington state.
- (c) By December 1, 2028, the department must submit a report to the appropriate committees of the legislature and the public with a summary of the analysis required

under (b) of this subsection and recommendations on how to proceed based on the analysis.

(d) In developing the sampling or testing requirements under (a) of this subsection, and the recommendations under (c) of this subsection, the department must consult with the advisory committee created in section 6 of this act.

(e) For the purposes of this subsection, "biosolids" do not include septic tank sludge, also known as septage.

Sec. 5. RCW 70A.226.030 and 2014 c 76 s 7 are each amended to read as follows:

(1) The department shall establish annual fees to collect expenses for issuing and administering biosolids permits under this chapter. An initial fee schedule shall be established by rule and shall be adjusted no more often than once every two years. This to all schedule applies permits, regardless of date of issuance, and fees shall be assessed prospectively. Fees shall established in amounts to recover expenses incurred by the department permit applications processing and modifications, reviewing related plans and monitoring, evaluating, documents, conducting inspections, overseeing performance of delegated program elements, sampling or testing, and providing technical assistance and supporting overhead expenses are directly related that to activities.

(2) The annual fee paid by a permittee for any permit issued under this chapter shall be determined by the number of residences or residential equivalents contributing to the permittee's biosolids management system. If residences or residential equivalents cannot be determined or reasonably estimated, fees shall be based on other appropriate criteria.

(3) The biosolids permit account is created in the state treasury. All receipts from fees under this section must be deposited into the account. Moneys in the account may be spent only after appropriation. Expenditures from the account may be used only for the purposes of administering permits under this chapter.

(4) The department shall make available on the <u>department's</u> website information on fees collected, actual expenses incurred, and anticipated expenses for the current and following fiscal years.

(5) The department shall work with the community and regulated local health departments to study the feasibility of the fee schedule to su local health departments modifying the support. delegated reduce local health department fees paid by biosolids permittees.

 $\underline{\text{NEW SECTION.}}$  Sec. 6. A new section is added to chapter 70A.226 RCW to read as follows:

(1) Before adopting or amending any rules relating to sampling or testing biosolids for PFAS chemicals, the department must consult with an advisory committee of representatives from the farming community, toxicologists, utilities that produce soil amendments, experts, interested parties, and

other similar stakeholders, convened by the department. The purpose of consultation required under this section is to ensure that the department is soliciting and receiving sufficient input on requirements and standards for sampling or testing biosolids for PFAS chemicals.

(2) For the purposes of this section, "biosolids" do not include septic tank

sludge, also known as septage.

 $\underline{\text{NEW SECTION.}}$  **Sec. 7.** A new section is added to chapter 70A.226 RCW to read as follows:

Nothing in this act affects requirements imposed on a discharger by a national pollutant discharge elimination system permit or restricts a local government from addressing the contamination of biosolids by PFAS chemicals."

Correct the title.

Signed by Representatives Doglio, Chair; Mena, Vice Chair; Dye, Ranking Minority Member; Ybarra, Assistant Ranking Minority Member; ; Abbarno; Barnard; Berry; Duerr; Fey; Lekanoff; Ramel; Sandlin; Slatter and Street.

Referred to Committee on Appropriations

February 21, 2024

SB 6166

Prime Sponsor, Senator Saldaña: Extending the pesticide application safety committee. Reported by Committee on Agriculture & Natural Resources

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Reeves, Vice Chair; Dent, Ranking Minority Member; Kloba; Lekanoff; Orcutt; Schmick and Springer.

Referred to Committee on Rules for second reading

February 21, 2024

SB 6173

Prime Sponsor, Senator Nobles: Encouraging investments in affordable homeownership unit development. Reported by Committee on Local Government

MAJORITY recommendation: Do pass. Signed by Representatives Duerr, Chair; Alvarado, Vice Chair; , Ranking Minority Member; Jacobsen, Assistant Ranking Minority Member; ; Berg and Griffey.

Referred to Committee on Finance

February 20, 2024

E2SSB 6175

Prime Sponsor, Ways & Means: Providing a sales and use tax incentive for existing structures. Reported by Committee on Housing

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The legislature finds that:

(1) Many cities in Washington are actively planning for growth under the growth management act, chapter 36.70A RCW,

and through tax incentives, the private market can assist Washington in meeting its

housing goals;

(2) Many downtown centers lack available affordable housing, which results in long commutes that increase greenhouse gas emissions and by using existing buildings to create affordable housing units, units can be available more quickly and with a reduced impact on waste streams and the environment compared to newly constructed units;

(3) The construction industry provides living wage jobs for families across

Washington;

- (4) In the current economic climate, the creation of additional affordable housing units is essential to the economic health of our cities and our state;
- (5) It is critical that Washington state promote its cities and its property owners that will provide affordable housing;
- (6) Constructing new housing units can take years, and many existing buildings can be repurposed quickly to meet the state's workforce and affordable housing needs;
- (7) Many existing buildings are located in downtown centers, near work and services where there is limited land available for new construction;
- (8) In downtowns across the state, there is a high level of open commercial space, which will likely remain, due to changes in how businesses use office space following the COVID-19 pandemic;
- (9) A meaningful, fair, and predictable economic incentive should be created to stimulate the redevelopment of underutilized commercial property in targeted urban areas through a limited sales and use tax deferral program as provided by this chapter; and
- (10) This limited tax deferral will help the owners achieve the highest and best use of land and enable cities to more fully realize their planning goals.

 $\underline{\text{NEW}}$  SECTION. Sec. 2. It is the purpose of this chapter to encourage the redevelopment of underutilized commercial property in targeted urban areas, thereby increasing affordable housing, employment opportunities, and helping accomplish the other planning goals of Washington cities. The legislative authorities of cities to which this chapter applies may authorize a sales and use tax deferral for an investment project within the city if the legislative authority of the city finds that there are significant areas of underutilized commercial property and a lack of affordable housing in areas proximate to the land. If a conditional recipient maintains the property for qualifying purposes for at least 10 years, deferred sales and use taxes need not be repaid.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

(1) "Affordable housing" means:

(a) Homeownership housing intended for owner occupancy to low-income households whose monthly housing costs, including utilities other than telephone, do not

- exceed 30 percent of the household's monthly income;
- (b) "Rental housing" for low-income households whose monthly housing costs, including utilities other than telephone, do not exceed 30 percent of the household's monthly income.

(2) "Applicant" means an owner of

commercial property.

(3) "City" means any city or town,

including a code city.

- (4) "Conditional recipient" means an owner of commercial property granted a conditional certificate of program approval under this chapter, which includes any successor owner of the property.
- (5) "Eligible investment project" means an investment project that is located in a city and receiving a conditional certificate of program approval.
- (6) "Governing authority" means the local legislative authority of a city having jurisdiction over the property for which a deferral may be granted under this chapter.
- (7) "Household" means a single person, family, or unrelated persons living together.
- (8) (a) "Initiation of construction" means the date that a building permit is issued under the building code adopted under RCW 19.27.031 for construction of the qualified building, if the underlying ownership of the building vests exclusively with the person receiving the economic benefit of the deferral.
- (b) "Initiation of construction" does not include soil testing, site clearing and grading, site preparation, or any other related activities that are initiated before the issuance of a building permit for the construction of the foundation of the building.
- (c) If the investment project is a phased project, "initiation of construction"

applies separately to each phase.

- (9) "Investment project" means an investment in multifamily housing, including labor, services, and materials incorporated in the planning, installation, and construction of the project. "Investment project" includes investment in related facilities such as playgrounds and sidewalks as well as facilities used for business use for mixed-use development.
- (10) "Low-income household" means a single person, family, or unrelated persons living together whose adjusted income is at or below 80 percent of the median family income adjusted for family size, for the county, city, or metropolitan statistical area, where the project is located, as reported by the United States department of housing and urban development.
- (11) "Multifamily housing" means a building or a group of buildings having four or more dwelling units not designed or used as transient accommodations and not including hotels and motels. Multifamily units may result from rehabilitation or conversion of vacant, underutilized, or substandard buildings to multifamily housing.
- (12) "Owner" means the property owner of
- (13) "Underutilized commercial property" means an entire property, or portion

thereof, currently used or intended to be used by a business for retailing or officerelated or administrative activities. If the property is used partly for a qualifying use and partly for other purposes, the applicable tax deferral must be determined by apportionment of the costs of construction under rules adopted by the department. For the purposes of this subsection, "qualifying use" means used or intended to be used by a business for retailing or office-related or administrative activities.

(1) For the NEW SECTION. Sec. 4. purpose of creating a sales and use tax deferral program for conversion of a commercial building to provide affordable housing under this chapter, the governing authority must adopt a resolution of intention to create a sales and use tax deferral program as generally described in the resolution. The resolution must state the time and place of a hearing to be held by the governing authority to consider the creation of the tax deferral program and may include such other information pertaining to the creation of the deferral program as the governing authority determines to be appropriate to apprise the public of the action intended. However, the resolution must provide information pertaining to:

- (a) The application process;
- (b) The approval process;(c) The appeals process for applications denied approval; and
- (d) Additional requirements, conditions, and obligations that must be followed postapproval of an application.
- (2) The governing authority must give notice of a hearing held under this chapter by publication of the notice once each week for two consecutive weeks, not less than seven days, nor more than 30 days before the date of the hearing in a paper having a general circulation in the city. The notice must state the time, date, place, and purpose of the hearing.
- (3) Following the hearing continuance of the hearing, the governing authority may authorize the creation of the program.
- NEW SECTION. Sec. 5. An owner of underutilized commercial property seeking a sales and use tax deferral for conversion of a commercial building to provide affordable housing under this chapter on an investment project must complete the following procedures:
- (1) The owner must apply to the city on forms adopted by the governing authority. The application must contain the following:
- (a) Information setting forth the grounds supporting the requested deferral including information indicated on the application form or in the guidelines;
- A description of the investment (b) project and site plan, and other information requested;
- (c) A statement of the expected number of affordable housing units to be created;
- (d) A statement that the applicant is aware of the potential tax liability involved if the investment project ceases to

be used for eligible uses under this chapter;

(e) A statement that the applicant is aware that the investment project must be completed within three years from the date of approval of the application;

(f) A statement that the applicant is aware that the governing authority or the city official authorized by the governing authority may extend the deadline for completion of construction or rehabilitation for a period not to exceed 24 consecutive months; and

(g) A statement that the applicant would not have built in this location but for the availability of the tax deferral under this chapter;

applicant (2) The must application by oath or affirmation; and

(3) The application must be accompanied by the application fee, if any, required under this chapter. The duly authorized administrative official or committee of the city may permit the applicant to revise an application before final action by the duly authorized administrative official committee of the city.

NEW SECTION. Sec. 6. The duly authorized administrative official or committee of the city may approve the application and grant a conditional certificate of program approval if it finds that:

(1)(a) The investment project is set aside primarily for multifamily housing units and the applicant commits to renting or selling at least 10 percent of the units as affordable housing to low-income households. In a mixed use project, only the ground floor of a building may be used for commercial purposes with the remainder dedicated to multifamily housing units; and

(b) The applicant commits to any itional affordability and income additional eligibility conditions adopted by the local government under this chapter not otherwise inconsistent with this chapter;

(2) The investment project is, or will at the time of completion, in conformance with all local plans and regulations that apply at the time the application is approved;

(3) The investment project will occur on land that constitutes, at the time of underutilized application, property;

(4) The area where the investment project will occur is located within an area zoned for residential or mixed uses;

(5) The terms and conditions of implementation of the development meets the requirements of this chapter and any requirements of the city that are not otherwise inconsistent with this chapter;

(6) The land where the investment project will occur was not acquired through a condemnation proceeding under Title 8 RCW; and

All other requirements chapter have been satisfied as well as any other requirements of the city that are not otherwise inconsistent with this chapter.

NEW SECTION. Sec. 7. (1) The duly authorized administrative official or committee of the city must approve or deny an application filed under this chapter within 90 days after receipt of the application.

(2) If the application is approved, the city must issue the applicant a conditional certificate of program approval. The certificate must contain a statement by a duly authorized administrative official of the governing authority that the investment project as described in the application will comply with the required criteria of this chapter.

(3) If the application is denied by the city, the city must state in writing the reasons for denial and send the notice to the applicant at the applicant's last known

address within 10 days of the denial.

(4) Upon denial by the city, an applicant may appeal the denial to the city's governing authority or a city official designated by the city to hear such appeals within 30 days after receipt of the denial. The appeal before the city's governing authority or designated city official must be based upon the record made before the city with the burden of proof on the applicant to show that there was no substantial evidence to support the city's decision. The decision of the city on the appeal is final.

NEW SECTION. Sec. 8. The governing authority may establish an application fee. This fee may not exceed an amount determined to be required to cover the cost to be incurred by the governing authority in administering the program under this chapter. The application fee must be paid at the time the application for program approval is filed.

NEW SECTION. Sec. 9. (1) Within 30 days of the issuance of a certificate of occupancy for an eligible investment project, the conditional recipient must file with the city the following:

(a) A description of the work that has been completed and a statement that the eligible investment project qualifies the property for a sales and use tax deferral under this chapter;

(b) A statement of the new affordable housing to be offered as a result of the conversion of underutilized commercial property to multifamily housing; and

(c) A statement that the work has been completed within three years of the issuance of the conditional certificate of program

approval.

(2) Within 30 days after receipt of the statements required under subsection (1) of this section, the city must determine and notify the conditional recipient as to whether the work completed and the affordable housing to be offered are consistent with the application and the contract approved by the city, and the investment project continues to qualify for a tax deferral under this chapter. The conditional recipient must notify the department within 30 days from receiving the city's determination to report the project

is operationally complete so the department can certify the project and determine the qualifying deferred taxes. The department must determine the amount of sales and use taxes qualifying for the deferral. If the department determines that purchases were not eligible for deferral it must assess interest, but not penalties, on the nonqualifying amounts.

(3) The city must notify the conditional recipient within 30 days that a tax deferral under this chapter is denied if the city

determines that:

(a) The work was not completed within three years of the application date;

(b) The work was not constructed consistent with the application or other applicable requirements;

(c) The affordable housing units to be offered are not consistent with the application and criteria of this chapter; or

(d) The owner's property is otherwise not qualified for a sales and use tax deferral

under this chapter.

- (4) If the city finds that the work was not completed within the required time period due to circumstances beyond the control of the conditional recipient and that the conditional recipient has been acting and could reasonably be expected to act in good faith and with due diligence, the governing authority may extend the deadline for completion of the work for a period not to exceed 24 consecutive months, and must notify the department of the extension.
- (5) The city's governing authority may enact an ordinance to provide a process for a conditional recipient to appeal a decision by the city that the conditional recipient is not entitled to a deferral of sales and use taxes. The conditional recipient may appeal a decision by the city to deny a deferral of sales and use taxes in superior court under RCW 34.05.510 through 34.05.598, if the appeal is filed within 30 days of notification by the city to the conditional recipient.
- (6) A city denying a conditional recipient of a sales and use tax deferral under subsection (3) of this section must notify the department and taxes deferred under this chapter are immediately due and payable, subject to any appeal by the conditional recipient. The department must assess interest at the rate provided for delinquent taxes, but not penalties, retroactively to the date of deferral. A debt for deferred taxes will not be extinguished by insolvency or other failure of the recipient.

NEW SECTION. Sec. 10. (1) Thirty days after the anniversary of the date of issuance of the certificate of occupancy and each year thereafter for 10 years, the conditional recipient must file with a designated authorized representative of the city an annual report indicating the following:

(a) A statement of the affordable housing units constructed on the property as of the anniversary date;

- (b) A certification by the conditional recipient that the property has not changed use:
- (c) A description of changes or improvements constructed after issuance of the certificate of occupancy; and
- (d) Any additional information requested by the city.
- (2) The conditional recipient of a deferral of taxes under this chapter must file a complete annual tax performance report with the department pursuant to RCW 82.32.534 beginning the year the certificate of occupancy is issued and each year thereafter for 10 years.
- (3) A city that issues a certificate of program approval under this chapter must report annually by December 31st of each year, beginning in 2025, to the department of commerce. The report must include the following information:
- (a) The number of program approval certificates granted;
- (b) The total number and type of buildings converted;
- (c) The number of affordable housing units resulting from the conversion of underutilized commercial property to multifamily housing; and
- (d) The estimated value of the sales and use tax deferral for each investment project receiving a program approval and the total estimated value of sales and use tax deferrals granted.
- NEW SECTION. Sec. 11. (1) A conditional recipient must submit an application to the department before initiation of the construction of the investment project. In the case of an investment project involving multiple qualified buildings, applications must be made for, and before the initiation of construction of, each qualified building. The application must be made to the department in a form and manner prescribed by the department. The application must include a copy of the conditional certificate of program approval issued by the city, estimated construction costs, time schedules for completion and operation, and any other information required by the department. The department must rule on the application within 60 days.
- (2) The department must provide information to the conditional recipient regarding documentation that must be retained by the conditional recipient in order to substantiate the amount of sales and use tax actually deferred under this chapter.
- (3) The department may not accept applications for the deferral under this chapter after June 30, 2034.
- (4) The application must include a waiver by the conditional recipient of the four-year limitation under RCW 82.32.100.
  - (5) This section expires July 1, 2034.
- NEW SECTION. Sec. 12. (1) After receiving the conditional certificate of program approval issued by the city and approval of an application by the department as provided in section 11(1) of this act, the department must issue a sales and use

- tax deferral certificate for state and local sales and use taxes due under chapters 82.08, 82.12, 82.14, and 81.104 RCW on each eligible investment project.
- (2) The department must keep a running total of all estimated sales and use tax deferrals provided under this chapter during each fiscal biennium.
- (3) The deferral certificate is valid during active construction of a qualified investment project and expires on the day the city issues a certificate of occupancy for the investment project for which a deferral certificate was issued.
  - (4) This section expires July 1, 2034.
- NEW SECTION. Sec. 13. (1) If a conditional recipient voluntarily opts to discontinue compliance with the requirements of this chapter, the recipient must notify the city and department within 60 days of the change in use or intended discontinuance.
- (2) If, after the department has issued a sales and use tax deferral certificate and the conditional recipient has received a certificate of occupancy, the city finds that a portion of an investment project is changed or will be changed to disqualify the recipient for sales and use tax deferral eligibility under this chapter, the city must notify the department and all deferred sales and use taxes are immediately due and payable. The department must assess interest at the rate provided for delinquent taxes, but not penalties, retroactively to the date of deferral. A debt for deferred taxes will not be extinguished by insolvency or other failure of the recipient.
- (3) This section does not apply after 10 years from the date of the certificate of occupancy.
- NEW SECTION. Sec. 14. (1) Transfer of investment project ownership does not terminate the deferral. The deferral is transferred subject to the successor meeting the eligibility requirements of this chapter.
- (2) The transferor of an eligible project must notify the city and the department of such transfer. The city must certify to the department that the successor meets the requirements of the deferral. The transferor must provide the information necessary for the department to transfer the deferral. If the transferor fails to notify the city and the department, all deferred sales and use taxes are immediately due and payable. The department must assess interest at the rate provided for delinquent taxes, but not penalties, retroactively to the date of deferral.
- NEW SECTION. Sec. 15. (1) This section is the tax preference performance statement for the tax preference contained in chapter . . , Laws of 2024 (this act). This performance statement is only intended to be used for subsequent evaluation of the tax preference. It is not intended to create a private right of action by any party or to be used to determine eligibility for preferential tax treatment.

(2) The legislature categorizes this tax preference as one intended to induce certain designated behavior by taxpayers, indicated in RCW 82.32.808(2)(a).

(3) It is the legislature's specific public policy objective to expand affordable housing options for low-income households, specifically in urban areas where there is

underutilized commercial property.

(4)(a) To measure the effectiveness of the tax preference in this act, the joint legislative audit and review committee must evaluate the number of increased housing units on underutilized commercial property. If a review finds that the number of affordable housing units has not increased, then the legislature intends to repeal this tax preference.

(b) The review must be provided to the fiscal committees of the legislature by

December 31, 2032.

(5) In order to obtain the data necessary to perform the review in subsection (4) of this section, the joint legislative audit and review committee may refer to any available data source, including data collected by the department under section 10 of this act.

<u>NEW SECTION.</u> **Sec. 16.** An owner of underutilized commercial property claiming a sales and use tax deferral under this chapter may also apply for the multiple-unit housing property tax exemption program under chapter 84.14 RCW. For applicants receiving the property tax exemption under chapter 84.14 RCW, the amount of affordable housing units required for eligibility under this chapter is in addition to the affordability conditions in chapter 84.14 RCW.

Sec. 17. RCW 84.14.010 and 2021 c 187 s 2 are each amended to read as follows:

The definitions in this section apply throughout this chapter unless the context

- clearly requires otherwise.

  (1) "Affordable housing" means residential housing that is rented by a person or household whose monthly housing costs, including utilities other than telephone, do not exceed thirty percent of the household's monthly income. For the purposes of housing intended for owner occupancy, "affordable housing" means residential housing that is within the means of low or moderate-income households.
- (2) "Campus facilities master plan" means the area that is defined by the University of Washington as necessary for the future growth and development of its campus facilities for campuses authorized under RCW 28B.45.020.
- (3) "City" means either (a) a city or town with a population of at least fifteen thousand, (b) the largest city or town, if there is no city or town with a population of at least fifteen thousand, located in a county planning under the growth management act, (c) a city or town with a population of at least five thousand located in a county subject to the provisions of RCW 36.70A.215, or (d) any city that otherwise does not meet the qualifications under (a) through (c) of this subsection, until December 31, 2031,

that complies with RCW 84.14.020(1)(a)(iii) or 84.14.021(1)(b).

(4) "Conversion" means the conversion of nonresidential building, in whole or in part, to multiple-unit housing under this chapter.
 (5) "County" means a county with an

unincorporated population of

 $((\frac{(5)}{(5)}))$  "Governing authority" the local legislative authority of a city or a county having jurisdiction over the property for which an exemption may be applied for under this chapter.

 $((\frac{(6)}{(6)}))$  "Growth management act" means

chapter 36.70A RCW.

(((17)))(8) "Household" means a single person, family, or unrelated persons living together.

 $((\frac{8}{(8)}))$  "Low-income household" means a single person, family, or unrelated persons living together whose adjusted income is at or below eighty percent of the median family income adjusted for family size, for the county, city, or metropolitan statistical area, where the project is located, as reported by the United States department of housing and urban development.

((<del>(9)</del>))<u>(10)</u> "Moderate-income household" means a single person, family, or unrelated persons living together whose adiusted income is more than eighty percent but is at or below one hundred fifteen percent of the median family income adjusted for family size, for the county, city, or metropolitan statistical area, where the project is located, as reported by the United States department of housing and urban development.

housing" ((<del>(10)</del>))<u>(11)</u> "Multiple-unit means a building or a group of buildings having four or more dwelling units not designed or used as transient accommodations and not including hotels and motels. Multifamily units may result from new construction or rehabilitated or conversion of vacant, underutilized, or substandard buildings to multifamily housing.

 $((\frac{11}{11}))$  12 "Owner" means the property

owner of record.

((<del>(12)</del>))<u>(13)</u> "Permanent occupancy" means multiunit housing that provides either rental or owner occupancy on a nontransient basis. This includes owneroccupied or rental accommodation that is leased for a period of at least one month. This excludes hotels and motels that predominately offer rental accommodation on a daily or weekly basis.

( (<del>(13)</del>) ) <u>(14)</u> "Rehabilitation improvements" modifications to means existing structures, that are vacant for twelve months or longer, that are made to achieve a condition of substantial achieve a compliance with existing building codes or modification to existing occupied structures which increase the number of multifamily

housing units.

 $((\frac{-(14)}{15}))$  "Residential targeted area" means an area within an urban center or urban growth area that has been designated by the governing authority as a residential targeted area in accordance with this chapter. With respect to designations after July 1, 2007, "residential targeted area" may not include a campus facilities master plan.

 $((\frac{(15)}{)})\frac{(16)}{(16)}$  "Rural county" means a county with a population between fifty thousand and seventy-one thousand and bordering Puget Sound.

 $((\frac{(16)}{}))\frac{(17)}{}$  "Substantial compliance" means compliance with local building or housing code requirements that are typically required for rehabilitation as opposed to new construction.

 $((\frac{(17)}{)})\underline{(18)}$  "Urban center" means a compact identifiable district where urban residents may obtain a variety of products and services. An urban center must contain:

- (a) Several existing or previous, or both, business establishments that may include but are not limited to shops, offices, banks, restaurants, governmental agencies;
- (b) Adequate public facilities including streets, sidewalks, lighting, transit, domestic water, and sanitary sewer systems; and
- (c) A mixture of uses and activities that may include housing, recreation, and cultural activities in association with either commercial or office, or both, use.

 $\underline{\text{NEW SECTION.}}$  Sec. 18. Sections 1 through 16 of this act constitute a new chapter in Title 82 RCW."

Correct the title.

Signed by Representatives Peterson, Chair; Alvarado, Vice Chair; Leavitt, Vice Chair; Klicker, Ranking Minority Member; Connors, Assistant Ranking Minority Member; ; Barkis; Hutchins; Low; Reed and Taylor.

MINORITY recommendation: Do not pass. Signed by Representatives Chopp; and Entenman.

Referred to Committee on Finance

February 20, 2024

SB 6178

Prime Sponsor, Senator Randall: Aligning the legend drug act to reflect the prescriptive authority for licensed midwives. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier and Tharinger.

Referred to Committee on Rules for second reading

February 20, 2024

SSB 6186

Prime Sponsor, Human Services: Concerning disclosure of certain recipient information to the Washington state patrol. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; Davis; Farivar; Fosse and Graham.

Referred to Committee on Rules for second reading

February 20, 2024

2SSB 6187

Prime Sponsor, Ways & Means: Concerning the body scanner pilot program at the department of corrections. Reported by Committee on Community Safety

MAJORITY recommendation: Do pass. Signed by Representatives Goodman, Chair; Simmons, Vice Chair; Mosbrucker, Ranking Minority Member; Griffey, Assistant Ranking Minority Member; ; Davis; Farivar; Fosse and Graham.

Referred to Committee on Appropriations

February 21, 2024

SB 6222

Prime Sponsor, Senator Wagoner: Concerning the number of district court judges. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass. Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; Cheney; Entenman; Goodman; Peterson; Thai and Walen.

Referred to Committee on Rules for second reading

February 21, 2024

2SSB 6228

Prime Sponsor, Ways & Means: Concerning treatment of substance use disorders. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. The (1)legislature finds that ensuring individuals with substance use disorders can enter into and complete residential addiction treatment is an important public policy objective. Substance use disorder providers forcing patients prematurely insurance treatment and authorization barriers both present impediments to realizing this goal.

(2) The legislature further finds that patients with substance use disorders should be provided information regarding and access to the full panoply of treatment options for their condition, as would be the case with any other life-threatening disease. Pharmacotherapies are incredibly effective and severely underutilized tools in the treatment of opioid use disorder and alcohol use disorder. The federal food and drug has approved administration three medications for the treatment of opioid use disorder and three medications for the treatment of alcohol use disorder. Only 37 percent of individuals with opioid use disorder and nine percent of individuals with alcohol use disorder receive medication to treat their condition.

(3) Therefore, it is the intent of the reduce forced patient legislature to residential discharges from addiction treatment, to remove arbitrary insurance authorization barriers to residential addiction treatment, and

patients with opioid use disorder and alcohol use disorder receive access to care that is consistent with clinical best practices.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. A new section is added to chapter 71.24 RCW to read as follows:

(1) (a) By October 1, 2024, each licensed certified behavioral health agency providing voluntary inpatient or residential substance use disorder treatment services or withdrawal management services shall submit to the department any policies that the agency maintains regarding the transfer or discharge of a person without the person's consent from a facility providing those services. The policies that agencies must submit include any policies related to situations in which the agency transfers or discharges a person without the person's therapeutic progressive consent. disciplinary processes that the agency maintains, and procedures to assure safe transfers and discharges when a patient is discharged without the patient's consent. Behavioral health agencies that do not maintain such policies must provide an attestation to this effect.

(b) By April 1, 2025, the department shall adopt a model policy for licensed or  $\frac{1}{2}$ certified behavioral health agencies providing voluntary inpatient or residential substance use disorder treatment services or withdrawal management services to consider when adopting policies related to the transfer or discharge of a person without the person's consent from a facility providing those services. In developing the model policy, the department shall consider the policies submitted by agencies under (a) of this subsection and establish factors to be used in making a decision to transfer or discharge a person without the person's consent. Factors may include, but are not limited to, the person's medical condition, the clinical determination that the person no longer requires treatment or withdrawal management services at the facility, the risk of physical injury presented by the person to the person's self or to other persons at the facility, the extent to which the person's behavior risks the recovery goals of other persons at the facility, and the extent to which the agency has applied a therapeutic progressive disciplinary process. The model policy must include provisions addressing the use appropriate therapeutic pr of an progressive disciplinary process and procedures to assure safe transfers and discharges of a patient who is discharged without the patient's consent.

(2)(a) Beginning July 1, 2025, every licensed or certified behavioral health agency providing voluntary inpatient or residential substance use disorder treatment services or withdrawal management services shall submit a report to the department for each instance in which a person receiving services either: (i) Was transferred or discharged from the facility by the agency without the person's consent; or (ii) released the person's self from the facility

prior to a clinical determination that the person had completed treatment.

(b) The department shall adopt rules to implement the reporting requirement under (a) of this subsection, using a standard form. The rules must require that the agency provide a description of the circumstances related to the person's departure from the facility, including whether the departure was voluntary or involuntary, the extent to which a therapeutic progressive disciplinary process was applied, the patient's self-reported understanding of the reasons for discharge, efforts that were made to avert the discharge, and efforts that were made to establish a safe discharge plan prior to the patient leaving the facility.

(3) Patient health care information contained in reports submitted under subsection (2) of this section is exempt

from disclosure under RCW 42.56.360.

(4) This section does not apply to hospitals licensed under chapter 70.41 RCW and psychiatric hospitals licensed under chapter 71.12 RCW.

 $\underline{\text{NEW SECTION.}}$  Sec. 3. A new section is added to chapter 28B.20 RCW to read as follows:

The addictions, drug, and alcohol institute at the University of Washington shall create a patient shared decision-making tool to assist behavioral health and medical providers when discussing medication treatment options for patients with alcohol use disorder. The institute shall distribute the tool to behavioral health and medical providers and instruct them on ways to incorporate the use of the tool into their practices. The institute shall conduct regular evaluations of the tool and update the tool as necessary.

**Sec. 4.** RCW 71.24.037 and 2023 c 454 s 2 are each amended to read as follows:

(1) The secretary shall license or certify any agency or facility that: (a) Submits payment of the fee established under RCW 43.70.110 and 43.70.250; (b) submits a complete application that demonstrates the ability to comply with requirements for operating and maintaining an agency or facility in statute or rule; and (c) successfully completes the prelicensure inspection requirement.

(2) The secretary shall establish by rule minimum standards for licensed or certified behavioral health agencies that must, at a minimum, establish: (a) Qualifications for staff providing services directly to persons disorders, substance use mental disorders, or both; (b) the intended result of each service; and (c) the rights and responsibilities of persons receiving behavioral health services pursuant to this chapter and chapter 71.05 RCW. The secretary shall provide for deeming of licensed or certified behavioral health agencies meeting state minimum standards as a result of accreditation by a recognized behavioral health accrediting body recognized and having a current agreement with the department.

(3) The department shall review reports or other information alleging a failure to

comply with this chapter or the standards and rules adopted under this chapter and may initiate investigations and enforcement actions based on those reports.

(4) The department shall inspections of agencies and fa conduct and facilities, including reviews of records and documents required to be maintained under this chapter

or rules adopted under this chapter.

(5) The department may suspend, revoke, limit, restrict, or modify an approval, or refuse to grant approval, for failure to meet the provisions of this chapter, or the standards adopted under this chapter. RCW 43.70.115 governs notice of a license or certification denial, revocation, suspension, or modification and provides the right to an adjudicative proceeding.

(6) No licensed or certified behavioral health agency may advertise or represent itself as a licensed or certified behavioral health agency if approval has not been granted or has been denied, suspended,

revoked, or canceled.

- (7) Licensure or certification as a behavioral health agency is effective for one calendar year from the date of issuance of the license or certification. The license or certification must specify the types of services provided by the behavioral health agency that meet the standards adopted under this chapter. Renewal of a license or certification must be made in accordance with this section for initial approval and in accordance with the standards set forth in rules adopted by the secretary.
- (8) Licensure or certification as a licensed or certified behavioral health agency must specify the types of services provided that meet the standards adopted under this chapter. Renewal of a license or certification must be made in accordance with this section for initial approval and in accordance with the standards set forth in rules adopted by the secretary.

(9) The department shall develop process by which a provider may obtain dual licensure as an evaluation and treatment facility and secure withdrawal management

and stabilization facility.

(10) Licensed or certified behavioral health agencies may not provide types of services for which the licensed or certified behavioral health agency has not been certified. Licensed or certified behavioral health agencies may provide services for which approval has been sought and is pending, if approval for the services has not been previously revoked or denied.

(11) The department periodically shall inspect licensed or certified behavioral health agencies at reasonable times and in a

reasonable manner.

(12) Upon petition of the department and after a hearing held upon reasonable notice to the facility, the superior court may issue a warrant to an officer or employee of the department authorizing him or her to enter and inspect at reasonable times, and examine the books and accounts of, any licensed or certified behavioral health agency refusing to consent to inspection or examination by the department or which the department has reasonable cause to believe is operating in violation of this chapter.

- (13) The department shall maintain and periodically publish a current list of licensed or certified behavioral health agencies.
- (14)Each licensed or certified behavioral health agency shall file with the department or the authority upon request, data, statistics, schedules, and information the department or the authority reasonably requires. A licensed or certified behavioral health agency that without good cause fails to furnish any data, statistics, schedules, or information as requested, or files fraudulent returns thereof, may have its license or certification revoked suspended.
- (15) The authority shall use the data provided in subsection (14) of this section to evaluate each program that admits children to inpatient substance use disorder treatment upon application of their parents. The evaluation must be done at least once every twelve months. In addition, authority shall randomly select and review the information on individual children who are admitted on application of the child's parent for the purpose of determining whether the child was appropriately placed into substance use disorder treatment based on an objective evaluation of the child's condition and the outcome of the child's  $% \left( \frac{1}{2}\right) =\frac{1}{2}\left( \frac{1$ treatment.
- (16) Any settlement agreement entered into between the department and licensed or certified behavioral health agencies resolve administrative complaints, license or certification violations, license or certification suspensions, or license or certification revocations may not reduce the number of violations reported by the department unless the department concludes, based on evidence gathered by inspectors, that the licensed or certified behavioral health agency did not commit one or more of the violations.
- (17) In cases in which a behavioral health agency that is in violation of licensing or certification standards attempts to transfer or sell the behavioral health agency to a family member, the transfer or sale may only be made for the purpose of remedying license certification violations and achieving full compliance with the terms of the license or certification. Transfers or sales to family members are prohibited in cases in which the purpose of the transfer or sale is to avoid liability or reset the number of license or certification violations found before the transfer or sale. If the department finds that the owner intends to transfer or sell, or has completed the transfer or sale of, ownership of the behavioral health agency to a family member solely for the purpose of resetting the number of violations found before the transfer or sale, the department may not renew the behavioral health agency's license or certification or issue a new license or certification to the behavioral health service provider.
- (18) Every licensed or certified outpatient behavioral health agency shall display the 988 crisis hotline number in common areas of the premises and include the number as a calling option on any phone

message for persons calling the agency after business hours.

(19) Every licensed or certified inpatient or residential behavioral health agency must include the 988 crisis hotline number in the discharge summary provided to individuals being discharged from inpatient or residential services.

(20)(a) Licensed or certified behavioral health agencies providing voluntary inpatient or residential substance use disorder treatment services or withdrawal management services:

(i) Must comply with the policy submission and mandatory reporting requirements established in section 2 of this act; and

(ii) May not prohibit a person from receiving services at or being admitted to the agency based solely on prior instances of the person releasing the person's self from the facility prior to a clinical determination that the person had completed treatment.

(b) This subsection (20) does not apply to hospitals licensed under chapter 70.41 RCW and psychiatric hospitals licensed under chapter 71.12 RCW.

(21) (a) A licensed or behavioral health agency shall provide each patient seeking treatment for opioid use disorder or alcohol use disorder, whether receiving inpatient or outpatient treatment, with education related to pharmacological treatment options specific to the patient's diagnosed condition. The education must <u>include an unbiased explanation of all</u> recognized forms of treatment approved by the federal food and drug administration, as required under RCW 7.70.050 and 7.70.060, that are clinically appropriate for the patient. Providers may use the patient shared decision-making tools for opioid use <u>disorder and alcohol use disorder developed</u> by the addictions, drug, and alcohol institute at the University of Washington. <u>If the patient elects a clinically</u> <u>appropriate</u> pharmacological treatment option, the behavioral health agency shall support the patient with the implementation of the pharmacological treatment either by direct provision of the medication or by a warm handoff referral, if the treating provider is unable to directly provide the medication.

(b) Unless it meets the requirements of (a) of this subsection, a behavioral health agency may not:

(i) Advertise that it treats opioid use disorder or alcohol use disorder; or

(ii) Treat patients for opioid use disorder or alcohol use disorder, regardless of the form of treatment that the patient chooses.

(c)(i) Failure to meet the education requirements of (a) of this subsection may be an element of proof in demonstrating a breach of the duty to secure an informed consent under RCW 7.70.050.

(ii) Failure to meet the education and facilitation requirements of (a) of this subsection may be the basis of a disciplinary action under this section.

 $\underline{\text{NEW SECTION.}}$  Sec. 5. A new section is added to chapter 18.57 RCW to read as follows:

An osteopathic physician and surgeon licensed under this chapter shall provide  $% \left( \frac{1}{2}\right) =\frac{1}{2}\left( \frac{1}{2}\right) +\frac{1}{2}\left( \frac{1}{2}$ each patient seeking treatment for opioid use disorder or alcohol use disorder with education related to pharmacological treatment options specific to the patient's diagnosed condition. The education must include an unbiased explanation of all recognized forms of treatment approved by the federal food and drug administration, as required under RCW 7.70.050 and 7.70.060, that are clinically appropriate for the patient. An osteopathic physician and surgeon may use the patient shared decisionmaking tools for opioid use disorder and alcohol use disorder developed by the University of Washington addictions, drug, and alcohol institute. If the patient elects a clinically appropriate pharmacological treatment option, the osteopathic physician and surgeon shall support the patient with the implementation of the pharmacological treatment, either by direct provision of the medication or by a warm handoff referral, if the osteopathic physician and surgeon is unable to directly provide the medication.

 $\underline{\text{NEW SECTION.}}$  Sec. 6. A new section is added to chapter 18.71 RCW to read as follows:

A physician licensed under this chapter shall provide each patient seeking treatment for opioid use disorder or alcohol use disorder with education related t.o pharmacological treatment options specific to the patient's diagnosed condition. The education must include an unbiased explanation of all recognized forms of treatment approved by the federal food and drug administration, as required under RCW 7.70.050 and 7.70.060, that are clinically appropriate for the patient. A physician may use the patient shared decision-making tools for opioid use disorder and alcohol use disorder developed by the University of Washington addictions, drug, and alcohol institute. If the patient elects a appropriate clinically pharmacological treatment option, the physician shall support the patient with the implementation of the pharmacological treatment, either by direct provision of the medication or by a warm handoff referral, if the physician is unable to directly provide the medication.

 $\underline{\text{NEW SECTION.}}$  Sec. 7. A new section is added to chapter 18.71A RCW to read as follows:

A physician assistant licensed under this chapter shall provide each patient seeking treatment for opioid use disorder or alcohol use disorder with education related to pharmacological treatment options specific to the patient's diagnosed condition. The education must include an unbiased explanation of all recognized forms of treatment approved by the federal food and drug administration, as required under RCW 7.70.050 and 7.70.060, that are clinically appropriate for the patient. A physician assistant may use the patient shared decision-making tools for opioid use

disorder and alcohol use disorder developed by the University of Washington addictions, drug, and alcohol institute. If the patient elects а clinically appropriate pharmacological treatment option, the physician assistant shall support patient with the implementation of the pharmacological treatment, either by direct provision of the medication or by a warm handoff referral, if the physician assistant to directly provide unable medication.

 $\underline{\text{NEW SECTION.}}$  Sec. 8. A new section is added to chapter 18.79 RCW to read as follows:

An advanced registered nurse practitioner licensed under this chapter shall provide each patient seeking treatment for opioid use disorder or alcohol use disorder with education related to pharmacological treatment options specific to the patient's diagnosed condition. The education must include an unbiased explanation of all recognized forms of treatment approved by the federal food and drug administration, as required under RCW 7.70.050 and 7.70.060, that are clinically appropriate for the patient. An advanced registered nurse patient. An advanced registered nuise practitioner may use the patient shared decision-making tools for opioid use disorder and alcohol use disorder developed by the University of Washington addictions, drug, and alcohol institute. If the patient clinically elects a appropriate pharmacological treatment option, advanced registered nurse practitioner shall support the patient with the implementation of the pharmacological treatment, either by direct provision of the medication or by a warm handoff referral, if the advanced registered nurse practitioner is unable to directly provide the medication.

 $\underline{\text{NEW SECTION.}}$  Sec. 9. A new section is added to chapter 70.41 RCW to read as follows:

A hospital licensed under this chapter shall provide each patient seeking treatment for opioid use disorder or alcohol use disorder with education related pharmacological treatment options specific to the patient's diagnosed condition. The education must include an unbiased explanation of all recognized forms of treatment approved by the federal food and drug administration, as required under RCW  $7.7\tilde{0}.050$  and 7.70.060, that are clinically appropriate for the patient. A hospital may use the patient shared decision-making tools for opioid use disorder and alcohol use disorder developed by the University of Washington addictions, drug, and alcohol institute. If the patient elects a clinically appropriate pharmacological treatment option, the hospital shall support the patient with the implementation of the pharmacological treatment, either by direct provision of the medication or by a warm handoff referral, if the hospital is unable to directly provide the medication.

 $\underline{\text{NEW SECTION.}}$  Sec. 10. A new section is added to chapter 71.24 RCW to read as follows:

- (1) If a behavioral health provider or licensed or certified behavioral health agency that provides withdrawal management services to a patient seeks to discontinue usage or reduce dosage amounts of a medication, including a psychotropic medication, that the patient has been using in accordance with the directions of a prescribing health care provider, the withdrawal management provider shall engage in individualized, patient-centered, shared decision making, using nonjudgmental and compassionate communication and, with the consent of the patient, make a good faith effort to consult the prescribing health care provider. A withdrawal management provider may not, by philosophy or practice, categorically require all patients to discontinue all psychotropic medications, including benzodiazepines and medications for attention deficit hyperactivity disorder.
- $\,$  (2) This section does not apply to hospitals licensed under chapter 70.41 RCW and psychiatric hospitals licensed under chapter 71.12 RCW.

Sec. 11. RCW 41.05.526 and 2020 c 345 s 2 are each amended to read as follows:

(1) Except as provided in subsection (2) of this section, a health plan offered to employees and their covered dependents under this chapter issued or renewed on or after January 1, 2021, may not require an enrollee to obtain prior authorization for withdrawal management services or inpatient or residential substance use disorder treatment services in a behavioral health agency licensed or certified under RCW 71.24.037.

(2)(a) A health plan offered to employees and their covered dependents under this chapter issued or renewed on or after January 1, 2021, must:

(i) Provide coverage for no less than two business days, excluding weekends and holidays, in a behavioral health agency that provides inpatient or residential substance use disorder treatment prior to conducting a utilization review; and

(ii) Provide coverage for no less than three days in a behavioral health agency that provides withdrawal management services prior to conducting a utilization review.

(b)  $(\underline{i})$  The health plan may not require an enrollee to obtain prior authorization for the services specified in (a) of this subsection as a condition for payment of services prior to the times specified in (a) of this subsection.

(ii) Once the times specified in (a) of this subsection have passed, the health plan may initiate utilization management review procedures if the behavioral health agency continues to provide services or is in the process of arranging for a seamless transfer to an appropriate facility or lower level of care under subsection (6) of this section. For a health plan issued or renewed on or after January 1, 2025, if a health plan authorizes inpatient or residential substance use disorder treatment services pursuant to the initial medical necessity

review process under (c)(iii) of this subsection, the length of the initial authorization may not be less than 14 days from the date that the patient was admitted to the behavioral health agency. Any subsequent reauthorization that the health plan approves after the first 14 days must <u>continue for no less than seven days prior</u> to requiring further reauthorization. Nothing prohibits a health plan from requesting information to assist with a seamless transfer under this subsection.

(c)(i) The behavioral health agency under (a) of this subsection must notify an enrollee's health plan as soon as practicable after admitting the enrollee, but not later than twenty-four hours after admitting the enrollee. The time notification does not reduce t.he requirements established in (a) of this subsection.

(ii) The behavioral health agency under (a) of this subsection must provide the health plan with its initial assessment and initial treatment plan for the enrollee within two business days of admission, excluding weekends and holidays, or within three days in the case of a behavioral health agency that provides withdrawal

management services.

(iii) After the time period in (a) of this subsection and receipt of the material provided under (c)(ii) of this subsection, the plan may initiate a medical necessity review process. Medical necessity review must be based on the standard set of criteria established under RCW 41.05.528. In <u>a review for inpatient or residential</u> <u>substance use disorder treatment services, a</u> <u>health plan may not make a determination</u> that a patient does not meet medical necessity criteria based primarily on the patient's length of abstinence. If patient's abstinence from substance use was due to incarceration, hospitalization, or inpatient treatment, a health plan may not consider the patient's length of abstinence in determining medical necessity. If the health plan determines within one business day from the start of the medical necessity review period and receipt of the material provided under (c)(ii) of this subsection that the admission to the facility was not medically necessary and advises the agency of the decision in writing, the health plan is not required to pay the facility for services delivered after the start of the medical necessity review period, subject to the conclusion of a filed appeal of the  $\,$ adverse benefit determination. If the health plan's medical necessity review is completed than one business day ((<del>[the]</del>))<u>the</u> start of the medical necessity review period and receipt of the material provided under (c)(ii) of this subsection, the health plan must pay for the services delivered from the time of admission until the time at which the medical necessity review is completed and the agency is advised of the decision in writing.

(3) (a) The behavioral health agency shall document to the health plan the patient's need for continuing care and justification for level of care placement following the current treatment period, based on the standard set of criteria established under RCW 41.05.528, with documentation recorded in the patient's medical record.

- (b) For a health plan issued or renewed on or after January 1, 2025, for inpatient <u>or residential substance use disorder</u> treatment services, the health plan may not consider the patient's length of stay at the behavioral health agency when making decisions regarding the authorization to continue care at the behavioral health agency.
- (4) Nothing in this section prevents a health carrier from denying coverage based on insurance fraud.
- (5) If the behavioral health agency under subsection (2)(a) of this section is not in the enrollee's network:
- (a) The health plan is not responsible for reimbursing the behavioral health agency at a greater rate than would be paid had the agency been in the enrollee's network; and

(b) The behavioral health agency may not

- balance bill, as defined in RCW 48.43.005.

  (6) When the treatment plan approved by the health plan involves transfer of the enrollee to a different facility or to a lower level of care, the care coordination unit of the health plan shall work with the current agency to  $\bar{m}$  ake arrangements for a seamless transfer as soon as possible to an appropriate and available facility or level of care. The health plan shall pay the agency for the cost of care at the current facility until the seamless transfer to the different facility or lower level of care is complete. A seamless transfer to a lower level of care may include same day or next day appointments for outpatient care, and does not include payment for nontreatment services, such as housing services. If placement with an agency in the health plan's network is not available, the health plan shall pay the current agency until a seamless transfer arrangement is made.
- (7) The requirements of this section do not apply to treatment provided in out-ofstate facilities.
- (8) For the purposes of this section "withdrawal management services" means twenty-four hour medically managed or medically monitored detoxification and assessment and treatment referral for adults or adolescents withdrawing from alcohol or drugs, which may include induction on medications for addiction recovery.
- **Sec. 12.** RCW 48.43.761 and 2020 c 345 s 3 are each amended to read as follows:
- (1) Except as provided in subsection (2) of this section, a health plan issued or renewed on or after January 1, 2021, may not require an enrollee to obtain prior authorization for withdrawal management services or inpatient or residential substance use disorder treatment services in a behavioral health agency licensed or certified under RCW 71.24.037.
- (2)(a) A health plan issued or renewed on or after January 1, 2021, must:
- (i) Provide coverage for no less than two business days, excluding weekends and holidays, in a behavioral health agency that provides inpatient or residential substance use disorder treatment prior to conducting a utilization review; and

(ii) Provide coverage for no less than three days in a behavioral health agency that provides withdrawal management services prior to conducting a utilization review.

(b) (i) The health plan may not require an enrollee to obtain prior authorization for the services specified in (a) of this subsection as a condition for payment of services prior to the times specified in (a) of this subsection.

(ii) Once the times specified in (a) of this subsection have passed, the health plan may initiate utilization management review procedures if the behavioral health agency continues to provide services or is in the process of arranging for a seamless transfer to an appropriate facility or lower level of care under subsection (6) of this section. For a health plan issued or renewed on or after January 1, 2025, if a health plan authorizes inpatient or residential substance use disorder treatment services pursuant to the initial medical necessity review process under (c)(iii) of this subsection, the length of the initial authorization may not be less than 14 days from the date that the patient was admitted to the behavioral health agency. Any subsequent reauthorization that the health plan approves after the first 14 days must continue for no less than seven days prior requiring further reauthorization. Nothing prohibits a health plan from requesting information to assist with a seamless transfer under this subsection.

(c) (i) The behavioral health agency under (a) of this subsection must notify an enrollee's health plan as soon as practicable after admitting the enrollee, but not later than twenty-four hours after admitting the enrollee. The time of notification does not reduce the requirements established in (a) of this subsection.

(ii) The behavioral health agency under (a) of this subsection must provide the health plan with its initial assessment and initial treatment plan for the enrollee within two business days of admission, excluding weekends and holidays, or within three days in the case of a behavioral health agency that provides withdrawal management services.

(iii) After the time period in (a) of this subsection and receipt of the material provided under (c)(ii) of this subsection, the plan may initiate a medical necessity review process. Medical necessity review must be based on the standard set of criteria established under RCW 41.05.528. In <u>a review for inpatient or residential</u> substance use disorder treatment services, a health plan may not make a determination that a patient does not meet medical necessity criteria based primarily on the patient's length of abstinence. patient's abstinence from substance use was due to incarceration, hospitalization, or inpatient treatment, a health plan may not consider the patient's length of abstinence in determining medical necessity. If the health plan determines within one business day from the start of the medical necessity review period and receipt of the material provided under (c)(ii) of this subsection that the admission to the facility was not medically necessary and advises the agency of the decision in writing, the health plan is not required to pay the facility for services delivered after the start of the medical necessity review period, subject to the conclusion of a filed appeal of the adverse benefit determination. If the health plan's medical necessity review is completed more than one business day after (([the])) the start of the medical necessity review period and receipt of the material provided under (c)(ii) of this subsection, the health plan must pay for the services delivered from the time of admission until the time at which the medical necessity review is completed and the agency is advised of the decision in writing.

(3) (a) The behavioral health agency shall document to the health plan the patient's need for continuing care and justification for level of care placement following the current treatment period, based on the standard set of criteria established under RCW 41.05.528, with documentation recorded in the patient's medical record.

(b) For a health plan issued or renewed on or after January 1, 2025, for inpatient or residential substance use disorder treatment services, the health plan may not consider the patient's length of stay at the behavioral health agency when making decisions regarding the authorization to continue care at the behavioral health agency.

(4) Nothing in this section prevents a health carrier from denying coverage based on insurance fraud.

(5) If the behavioral health agency under subsection (2)(a) of this section is not in the enrollee's network:

(a) The health plan is not responsible for reimbursing the behavioral health agency at a greater rate than would be paid had the agency been in the enrollee's network; and

(b) The behavioral health agency may not balance bill, as defined in RCW 48.43.005.

(6) When the treatment plan approved by the health plan involves transfer of the enrollee to a different facility or to a lower level of care, the care coordination unit of the health plan shall work with the current agency to make arrangements for a seamless transfer as soon as possible to an appropriate and available facility or level of care. The health plan shall pay the agency for the cost of care at the current facility until the seamless transfer to the different facility or lower level of care is complete. A seamless transfer to a lower level of care may include same day or next day appointments for outpatient care, and does not include payment for nontreatment services, such as housing services. If placement with an agency in the health plan's network is not available, the health plan shall pay the current agency until a seamless transfer arrangement is made.

(7) The requirements of this section do not apply to treatment provided in out-of-state facilities.

(8) For the purposes of this section "withdrawal management services" means twenty-four hour medically managed or medically monitored detoxification and assessment and treatment referral for adults or adolescents withdrawing from alcohol or

drugs, which may include induction on medications for addiction recovery.

Sec. 13. RCW 71.24.618 and 2020 c 345 s 4 are each amended to read as follows:

(1) Beginning January 1, 2021, a managed care organization may not require an enrollee to obtain prior authorization for withdrawal management services or inpatient or residential substance use disorder treatment services in a behavioral health agency licensed or certified under RCW 71.24.037.

(2)(a) Beginning January 1, 2021, a

managed care organization must:

(i) Provide coverage for no less than two business days, excluding weekends and holidays, in a behavioral health agency that provides inpatient or residential substance use disorder treatment prior to conducting a utilization review; and

(ii) Provide coverage for no less than three days in a behavioral health agency that provides withdrawal management services prior to conducting a utilization review.

(b)(i) The managed care organization may not require an enrollee to obtain prior authorization for the services specified in (a) of this subsection as a condition for payment of services prior to the times

specified in (a) of this subsection.

- (ii) Once the times specified in (a) of this subsection have passed, the managed care organization may initiate utilization management review procedures if the health agency continues to provide services or is in the process of arranging for a seamless transfer to an appropriate facility or lower level of care under subsection (6) of this section. Beginning January 1, 2025, if a managed care organization authorizes inpatient or residential substance use disorder treatment services pursuant to the initial medical necessity review process under (c)(iii) of this subsection, the length of the initial <u>authorization may not be less than 14 days</u> from the date that the patient was admitted to the behavioral health agency. Any subsequent reauthorization that the managed care organization approves after the first 14 days must continue for no less than seven days prior to requiring further reauthorization. Nothing prohibits a managed <u>care organization from requesting</u> information to assist with a seamless transfer under this subsection.
- (c)(i) The behavioral health agency under (a) of this subsection must notify an enrollee's managed care organization as soon as practicable after admitting the enrollee, but not later than twenty-four hours after admitting the enrollee. The time of notification does not reduce the requirements established in (a) of this subsection.
- (ii) The behavioral health agency under (a) of this subsection must provide the managed care organization with its initial assessment and initial treatment plan for the enrollee within two business days of admission, excluding weekends and holidays, or within three days in the case of a behavioral health agency that provides withdrawal management services.

- (iii) After the time period in (a) of this subsection and receipt of the material  ${\bf r}$ provided under (c)(ii) of this subsection, the managed care organization may initiate a medical necessity review process. Medical necessity review must be based on the standard set of criteria established under RCW 41.05.528. In a review for inpatient or residential substance use disorder treatment services, a managed care organization may not make a determination that a patient does not meet medical necessity criteria based primarily on the patient's length of abstinence. If the patient's abstinence from substance use was due to incarceration, hospitalization, or inpatient treatment, a managed care organization may not consider the patient's length of abstinence determining medical necessity. If the health plan determines within one business day from the start of the medical necessity review period and receipt of the material provided under (c)(ii) of this subsection that the admission to the facility was not medically necessary and advises the agency of the decision in writing, the health plan is not required to pay the facility for services delivered after the start of the medical necessity review period, subject to the conclusion of a filed appeal of the adverse benefit determination. If the managed care organization's medical necessity review is completed more than one business day after  $((\frac{\text{[the]}}{\text{)}})\underline{\text{the}}$  start of the medical necessity review period and receipt of the material provided under (c)(ii) of this subsection, the managed care organization must pay for the services delivered from the time of admission until the time at which the medical necessity review is completed and the agency is advised of the decision in writing.
- (3) (a) The behavioral health agency shall document to the managed care organization the patient's need for continuing care and justification for level of care placement following the current treatment period, based on the standard set of criteria established under RCW 41.05.528, with documentation recorded in the patient's medical record.
- (b) Beginning January 1, 2025, for inpatient or residential substance use disorder treatment services, the managed care organization may not consider the patient's length of stay at the behavioral health agency when making decisions regarding the authorization to continue care at the behavioral health agency.
- (4) Nothing in this section prevents a health carrier from denying coverage based on insurance fraud.
- (5) If the behavioral health agency under subsection (2)(a) of this section is not in the enrollee's network:
- (a) The managed care organization is not responsible for reimbursing the behavioral health agency at a greater rate than would be paid had the agency been in the enrollee's network; and

(b) The behavioral health agency may not balance bill, as defined in RCW 48.43.005.(6) When the treatment plan approved by

(6) When the treatment plan approved by the managed care organization involves transfer of the enrollee to a different facility or to a lower level of care, the

care coordination unit of the managed care organization shall work with the current agency to make arrangements for a seamless transfer as soon as possible to an appropriate and available facility or level of care. The managed care organization shall pay the agency for the cost of care at the current facility until the seamless transfer to the different facility or lower level of care is complete. A seamless transfer to a lower level of care may include same day or next day appointments for outpatient care, and does not include payment for nontreatment services, such as housing services. If placement with an agency in the managed care organization's network is not available, the managed care organization shall pay the current agency at the service level until a seamless transfer arrangement

(7) The requirements of this section do not apply to treatment provided in out-of-state facilities.

(8) For the purposes of this section "withdrawal management services" means twenty-four hour medically managed or medically monitored detoxification and assessment and treatment referral for adults or adolescents withdrawing from alcohol or drugs, which may include induction on medications for addiction recovery.

NEW SECTION. Sec. 14. (1) The health care authority, in collaboration with the insurance commissioner, shall convene a work group consisting of commercial health medicaid managed carriers, care organizations, and behavioral health agencies that provide inpatient or residential substance use disorder treatment services. The work group shall develop recommendations for streamlining commercial health carrier and medicaid managed care organization requirements and processes related to the authorization and reauthorization of inpatient or residential substance use disorder treatment. The recommendations must include a universal format accepted by all health carriers and medicaid managed care organizations for behavioral health agencies to use for service authorization and reauthorization requests with common data requirements and a standardized form and simplified electronic process. The health care authority shall submit the recommendations of the work group to the appropriate policy committees of the legislature by December 1, 2024.

(2) This section expires June 1, 2025.

 $\underline{\text{NEW SECTION.}}$  Sec. 15. A new section is added to chapter 41.05 RCW to read as follows:

When updated versions of the ASAM Criteria, treatment criteria for addictive, substance related, and co-occurring conditions, inclusive of adolescent and transition age youth versions, are published by the American society of addiction medicine, the health care authority and the office of the insurance commissioner shall jointly determine whether to use the updated version, and, if so, the date upon which the updated version must begin to be used by medicaid managed care organizations,

carriers, and other relevant entities. Both agencies shall post notice of their decision on their websites. For purposes of the ASAM Criteria, 4th edition, medicaid managed care organizations and carriers shall begin to use the updated criteria no later than January 1, 2026, unless the health care authority and the office of the insurance commissioner jointly determine that it should not be used.

 $\underline{\text{NEW SECTION.}}$  Sec. 16. A new section is added to chapter 48.43 RCW to read as follows:

When updated versions of the ASAM Criteria, treatment criteria for addictive, substance related, and co-occurring conditions, inclusive of adolescent and transition age youth versions, are published by the American society of addiction medicine, the health care authority and the office of the insurance commissioner shall jointly determine whether to use the updated version, and, if so, the date upon which the updated version must begin to be used by medicaid managed care organizations, carriers, and other relevant entities. Both agencies shall post notice of their decision on their websites. For purposes of the ASAM Criteria, 4th edition, medicaid managed care organizations and carriers shall begin to use the updated criteria no later than January 1, 2026, unless the health care authority and the office of the insurance commissioner jointly determine that it should not be used.

 $\underline{\text{NEW SECTION.}}$  Sec. 17. A new section is added to chapter 71.24 RCW to read as follows:

When updated versions of the ASAM Criteria, treatment criteria for addictive, substance related, and co-occurring conditions, inclusive of adolescent and transition age youth versions, are published by the American society of addiction medicine, the health care authority and the office of the insurance commissioner shall jointly determine whether to use the updated version, and, if so, the date upon which the updated version must begin to be used by medicaid managed care organizations, carriers, and other relevant entities. Both agencies shall post notice of their decision on their websites. For purposes of the ASAM Criteria, 4th edition, medicaid managed care organizations and carriers shall begin to use the updated criteria no later than January 1, 2026, unless the health care authority and the office of the insurance commissioner jointly determine that it should not be used.

NEW SECTION. Sec. 18. The health care authority shall provide a gap analysis of nonemergency transportation benefits provided to medicaid enrollees in Washington, Oregon, and other comparison states selected by the health care authority and provide an analysis of the costs and benefits of available alternatives to the governor and appropriate committees of the legislature by December 1, 2024, including the option of an enhanced nonemergency

transportation benefit for persons being discharged from a behavioral health emergency services provider to the next level of care in circumstances when a level of prudent layperson acting reasonably would believe such transportation is necessary to protect the enrollee from relapse or other discontinuity in care that would jeopardize the health or safety of the enrollee. In recognizing that some behavioral health patients are not well-served by the current nonemergency transportation system for medical assistance patients due to inflexible rules, the authority shall also evaluate the possibility of creating a network of peer-led, trauma-informed peer-led, transportation providers that could provide nonemergency transportation to youth and adult medical assistance patients traveling to receive behavioral health services.

Sec. 19. RCW 43.70.250 and 2023 c 469 s 21 are each amended to read as follows:

(1) It shall be the policy of the state of Washington that the cost of each professional, occupational, or business licensing program be fully borne by the members of that profession, occupation, or business.

(2) The secretary shall from time to time establish the amount of all application fees, license fees, registration fees, examination fees, permit fees, renewal fees, and any other fee associated with licensing or regulation of professions, occupations, businesses administered by the department. Any and all fees or assessments, or both, levied on the state to cover the costs of the operations and activities of the interstate health professions licensure compacts with participating authorities listed under chapter 18.130 RCW shall be borne by the persons who hold licenses issued pursuant to the authority and procedures established under the compacts. In fixing said fees, the secretary shall set the fees for each program at a sufficient level to defray the costs of administering that program and the cost of regulating licensed volunteer medical workers in accordance with RCW 18.130.360, except as provided in RCW 18.79.202. In no case may the secretary impose any certification, examination, or renewal fee upon a person seeking certification as a certified peer specialist trainee under chapter 18.420 RCW or, between July 1, 2025, and July 1, 2030, impose a certification, examination, or renewal fee of more than \$100 upon any person seeking certification as a certified peer specialist under chapter 18.420 RCW. Subject to amounts appropriated for specific purpose, between July 1, 2024, and July 1, 2029, the secretary may not impose any certification or certification renewal fee on a person seeking certification as a <u>substance use disorder professional or</u> substance use disorder professional trainee under chapter 18.205 RCW of more than \$100.

(3) All such fees shall be fixed by rule adopted by the secretary in accordance with the provisions of the administrative procedure act, chapter 34.05 RCW.

NEW SECTION. Sec. 20. The Washington state health care authority must contract with a peer-led organization to convene focus groups of people with lived experience of being civilly committed to make recommendations about how to make the process less traumatic and improve experiences and outcomes for patients. The focus groups should include individuals who have been civilly committed under chapter 71.05 RCW on the basis of a mental disorder and on the basis of a substance use disorder. The Washington state health care authority shall issue a report to the governor and the relevant committees of the legislature on the recommendations by September 1, 2025.

NEW SECTION. Sec. 21. The Washington state health care authority shall contract with an organization to develop a proposal for a statewide network of secure, traumainformed transport for patients civilly committed under chapter 71.05 RCW that is provided by a nonambulance service and available in each behavioral health administrative services organization. The contracted organization must consult with people with lived experiences of receiving transport in connection with a civil commitment under chapter 71.05 RCW. The Washington state health care authority shall issue a report to the governor and the relevant committees of the legislature on the recommendations by September 1, 2025.

 $\underline{\text{NEW SECTION.}}$  Sec. 22. A new section is added to chapter 71.05 RCW to read as follows:

The authority must contract with an association that represents designated crisis responders in Washington to develop and begin delivering by July 1, 2025, a training program for social workers licensed under chapter 18.225 RCW or other personnel who practice in an emergency department with responsibilities related to civil commitments under this chapter. The training must include instruction emphasizing standards and procedures relating to the civil commitment of persons with substance use disorders and mental illness, including which clinical presentations warrant summoning a designated crisis responder. The training must emphasize the manner in which a patient with a primary substance use disorder may present as a risk of harm to self or others, or gravely disabled. Consistent with existing training for designated crisis responders, the training must instruct hospital personnel that when considering civil commitment for a patient with a primary substance use disorder, the hospital shall summon the designated crisis responder while the patient is acutely intoxicated, such that the designated crisis responder may witness the patient's true clinical presentation. The training must also instruct hospital personnel to carefully document patient behaviors and statements that are made outside the presence of the designated crisis responder and may be relevant when considering the potential civil commitment of the patient. Each hospital shall ensure that, by July 1,

2026, or within three months of hire, all social workers or other personnel employed in the emergency department with responsibilities relating to civil commitments under this chapter complete the training every three years.

Sec. 23. RCW 41.05.527 and 2021 c 273 s 10 are each amended to read as follows:

(1) A health plan offered to public employees and their covered dependents under this chapter that is issued or renewed on or after January 1, 2023, must participate in the bulk purchasing and distribution program for opioid overdose reversal medication established in RCW 70.14.170 once the program is operational.

(2) For health plans issued or renewed on or after January 1, 2025, a health carrier must reimburse a hospital or psychiatric

hospital that bills:

(a) For opioid overdose reversal medication dispensed or distributed to a patient under RCW 70.41.485 as a separate reimbursable expense; and

(b) For the administration of long-acting injectable buprenorphine as a separate

reimbursable expense.

(3) Reimbursements provided under subsection (2) of this section must be separate from any bundled payment for hospital or emergency department services.

**Sec. 24.** RCW 48.43.762 and 2021 c 273 s 11 are each amended to read as follows:

- (1) For health plans issued or renewed on or after January 1, 2023, health carriers must participate in the opioid overdose reversal medication bulk purchasing and distribution program established in RCW 70.14.170 once the program is operational. A health plan may not impose enrollee cost sharing related to opioid overdose reversal medication provided through the bulk purchasing and distribution program established in RCW 70.14.170.
- (2) For health plans issued or renewed on or after January 1, 2025, a health carrier must reimburse a hospital or psychiatric hospital that bills:
- (a) For opioid overdose reversal medication dispensed or distributed to a patient under RCW 70.41.485 as a separate reimbursable expense; and

reimbursable expense; and
(b) For the administration of long-acting injectable buprenorphine as a separate reimbursable expense.

(3) Reimbursements provided under subsection (2) of this section must be separate from any bundled payment for hospital or emergency department services.

 $\underline{\text{NEW SECTION.}}$  **Sec. 25.** A new section is added to chapter 74.09 RCW to read as follows:

- (1) The authority shall establish appropriate billing codes for hospitals and psychiatric hospitals that administer long-acting injectable buprenorphine to use for billing patients enrolled in a medical assistance program.
- (2) Upon initiation or renewal of a contract with the authority to administer a medicaid managed care plan, a managed care

organization must reimburse a hospital or psychiatric hospital that bills for the administration of long-acting injectable buprenorphine as a separate reimbursable expense.

(3) Beginning January 1, 2025, for individuals enrolled in a medical assistance program that is not a medicaid managed care plan, the authority must reimburse a hospital or psychiatric hospital that bills for the administration of long-acting injectable buprenorphine administered as a separate reimbursable expense.

(4) Reimbursements provided under this section must be separate from any bundled payment for hospital or emergency department

services.

- Sec. 26. RCW 42.56.360 and 2023 sp.s. c 1 s 23 are each amended to read as follows:
- (1) The following health care information is exempt from disclosure under this chapter:
- (a) Information obtained by the pharmacy quality assurance commission as provided in RCW 69.45.090;
- (b) Information obtained by the pharmacy quality assurance commission or the department of health and its representatives as provided in RCW 69.41.044, 69.41.280, and 18.64.420;
- (c) Information and documents created specifically for, and collected and maintained by a quality improvement committee under RCW 43.70.510, 70.230.080, or 70.41.200, or by a peer review committee under RCW 4.24.250, or by a quality assurance committee pursuant to RCW 74.42.640 or 18.20.390, or by a hospital, as defined in RCW 43.70.056, for reporting of health care-associated infections under RCW 43.70.056, a notification of an incident under RCW 70.56.040(5), and reports regarding adverse events under RCW 70.56.020(2)(b), regardless of which agency is in possession of the information and documents;
- (d) (i) Proprietary financial and commercial information that the submitting entity, with review by the department of health, specifically identifies at the time it is submitted and that is provided to or obtained by the department of health in connection with an application for, or the supervision of, an antitrust exemption sought by the submitting entity under RCW 43.72.310;
- (ii) If a request for such information is received, the submitting entity must be notified of the request. Within ten business days of receipt of the notice, the submitting entity shall provide a written statement of the continuing need for confidentiality, which shall be provided to the requester. Upon receipt of such notice, the department of health shall continue to treat information designated under this subsection (1) (d) as exempt from disclosure;

(iii) If the requester initiates an action to compel disclosure under this chapter, the submitting entity must be joined as a party to demonstrate the continuing need for confidentiality;

- (e) Records of the entity obtained in an action under RCW 18.71.300 through 18.71.340;
- (f) Complaints filed under chapter 18.130 RCW after July 27, 1997, to the extent provided in RCW 18.130.095(1);
- (g) Information obtained by the department of health under chapter  $70.225\,\mathrm{RCW};$
- (h) Information collected by the department of health under chapter 70.245 RCW except as provided in RCW 70.245.150;
- (i) Cardiac and stroke system performance data submitted to national, state, or local data collection systems under RCW 70.168.150(2)(b);
- (j) All documents, including completed forms, received pursuant to a wellness program under RCW 41.04.362, but not statistical reports that do not identify an individual;
- (k) Data and information exempt from disclosure under RCW 43.371.040;
- (1) Medical information contained in files and records of members of retirement plans administered by the department of retirement systems or the law enforcement officers' and firefighters' plan 2 retirement board, as provided to the department of retirement systems under RCW 41.04.830; and
- (m) Data submitted to the data integration platform under RCW 71.24.908.
- (2) Chapter 70.02 RCW applies to public inspection and copying of health care information of patients.
- (3)(a) Documents related to infant mortality reviews conducted pursuant to RCW 70.05.170 are exempt from disclosure as provided for in RCW 70.05.170(3).
- (b)(i) If an agency provides copies of public records to another agency that are exempt from public disclosure under this subsection (3), those records remain exempt to the same extent the records were exempt in the possession of the originating entity.
- (ii) For notice purposes only, agencies providing exempt records under this subsection (3) to other agencies may mark any exempt records as "exempt" so that the receiving agency is aware of the exemption, however whether or not a record is marked exempt does not affect whether the record is actually exempt from disclosure.
- (4) Information and documents related to maternal mortality reviews conducted pursuant to RCW 70.54.450 are confidential and exempt from public inspection and copying.
- (5) Patient health care information contained in reports submitted under section 2(2) of this act are confidential and exempt from public inspection.

NEW SECTION. Sec. 27. If specific funding for the purposes of this act, referencing this act by bill or chapter number, is not provided by June 30, 2024, in the omnibus appropriations act, this act is null and void."

Correct the title.

Signed by Representatives, Chair; , Vice Chair; ; Bronoske; Davis; Macri; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

MINORITY recommendation: Do not pass. Signed by Representative Schmick, Ranking Minority Member.

MINORITY recommendation: Without recommendation. Signed by Representatives Hutchins, Assistant Ranking Minority Member; ; Caldier; Graham; and Maycumber.

Referred to Committee on Appropriations

February 21, 2024

SB 6234

Prime Sponsor, Senator Wilson, L.: Screening newborn infants for branchedchain ketoacid dehydrogenase kinase deficiency. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; , Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

Referred to Committee on Rules for second reading

February 21, 2024

ESB 6246

Prime Sponsor, Senator Dhingra: Concerning transmission of information relating to firearm prohibitions for persons committed for mental health treatment. Reported by Committee on Civil Rights & Judiciary

MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"Sec. 1. RCW 9.41.047 and 2023 c 295 s 5 and 2023 c 161 s 3 are each reenacted and amended to read as follows:

(1) (a) At the time a person is convicted or found not guilty by reason of insanity of an offense making the person ineligible to possess a firearm under state or federal law, including if the person was convicted possession under RCW 69.50.4011, of 69.50.4013, 69.50.4014, or 69.41.030, or at the time a person is committed by court order under RCW 71.05.240, 71.05.320, order under RCW 71.05.240, 71.05.320, 71.34.740, 71.34.750, or chapter 10.77 RCW for treatment for a mental disorder, or at the time that charges are dismissed based on incompetency to stand trial under 10.77.086, or the charges are dismissed based on incompetency to stand trial under RCW 10.77.088 and the court makes a finding that the person has a history of one or more violent acts, the court shall notify the orally and in writing, that the must immediately surrender all person, person their local law enforcement firearms to agency and any concealed pistol license and that the person may not possess a firearm unless the person's right to do so is restored by the superior court that issued the order.

(b) The court shall forward within three judicial days ((after)) following

conviction  $((\tau))$  or finding of not guilty by reason of insanity((, entry of the commitment order, or dismissal of charges,)) a copy of the person's driver's license or identicard, or comparable information such as the person's name, address, and date of birth, along with the date of conviction ((or commitment, or date charges are dismissed)) or finding of not guilty by reason of insanity, to the department of licensing and to the Washington state patrol firearms background check program. ((When a person is committed))

(c) The court shall forward within three <u>judicial days following commitment</u> by court order under RCW 71.05.240, 71.05.320, 71.34.740, 71.34.750, or chapter 10.77 RCW, for treatment for a mental disorder, ((when a person's))upon dismissal of charges((are dismissed)) based on incompetency to stand trial under RCW 10.77.086, or charges are dismissed based on incompetency to stand trial under RCW 10.77.088 ((and))when the court makes a finding that the person has a history of one or more violent acts, ((the court also shall forward, within three judicial days after entry of the commitment order, or dismissal
of charges,)) a copy of the person's
driver's license or identicard, or comparable information <u>such as the person's</u> name, address, and date of birth, along with the date of commitment or date charges are dismissed, to the national instant criminal background check system index, denied persons file, created by the federal Brady handgun violence prevention act (P.L. 103-159), and to the <u>department of licensing</u>, Washington state patrol <u>firearms</u> background check program, and the criminal division of the county prosecutor in the county of commitment or the county in which charges are dismissed. The petitioning party shall provide the court with the information required. If more than one commitment order is entered under one cause number, only one notification to the <u>national instant</u> criminal background check system, the department of licensing, the Washington state patrol firearms background check program, and the ((national instant criminal background check system)) criminal division of the county prosecutor in the county of commitment or county in which charges are dismissed is required.

(2) Upon receipt of the information provided for by subsection (1) of this section, the department of licensing shall determine if the person has a concealed pistol license. If the person has a concealed pistol license, the department of licensing shall immediately notify the license-issuing authority which, upon receipt of such notification, immediately revoke the license.

(3)(a) A person who is prohibited from possessing a firearm, by reason of having been involuntarily committed for treatment for a mental disorder under RCW 71.05.240, 71.05.320, 71.34.740, 71.34.750, chapter 10.77 RCW, or equivalent statutes of another jurisdiction, or by reason of having been detained under RCW 71.05.150 or 71.05.153, or because the person's charges were dismissed based on incompetency to stand trial under RCW 10.77.086, or the charges court made a finding that the person has a history of one or more violent acts, may, upon discharge, petition the superior court to have his or her right to possess a firearm restored, except that a person found not guilty by reason of insanity may not petition for restoration of the right to possess a firearm until one year after discharge.

(b) The petition must be brought in the superior court that ordered the involuntary commitment or dismissed the charges based on incompetency to stand trial or the superior court of the county in which the petitioner resides.

(c) Except as provided in (d) and (e) of this subsection, firearm rights shall be restored if the person petitioning for restoration of firearm rights proves by a preponderance of the evidence that:

(i) The person petitioning restoration of firearm rights is no longer required to participate in court-ordered

inpatient or outpatient treatment;

(ii) The person petitioning for restoration of firearm rights has successfully managed the condition related to the commitment or detention incompetency;

(iii) The person petitioning for restoration of firearm rights no longer presents a substantial danger to self or to

the public; ((and))

(iv) The symptoms related to the commitment or detention or incompetency are not reasonably likely to recur; and

(v) There is no active extreme protection order or order to surrender and prohibit weapons entered against <u>petitioner</u>.

- (d) If a preponderance of the evidence in the record supports a finding that the person petitioning for restoration firearm rights has engaged in violence and that it is more likely than not that the person will engage in violence after the person's right to possess a firearm is restored, the person petitioning for restoration of firearm rights shall bear the burden of proving by clear, cogent, and convincing evidence that the person does not present a substantial danger to the safety of others.
- (e) If the person seeking restoration of firearm rights seeks restoration after having been detained under RCW 71.05.150 or 71.05.153, the state shall bear the burden of proof to show, by a preponderance of the evidence, that the person does not meet the restoration criteria in (c) of subsection.
- (f) When a person's right to possess a firearm has been restored under this subsection, the court shall forward, within three judicial days after entry of the restoration order, notification that person's right to possess a firearm has been restored to the department of licensing and the Washington state patrol criminal records division, with a copy of the person's driver's license or identicard, or comparable identification such as person's name, address, and date of birth, and to the health care authority, and the

national instant criminal background check system index, denied persons file. In the case of a person whose right to possess a firearm has been suspended for six months as provided in RCW 71.05.182, the department of licensing shall forward notification of the restoration order to the licensing authority, which, upon receipt of such notification, shall immediately lift the suspension, restoring the person's concealed pistol license.

(4) No person who has been found not guilty by reason of insanity may petition a court for restoration of the right to possess a firearm unless the person meets the requirements for the restoration of the right to possess a firearm under RCW 9.41.041.

Sec. 2. RCW 9.41.049 and 2020 c 302 s 61 are each amended to read as follows:

- (1) When a designated crisis responder files a petition for initial detention under RCW 71.05.150 or 71.05.153 on the grounds that the person presents a likelihood of serious harm, the petition shall include a copy of the person's driver's license or identicard or comparable information such as their name, address, and date of birth. If the person is not subsequently committed for involuntary treatment under RCW 71.05.240, the court shall forward within three business days of the probable cause hearing a copy of the person's driver's license or identicard, or comparable information, along with the date of release from the facility, to the department of licensing, the criminal division of the county prosecutor in the county in which the petition was filed, and ((to)) the <u>Washington</u> state patrol <u>firearms</u> background check program, ((who))which shall forward the information to the national instant criminal background check system index, denied persons file, created by the federal Brady handgun violence prevention act (P.L. 103-159). Upon expiration of the six-month period during which the person's right to possess a firearm is suspended as provided in RCW 71.05.182, the Washington state patrol shall forward to the national instant criminal background check system index, denied persons file, notice that the person's right to possess a firearm has been restored.
- (2) Upon receipt of the information provided for by subsection (1) of this section, the department of licensing shall determine if the detained person has a concealed pistol license. If the person does have a concealed pistol license, the department of licensing shall immediately notify the license-issuing authority, which, upon receipt of such notification, shall immediately suspend the license for a period of six months from the date of the person's release from the facility.
- (3) A person who is prohibited from possessing a firearm by reason of having been detained under RCW 71.05.150 or 71.05.153 may, upon discharge, petition the superior court to have his or her right to possess a firearm restored before the sixmonth suspension period has elapsed by following the procedures provided in RCW 9.41.047(3).

**Sec. 3.** RCW 10.77.086 and 2023 c 453 s 8 and 2023 c 433 s 18 are each reenacted and amended to read as follows:

(1) (a) Except as otherwise provided in this section, if the defendant is charged with a felony and determined to be incompetent, until he or she has regained the competency necessary to understand the proceedings against him or her and assist in his or her own defense, but in any event for a period of no longer than 90 days, the court shall commit the defendant to the custody of the secretary for inpatient competency restoration, or may alternatively order the defendant to receive outpatient competency restoration based on a recommendation from a forensic navigator and

input from the parties.

- (b) For a defendant who is determined to be incompetent and whose highest charge is a class C felony other than assault in the third degree under RCW 9A.36.031(1) (d) or (f), felony physical control of a vehicle under RCW 46.61.504(6), felony hit and run resulting in injury under RCW 46.52.020(4)(b), a hate crime offense under RCW 9A.36.080, a class C felony with a domestic violence designation, a class C felony sex offense as defined in RCW 9.94A.030, or a class C felony with a sexual motivation allegation, the court shall first consider all available and appropriate alternatives to inpatient competency restoration. The court shall dismiss the proceedings without prejudice upon agreement of the parties if the forensic navigator has found an appropriate and available diversion program willing to accept the defendant.
- (2)(a) To be eligible for an order for outpatient competency restoration, a defendant must be clinically appropriate and be willing to:
- (i) Adhere to medications or receive prescribed intramuscular medication;
- (ii) Abstain from alcohol and
  unprescribed drugs; and
- (iii) Comply with urinalysis or breathalyzer monitoring if needed.
- (b) If the court orders inpatient competency restoration, the department shall place the defendant in an appropriate facility of the department for competency restoration.
- (c) If the court orders competency restoration, the c outpatient competency restoration, the court shall modify conditions of release as needed to authorize the department to place the person in approved housing, which may include access to supported housing, affiliated with contracted outpatient competency restoration program. The department, in conjunction with the health care authority, must establish rules for conditions of participation in the outpatient competency restoration program, which must include the defendant being subject to medication management. The court may order regular testing. The outpatient urinalysis competency restoration program shall monitor the defendant during the defendant's placement in the program and report any noncompliance or significant changes with respect to the defendant to the department and, if applicable, the forensic navigator.
- (d) If a defendant fails to comply with the restrictions of the outpatient

restoration program such that restoration is no longer appropriate in that setting or the is no longer for outpatient defendant clinically appropriate competency restoration, the director of the outpatient competency restoration program shall notify the authority and the department of the need terminate the outpatient competency restoration placement and intent to request placement for the defendant in an appropriate facility of the department for inpatient competency restoration. The competency restoration program shall coordinate with the authority, the department, and any law enforcement personnel under (d)(i) of this subsection to ensure that the time period between termination and admission into the inpatient facility is as minimal as possible. The time period for inpatient competency restoration shall be reduced by the time period spent in active treatment within the outpatient competency restoration program, excluding time periods in which the defendant was absent from the program and all time from notice of termination of the outpatient competency restoration period through the defendant's admission to the facility. The department shall obtain a placement for the defendant within seven days of the notice of outpatient intent to terminate the competency restoration placement.

(i) The department may authorize a peace officer to detain the defendant into emergency custody for transport to the designated inpatient competency restoration facility. If medical clearance is required by the designated competency restoration facility before admission, the peace officer must transport the defendant to a crisis stabilization unit, evaluation and treatment facility, or emergency department of a local hospital for medical clearance once a bed is available at the designated inpatient competency restoration facility. The signed outpatient competency restoration order of the court shall serve as authority for the detention of the defendant under this subsection. This subsection does not preclude voluntary transportation of the defendant to a facility for inpatient competency restoration or for medical clearance, or authorize admission of the defendant into jail.

(ii) The department shall notify the court and parties of the defendant's admission for inpatient competency restoration before the close of the next judicial day. The court shall schedule a hearing within five days to review the conditions of release of the defendant and anticipated release from treatment and issue appropriate orders.

(e) The court may not issue an order for outpatient competency restoration unless the department certifies that there is an available appropriate outpatient competency restoration program that has adequate space for the person at the time the order is issued or the court places the defendant under the guidance and control of a professional person identified in the court order.

(3) For a defendant whose highest charge is a class C felony, or a class B felony that is not classified as violent under RCW

9.94A.030, the maximum time allowed for the initial competency restoration period is 45 days if the defendant is referred for inpatient competency restoration, or 90 days if the defendant is referred for outpatient competency restoration, provided that if the outpatient competency restoration placement is terminated and the defendant is subsequently admitted to an inpatient facility, the period of inpatient treatment during the first competency restoration period under this subsection shall not exceed 45 days.

(4) When any defendant whose highest charge is a class C felony other than assault in the third degree under RCW 9A.36.031(1) (d) or (f), felony physical control of a vehicle under RCW 46.61.504(6), felony hit and run resulting in injury under RCW 46.52.020(4)(b), a hate crime offense under RCW 9A.36.080, a class C felony with a domestic violence designation, a class C felony sex offense as defined in RCW 9.94A.030, or a class C felony with a sexual motivation allegation is admitted for inpatient competency restoration with an accompanying court order for involuntary medication under RCW 10.77.092, and the defendant is found not competent to stand trial following that period of competency restoration, the court shall dismiss the charges pursuant to subsection (7) of this section.

(5) If the court determines or the parties agree before the initial competency restoration period or at any subsequent stage of the proceedings that the defendant is unlikely to regain competency, the court may dismiss the charges without prejudice without ordering the defendant to undergo an initial or further period of competency restoration treatment, in which case the court shall order that the defendant be referred for evaluation for civil commitment in the manner provided in subsection (7) of this section.

(6) On or before expiration of the initial competency restoration period the court shall conduct a hearing to determine whether the defendant is now competent to stand trial. If the court finds by a preponderance of the evidence that the defendant is incompetent to stand trial, the court may order an extension of the competency restoration period for an competency restoration period for an additional period of 90 days, but the court must at the same time set a date for a new hearing to determine the defendant's competency to stand trial expiration of this second before restoration period. The defendant, the defendant's attorney, and the prosecutor have the right to demand that the hearing be before a jury. No extension shall be ordered for a second or third competency restoration period if the defendant is ineligible for a subsequent competency restoration period under subsection (4) of this section or the defendant's incompetence has been determined by the secretary to be solely the result of an intellectual or developmental disability, dementia, or traumatic brain injury which is such that competence is not reasonably likely to be regained during an extension.

(7)(a) Except as provided in (b) of this subsection, at the hearing upon the

expiration of the second competency restoration period, or at the end of the first competency restoration period if the defendant is ineligible for a second or third competency restoration period under subsection  $((\frac{3}{2}))(4)$  or (6) of this section, if the jury or court finds that the defendant is incompetent to stand trial, the court shall dismiss the charges without prejudice and order the defendant to be committed to the department for placement in a facility operated or contracted by the department for up to 120 hours if the defendant has not undergone competency restoration services or has engaged in outpatient competency restoration services, and up to 72 hours if the defendant engaged in inpatient competency restoration services starting from admission to the facility, excluding Saturdays, Sundays, and holidays, for evaluation for the purpose of filing a civil commitment petition under chapter 71.05 RCW. If at the time the order to dismiss the charges without prejudice is entered by the court the defendant is already in a facility operated or contracted by the department, the 72-hour or 120-hour period shall instead begin upon department receipt of the court order.

(b) The court shall not dismiss the charges if the defendant is eligible for a second or third competency restoration period under subsection (6) of this section and the court or jury finds that: (i) The defendant (A) is a substantial danger to other persons; or (B) presents a substantial likelihood of committing criminal acts jeopardizing public safety or security; and (ii) there is a substantial probability that the defendant will regain competency within a reasonable period of time. If the court or jury makes such a finding, the court may extend the period of commitment for up to an additional six months.

(8) Any period of competency restoration treatment under this section includes only the time the defendant is actually at the facility or is actively participating in an outpatient competency restoration program and is in addition to reasonable time for transport to or from the facility.

(9) If at any time the court dismisses charges based on incompetency to stand trial under this section, the court shall issue an order prohibiting the defendant from the possession of firearms until a court restores his or her right to possess a firearm under RCW 9.41.047. The court shall notify the defendant orally and in writing that the defendant may not possess a firearm unless the defendant's right to do so is restored by the superior court that issued the order under RCW 9.41.047, and that the defendant must immediately surrender all firearms and any concealed pistol license to their local law enforcement agency.

**Sec. 4.** RCW 10.77.088 and 2023 c 453 s 9 and 2023 c 433 s 19 are each reenacted and amended to read as follows:

(1) If the defendant is charged with a nonfelony crime which is a serious offense as identified in RCW 10.77.092 and found by the court to be not competent, the court shall first consider all available and

appropriate alternatives to inpatient competency restoration. If the parties agree that there is an appropriate diversion program available to accept the defendant, the court shall dismiss the proceedings without prejudice and refer the defendant to the recommended diversion program. If the parties do not agree that there is an appropriate diversion program available to accept the defendant, then the court:

accept the defendant, then the court:
 (a) Shall dismiss the proceedings without prejudice and detain the defendant pursuant to subsection (6) of this section, unless the prosecutor objects to the dismissal and provides notice of a motion for an order for competency restoration treatment, in which case the court shall schedule a hearing

within seven days.

(b) At the hearing, the prosecuting attorney must establish that there is a compelling state interest to restoration treatment for the competency defendant. The court may consider prior criminal history, prior history in treatment, prior history of violence, the quality and severity of the pending charges, any history that suggests whether competency restoration treatment is likely to be successful, in addition to the factors listed under RCW 10.77.092. If the defendant is subject to an order under chapter 71.05 RCW or proceedings under chapter 71.05 RCW have been initiated, there is a rebuttable presumption that there is no compelling state interest in ordering competency restoration treatment. If the prosecuting attorney proves by a preponderance of the evidence that there is a compelling state interest in ordering competency restoration treatment, then the court shall issue an order in accordance with subsection (2) of this section.

(2)(a) If a court finds pursuant to subsection (1)(b) of this section that there is a compelling state interest in pursuing competency restoration treatment, the court shall order the defendant to receive outpatient competency restoration consistent with the recommendation of the forensic navigator, unless the court finds that an order for outpatient competency restoration is inappropriate considering the health and safety of the defendant and risks to public safety.

(b) To be eligible for an order for outpatient competency restoration, a defendant must be willing to:

(i) Adhere to medications or receive prescribed intramuscular medication;

(ii) Abstain from alcohol and unprescribed drugs; and

(iii) Comply with urinalysis on

breathalyzer monitoring if needed.

(c) If the court orders inpatient competency restoration, the department shall place the defendant in an appropriate facility of the department for competency restoration under subsection (3) of this section.

(d) If the court orders outpatient competency restoration, the court shall modify conditions of release as needed to authorize the department to place the person in approved housing, which may include access to supported housing, affiliated with a contracted outpatient competency

restoration program. The department, in conjunction with the health care authority, must establish rules for conditions of participation in the outpatient competency restoration program, which must include the defendant being subject to medication management. The court may order regular urinalysis testing. The outpatient competency restoration program shall monitor the defendant during the defendant's placement in the program and report any noncompliance or significant changes with respect to the defendant to the department and, if applicable, the forensic navigator.

(e) If a defendant fails to comply with

restrictions of the outpatient competency restoration program such that restoration is no longer appropriate in that setting or the defendant is no longer clinically appropriate for outpatient competency restoration, the director of the outpatient competency restoration program shall notify the authority and the department of the need to terminate the outpatient competency restoration placement and intent to request placement for the defendant in an appropriate facility of the competency department for restoration. The inpatient outpatient competency restoration program shall coordinate with the authority, the department, and any law enforcement personnel under (e)(i) of this subsection to ensure that the time period between termination and admission into the inpatient facility is as minimal as possible. The time period for inpatient competency restoration shall be reduced by the time period spent in active treatment within the outpatient competency restoration program, excluding time periods in which the defendant was absent from the program and all time from notice of termination of the outpatient competency restoration period through the defendant's admission to the facility. The department shall obtain a placement for the defendant within seven days of the notice of intent to terminate outpatient competency the restoration placement.

(i) The department may authorize a peace officer to detain the defendant into emergency custody for transport to the designated inpatient competency restoration facility. If medical clearance is required by the designated competency restoration facility before admission, the peace officer must transport the defendant to a crisis stabilization unit, evaluation and treatment facility, or emergency department of a local hospital for medical clearance once a bed is available at the designated inpatient competency restoration facility. The signed outpatient competency restoration order of the court shall serve as authority for the detention of the defendant under this subsection. This subsection does not preclude voluntary transportation of the defendant to a facility for inpatient competency restoration or for medical clearance, or authorize admission of the defendant into jail.

(ii) The department shall notify the court and parties of the defendant's admission for inpatient competency restoration before the close of the next judicial day. The court shall schedule a

hearing within five days to review the conditions of release of the defendant and anticipated release from treatment and issue appropriate orders.

(f) The court may not issue an order for outpatient competency restoration unless the department certifies that there is an available appropriate outpatient restoration program that has adequate space for the person at the time the order is issued or the court places the defendant under the guidance and control of a professional person identified in the court order.

(g) If the court does not order the defendant to receive outpatient competency restoration under (a) of this subsection, the court shall commit the defendant to the department for placement in a facility operated or contracted by the department for

inpatient competency restoration.

(3) The placement under subsection (2) of this section shall not exceed 29 days if the defendant is ordered to receive inpatient competency restoration, and shall not exceed 90 days if the defendant is ordered to receive outpatient competency restoration. The court may order any combination of this subsection, but the total period of inpatient competency restoration may not exceed 29 days.

(4) Beginning October 1, 2023, if the defendant is charged with a serious traffic offense under RCW 9.94A.030, the court may order the clerk to transmit an order to the department of licensing for revocation of the defendant's driver's license for a period of one year. The court shall direct the clerk to transmit an order to the department of licensing reinstating the defendant's driver's license if the defendant is subsequently restored to competency, and may do so at any time before the end of one year for good cause upon the petition of the defendant.

(5) If the court has determined or the parties agree that the defendant is unlikely to regain competency, the court may dismiss the charges without prejudice without ordering the defendant to undergo competency restoration treatment, in which case the court shall order that the defendant be referred for evaluation for civil commitment in the manner provided in subsection (6) of

this section.

(6)(a) If the proceedings are dismissed under RCW 10.77.084 and the defendant was on conditional release at the time of dismissal, the court shall order the designated crisis responder within that county to evaluate the defendant pursuant to chapter 71.05 RCW. The evaluation may be conducted in any location chosen by the professional.

(b) If the defendant was in custody and not on conditional release at the time of dismissal, the defendant shall be detained and sent to an evaluation and treatment facility for up to 120 hours if the defendant has not undergone competency restoration services or has engaged in outpatient competency restoration services and up to 72 hours if the defendant engaged in inpatient competency restoration services, excluding Saturdays, Sundays, and holidays, for evaluation for purposes of filing a petition under chapter 71.05 RCW.

120-hour or 72-hour period shall commence upon the next nonholiday weekday following the court order and shall run to the end of the last nonholiday weekday within the 120-hour or 72-hour period.

(7) If the defendant is charged with a nonfelony crime that is not a serious offense as defined in RCW 10.77.092 and found by the court to be not competent, the court may stay or dismiss proceedings and detain the defendant for sufficient time to allow the designated crisis responder to evaluate the defendant and consider initial detention proceedings under chapter 71.05 RCW. The court must give notice to all parties at least 24 hours before the dismissal of any proceeding under this subsection, and provide an opportunity for a hearing on whether to dismiss proceedings.

- (8) If at any time the court dismisses charges under subsections (1) through (7) of this section, the court shall make a finding as to whether the defendant has a history of one or more violent acts. If the court so finds, the  $((\frac{\text{defendant}}{\text{is}} \frac{\text{barred}}{\text{barred}}))$ issue an order prohibiting the <u>defendant</u> from the possession of firearms until a court restores his or her right to possess a firearm under RCW 9.41.047. The court shall ((state to the defendant and provide written notice that the defendant is barred from the possession of firearms and that the prohibition remains in effect until a court restores his or her right to possess a firearm under RCW 9.41.047)) notify the defendant orally and in writing that the defendant may not possess a firearm unless the defendant's right to do so is restored by the superior court that issued the order under RCW 9.41.047, and that the defendant must immediately surrender all firearms and any concealed pistol license to their local law enforcement agency.
- (9) Any period of competency restoration treatment under this section includes only the time the defendant is actually at the facility or is actively participating in an outpatient competency restoration program and is in addition to reasonable time for transport to or from the facility.
- **Sec. 5.** RCW 9.41.040 and 2023 c 295 s 3 and 2023 c 262 s 2 are each reenacted and amended to read as follows:
- (1)(a) A person, whether an adult or juvenile, is guilty of the crime of unlawful possession of a firearm in the first degree, if the person owns, accesses, has in the person's custody, control, or possession, or receives any firearm after having previously been convicted or found not guilty by reason of insanity in this state or elsewhere of any serious offense.
- (b) Unlawful possession of a firearm in the first degree is a class B felony punishable according to chapter 9A.20 RCW.
- (2)(a) A person, whether an adult or juvenile, is guilty of the crime of unlawful possession of a firearm in the second degree, if the person does not qualify under subsection (1) of this section for the crime of unlawful possession of a firearm in the first degree and the person owns, accesses,

- has in the person's custody, control, or possession, or receives any firearm:
- (i) After having previously been convicted or found not guilty by reason of insanity in this state or elsewhere of:
- (A) Any felony not specifically listed as prohibiting firearm possession subsection (1) of this section;
- (B) Any of the following crimes when committed by one family or household member against another or by one intimate partner against another, as those terms are defined by the statutes in effect at the time of the commission of the crime, committed on or after July 1, 1993: Assault in the fourth degree, coercion, stalking, reckless stalking, endangerment, criminal trespass in the first degree, or violation of the provisions of a protection order or no-contact order restraining the person or excluding the person from a residence (RCW 10.99.040 or any of the former RCW 26.50.060, 26.50.070, and 26.50.130);
- (C) Harassment when committed by one family or household member against another or by one intimate partner against another, as those terms are defined by the statutes in effect at the time of the commission of the crime, committed on or after June 7, 2018;
- (D) Any of the following misdemeanor or gross misdemeanor crimes not included under (a)(i) (B) or (C) of this subsection, committed on or after July 23, 2023: Domestic violence (RCW 10.99.020); stalking; cyberstalking; cyber harassment, excluding cyber harassment committed solely pursuant to the element set forth in RCW 9A.90.120(1) (a)(i); harassment; aiming or discharging a firearm (RCW 9.41.230); unlawful carrying or handling of a firearm (RCW 9.41.270); animal cruelty in the second degree committed under RCW 16.52.207(1); or any prior offense as defined in RCW 46.61.5055(14) if committed within seven years of a conviction for any other prior offense under RCW 46.61.5055;
- (E) A violation of the provisions of a protection order under chapter 7.105 RCW restraining the person or excluding the person from a residence, when committed by one family or household member against another or by one intimate partner against another, committed on or after July 1, 2022;
- (F) A violation of the provisions of an order to surrender and prohibit weapons, an extreme risk protection order, or the provisions of any other protection order or no-contact order not included under (a)(i) (B) or (E) of this subsection restraining the person or excluding the person from a residence, committed on or after July 23, 2023;
- (ii) During any period of time that the person is subject to a protection order, nocontact order, or restraining order by a court issued under chapter 7.105, 9A.40, 9A.44, 9A.46, 9A.88, 10.99, 26.09, 26.26A, or 26.26B RCW or any of the former chapters 7.90, 7.92, 10.14, and 26.50 RCW that:
- (A) Was issued after a hearing for which the person received actual notice, and at which the person had an opportunity to participate, whether the court then issues a full order or reissues a temporary order. If the court enters an agreed order by the

parties without a hearing, such an order meets the requirements of this subsection;

(B) Restrains the person from harassing, stalking, or threatening the person protected under the order or child of the person or protected person, or others identified in the order, or engaging in other conduct that would place the protected person in reasonable fear of bodily injury to the protected person or child or others identified in the order; and

(C)(I) Includes a finding that the person represents a credible threat to the physical safety of the protected person or child or others identified in the order, or by its terms explicitly prohibits the use, attempted use, or threatened use of physical force against the protected person or child or other persons that would reasonably be expected to cause bodily injury; or

(II) Includes an order under RCW 9.41.800 requiring the person to surrender all firearms and prohibiting the person from accessing, having in his or her custody or control, possessing, purchasing, receiving, or attempting to purchase or receive, firearms;

(iii) After having previously been involuntarily committed based on a mental disorder under RCW 71.05.240, 71.05.320, 71.34.740, 71.34.750, chapter 10.77 RCW, or equivalent statutes of another jurisdiction, unless his or her right to possess a firearm has been restored as provided in RCW 9.41.047;

(iv) After dismissal of criminal charges based on incompetency to stand trial under RCW 10.77.086, or after dismissal of criminal charges based on incompetency to stand trial under RCW 10.77.088 when the court has made a finding indicating that the defendant has a history of one or more violent acts, unless his or her right to possess a firearm has been restored as provided in RCW 9.41.047;

(v) If the person is under 18 years of age, except as provided in RCW 9.41.042; and/or

(vi) If the person is free on bond or personal recognizance pending trial for a serious offense as defined in RCW 9.41.010.

(b) Unlawful possession of a firearm in the second degree is a class C felony punishable according to chapter 9A.20 RCW.

(3) A person shall not be precluded from possession of a firearm if the conviction has been the subject of a pardon, annulment, certificate of rehabilitation, or other equivalent procedure based on a finding of the rehabilitation of the person convicted or the conviction or disposition has been the subject of a pardon, annulment, or other equivalent procedure based on a finding of innocence. Where no record of the court's disposition of the charges can be found, there shall be a rebuttable presumption that the person was not convicted of the charge.

(4) Notwithstanding subsection (1) or (2) of this section, a person convicted or found not guilty by reason of insanity of an offense prohibiting the possession of a firearm under this section other than manslaughter, robbery, murder, rape, liberties, arson, extortion, kidnapping, burglary, or with respect violations to controlled

substances under RCW 69.50.401 and 69.50.410, who received a probationary sentence under RCW 9.95.200, and who received a dismissal of the charge under RCW 9.95.240, shall not be precluded from possession of a firearm as a result of the conviction or finding of not guilty by reason of insanity.

(5) In addition to any other penalty provided for by law, if a person under the age of 18 years is found by a court to have possessed a firearm in a vehicle in violation of subsection (1) or (2) of this section or to have committed an offense while armed with a firearm during which offense a motor vehicle served an integral function, the court shall notify the department of licensing within 24 hours and the person's privilege to drive shall be revoked under RCW 46.20.265, unless the offense is the juvenile's first offense in violation of this section and has not committed an offense while armed with a firearm, an unlawful possession of a firearm offense, or an offense in violation of chapter 66.44, 69.52, 69.41, or 69.50 RCW.

shall ever be construed or interpreted as preventing an offender from being charged and subsequently convicted for the separate felony crimes of theft of a firearm or possession of a stolen firearm, or both, in addition to being charged and subsequently convicted under this section for unlawful possession of a firearm in the first or second degree. Notwithstanding any other law, if the offender is convicted under this section for unlawful possession of a firearm in the first or second degree and for the felony crimes of theft of a firearm or possession of a stolen firearm, or both, then the offender shall serve consecutive sentences for each of the felony crimes of conviction listed in this subsection.

(7)(a) A person, whether an adult or a juvenile, commits the civil infraction of unlawful possession of a firearm if the person has in the person's possession or has in the person's control a firearm after the person files a voluntary waiver of firearm rights under RCW 9.41.350 and the form has been accepted by the clerk of the court and the voluntary waiver has not been lawfully revoked.

(b) The civil infraction of unlawful possession of a firearm is a class  $4\ \text{civil}$  infraction punishable according to chapter  $7.80\ \text{RCW}.$ 

(c) Each firearm unlawfully possessed under this subsection (7) shall be a separate infraction.

(d) The court may, in its discretion, order performance of up to two hours of community restitution in lieu of a monetary penalty prescribed for a civil infraction under this subsection (7).

(8) Each firearm unlawfully possessed under this section shall be a separate offense.

(9) A person may petition to restore the right to possess a firearm as provided in RCW 9.41.041.

Sec. 6. RCW 70.02.260 and 2018 c 201 s 8005 are each amended to read as follows:

- (1)(a) A mental health service agency shall release to the persons authorized under subsection (2) of this section, upon request:
- (i) The fact, place, and date of an involuntary commitment, the fact and date of discharge or release, and the last known address of a person who has been committed under chapter 71.05 or 71.34 RCW.
- (ii) Information and records related to mental health services, in the format determined under subsection (9) of this section, concerning a person who:
- (A) Is currently committed to the custody or supervision of the department of corrections or the indeterminate sentence review board under chapter 9.94A or 9.95 RCW:
- (B) Has been convicted or found not guilty by reason of insanity of a serious violent offense; or
- (C) Was charged with a serious violent offense and the charges were dismissed under RCW 10.77.086.
- (b) Legal counsel for the mental health service agency, including a county prosecutor or assistant attorney general who represents the mental health service agency for the purpose of involuntary commitment proceedings, may release ((such))this information ((to the persons authorized under subsection (2) of this section)) on behalf of the mental health service agency((, so long as nothing)).

(c) Nothing in this subsection requires the disclosure of attorney work product or attorney-client privileged information.

- The information subject to release under subsection (1) of this section must be released to law enforcement officers, city or county prosecuting attorneys, personnel of a county or city jail, designated mental health professionals or designated crisis responders, as appropriate, public health officers, therapeutic court personnel as defined in RCW 71.05.020, or personnel of the department of corrections, including the indeterminate sentence review board and personnel assigned to perform board-related duties, when such information is requested during the course of business and for the purpose of carrying out the responsibilities of the requesting person's office. No mental health service agency or person employed by a mental health service agency, or its legal counsel, may be liable for information released to or used under the provisions of this section or rules adopted under this section except under RCW 71.05.680.
- (3) A person who requests information under subsection (1)(a)(ii) of this section must comply with the following restrictions:
- (a) Information must be requested only for the purposes permitted by this subsection and for the purpose of carrying out the responsibilities of the requesting person's office. Appropriate purposes for requesting information under this section include:
- (i) Completing presentence investigations or risk assessment reports;
- (ii) Assessing a person's risk to the community;
- (iii) Assessing a person's risk of harm
  to self or others when confined in a city or
  county jail;

- (iv) Planning for and provision of supervision of an offender, including decisions related to sanctions for violations of conditions of community supervision; and
- (v) Responding to an offender's failure to report for department of corrections supervision; and
- (vi) Assessing the need for an extreme risk protection order under chapter 7.105 RCW;
- (b) Information may not be requested under this section unless the requesting person has reasonable suspicion that the individual who is the subject of the information:
- (i) Has engaged in activity indicating that a crime or a violation of community custody or parole has been committed or, based upon his or her current or recent past behavior, is likely to be committed in the near future; or
- (ii) Is exhibiting signs of a deterioration in mental functioning which may make the individual appropriate for civil commitment under chapter 71.05 or 71.34 RCW, or which is associated with a recent detention or order of commitment under chapter 71.05 or 71.34 RCW or an order of commitment or dismissal of charges under chapter 10.77 RCW; and
- (c) Any information received under this section must be held confidential and subject to the limitations on disclosure outlined in this chapter, except:
- (i) The information may be shared with other persons who have the right to request similar information under subsection (2) of this section, solely for the purpose of coordinating activities related to the individual who is the subject of the information in a manner consistent with the official responsibilities of the persons involved;
- (ii) The information may be shared with a prosecuting attorney who is acting in an advisory capacity for a person who receives information under this section or who is carrying out other official duties within the scope of this section. A prosecuting attorney under this subsection is subject to the same restrictions and confidentiality limitations as the person who requested the information; and
  - (iii) As provided in RCW 72.09.585.
- (4) A request for information and records related to mental health services under this section does not require the consent of the subject of the records. The request must be provided in writing, except to the extent authorized in subsection (5) of this section. A written request may include requests made by email or facsimile so long as the requesting person is clearly identified. The request must specify the information being requested.
- (5) In the event of an emergency situation that poses a significant risk to the public or the offender, a mental health service agency, or its legal counsel, shall release information related to mental health services delivered to the offender and, if known, information regarding where the offender is likely to be found to the department of corrections or law enforcement upon request. The initial request may be

written or oral. All oral requests must be subsequently confirmed in writing. Information released in response to an oral request is limited to a statement as to whether the offender is or is not being treated by the mental health service agency and the address or information about the location or whereabouts of the offender.

(6) Disclosure under this section to state or local law enforcement authorities is mandatory for the purposes of the federal health insurance portability and accountability act.

Whenever federal law or federal (7)regulations restrict the release information contained in the treatment records of patient who any receives treatment for alcoholism or drug dependency, the release of the information may be restricted as necessary to comply federal law and regulations.

(8) This section does not modify the terms and conditions of disclosure of information related to sexually transmitted

diseases under this chapter.

(9) In collaboration with interested organizations, the authority shall develop a standard form for requests for information related to mental health services made under this section and a standard format information provided in response to the requests. Consistent with the goals of the health information privacy provisions of the health insurance federal portability and accountability act, in developing standard form for responsive information, the authority shall design the form in such a way that the information disclosed is limited to the minimum necessary to serve the purpose for which the information is requested."

Correct the title.

Signed by Representatives Taylor, Chair; Farivar, Vice Chair; Entenman; Goodman; Peterson; Thai and Walen.

MINORITY recommendation: Without recommendation. Signed by Representatives Walsh, Ranking Minority Member; Graham, Assistant Ranking Minority Member; Abbarno; and Cheney.

Referred to Committee on Rules for second reading

February 21, 2024

E2SSB 6251 Prime Sponsor, Ways & Means: Coordinating regional behavioral crisis response services. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

Referred to Committee on Appropriations

February 21, 2024

SSB 6269 Prime Sponsor, State Government & Elections: Establishing an alternative voter verification options pilot project. Reported

by Committee on State Government & Tribal Relations

MAJORITY recommendation: Do pass. Signed by Representatives , Chair; Stearns, Vice Chair; Gregerson and Mena.

MINORITY recommendation: Without recommendation. Signed by Representatives Cheney, Ranking Minority Member; , Assistant Ranking Minority Member; and Low.

Referred to Committee on Rules for second reading

February 21, 2024

ESSB 6286

Prime Sponsor, Ways & Means: Addressing the anesthesia workforce shortage by reducing barriers and expanding educational opportunities to increase the supply of certified registered nurse anesthetists in Washington. Reported by Committee on Health Care & Wellness

MAJORITY recommendation: Do pass. Signed by Representatives, Chair; Vice Chair; Schmick, Ranking Minority Member; Hutchins, Assistant Ranking Minority Member; ; ; Bronoske; Caldier; Davis; Graham; Macri; Maycumber; Mosbrucker; Simmons; Stonier; Thai and Tharinger.

Referred to Committee on Appropriations

February 21, 2024

ESJM 8005

Prime Sponsor, Senator Hasegawa: Addressing "de-risking" by financial institutions. Reported by Committee on Consumer Protection & Business

MAJORITY recommendation: Do pass. Signed by Representatives Walen, Chair; Reeves, Vice Chair; ; Donaghy; Hackney; Ryu and Santos.

MINORITY recommendation: Do not pass. Signed by Representatives Robertson, Ranking Minority Member; McClintock, Assistant Ranking Minority Member; Connors; and Volz.

MINORITY recommendation: Without recommendation. Signed by Representatives Corry; and Sandlin.

Referred to Committee on Rules for second reading

February 21, 2024

SCR 8414

Prime Sponsor, Senator Lovick: Creating a joint select committee on civic health. Reported by Committee on State Government & Tribal Relations

### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"WHEREAS, There are increasing concerns about the state of civic health in America and Washington state; and

WHEREAS, A recent public opinion survey in Washington state revealed that 89% of citizens agree or strongly agree that they are "worried about the future of our democracy"; and

 ${
m WHERE}^{
m LAS}$ , The same survey also revealed that nearly one in four Washingtonians have

"stopped talking to a friend or relative because of politics"; and

WHEREAS, Additional research underscores a decline in respectful discourse in the public square and a material decline in confidence in public institutions; and

WHEREAS, In response to this crisis there has been a surge in local and national organizations designed to improve civic health; and

WHEREAS, One of these organizations is the Project for Civic Health, a partnership of the Office of Lieutenant Governor, the University of Washington's Evans School, the Ruckelshaus Center, and the Henry M. Jackson Foundation; and

WHEREAS, The Project for Civic Health has worked for the last year to develop a deeper understanding of the nature of the problem by conducting focus groups and holding a "summit" involving nearly 200 diverse Washington citizens to develop recommendations on a path forward; and

WHEREAS, Among the many ideas generated by the Project for Civic Health was the creation of a Joint Committee on Civic Health of the Washington State Legislature, the purpose of which would be to build upon the Project's work to date to strengthen our democratic republic;

NOW, THEREFORE, BE IT RESOLVED, By the Senate, the House of Representatives concurring, That a joint select committee on Civic Health be established to build upon the work of the Project for Civic Health; and

RESOLVED, BEIΤ FURTHER That the Committee consist of 13 members: The Lieutenant Governor; three members of the majority party of the Senate and three members of the minority party of the Senate, to be selected by the President of the Senate; and three members of the majority party of the House of Representatives and three members of the minority party of the House of Representatives, to be selected by the Speaker of the House of Representatives; and

BE IT FURTHER RESOLVED, That the Lieutenant Governor shall be chair of the committee and one member of the majority party and one member from the minority party from opposite chambers shall serve as Vice Chairs; and

BE IT FURTHER RESOLVED, That the committee shall operate in full accordance with the Joint Rules; and

BE IT FURTHER RESOLVED, All expenses and staff support for the committee shall be provided by the Office of the Lieutenant Governor, except that legislative members of the committee shall be reimbursed for travel expenses by the Senate and House of Representatives in accordance with RCW 44.04.120; and

FURTHER RESOLVED, That BE IT the preliminary committee will issue its recommendations and report to t.he legislature prior to the 2025 regular session and its final recommendations and report prior to 2026 regular session at which time the committee shall cease to exist."

Signed by Representatives, Chair; Stearns, Vice Chair; Cheney, Ranking Minority Member; Assistant Ranking Minority Member; Gregerson; Low and Mena.

Referred to Committee on Rules for second reading

# THIRD SUPPLEMENTAL REPORT OF STANDING COMMITTEES

February 21, 2024

ESB 5632

Prime Sponsor, Senator Keiser: Protecting the health care of workers participating in a labor dispute. Reported by Committee on Labor & Workplace Standards

#### MAJORITY recommendation: Do pass as amended.

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. A new section is added to chapter 43.71 RCW to read as follows:

- (1) By January 1, 2025, the exchange must establish a worker health plan access program to help Washingtonians who lose health care coverage provided by their employer or a joint labor management trust as a result of an active strike, lockout, or other labor dispute.
- (2) Subject to the availability of funding, the exchange must provide help enrollment assistance to maintain coverage for individuals and dependents who:
- (a) Provide a self-attestation regarding loss of minimum essential health care coverage from an employer or joint labor management trust fund as a result of an active strike, lockout, or other labor dispute; and
- (b) Are eligible for coverage offered through the exchange.
- (3) The exchange may request, and an applicable employer, labor organization, or other appropriate representative, must provide, information to determine the status of a strike, lockout, or labor dispute, its impact to coverage, and any other information determined by the exchange as necessary to conduct outreach and determine eligibility for federal and state subsidies offered through the exchange.
- (4) The exchange must establish a process for providing outreach and enrollment assistance, and may establish additional procedural requirements to administer the program established in subsection (1) of this section.

 $\underline{\text{NEW SECTION.}}$  Sec. 2. This act may be known and cited as the worker health care protection act."

Correct the title.

Signed by Representatives Berry, Chair; Fosse, Vice Chair; Bronoske; Doglio; Ormsby and Ortiz-Self.

MINORITY recommendation: Do not pass. Signed by Representatives Schmidt, Ranking Minority Member; Rude; and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

SB 5952

Prime Sponsor, Senator Schoesler: Aligning deputy inspector credentials with national standards. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5953

Prime Sponsor, Human Services: Concerning financial aid grants for incarcerated students. Reported by Committee on Postsecondary Education & Workforce

## MAJORITY recommendation: Do pass as amended.

everything after the enacting clause and insert the following:

"Sec. 1. RCW 72.09.460 and 2021 c 200 s 4 are each amended to read as follows:

- (1) Recognizing that there is a positive correlation between education opportunities and reduced recidivism, it is the intent of legislature to offer appropriate postsecondary degree certificate or opportunities to incarcerated individuals.
- (2) The legislature intends that all incarcerated individuals be required to participate in department-approved education programs, work programs, or both, unless exempted as specifically provided in this section. Eligible incarcerated individuals who refuse to participate in available education or work programs available at no charge to the incarcerated individuals shall lose privileges according to the system established under RCW 72.09.130. Eligible incarcerated individuals who are required to contribute financially to an education or work program and refuse to contribute shall be placed in another work program. Refusal to contribute shall not result in a loss of privileges.
- (3) The legislature recognizes more individuals may agree to incarcerated participate in education and work programs than are available. The department must make every effort to achieve maximum public benefit by placing incarcerated individuals in available and appropriate education and work programs.

(4)(a) The department shall, the to possible extent and considering all available funds, prioritize its resources to meet the following goals for incarcerated individuals in the order listed:

(i) Achievement of basic academic skills through obtaining a high school diploma or a school equivalency certificate as 28B.50.536, provided in RCW including incarcerated achievement bу those individuals eligible for special education services pursuant to state or federal law;

(ii) Achievement of vocational skills necessary for purposes of work programs and for an incarcerated individual to qualify for work upon release;

(iii) Additional work and education programs necessary for compliance with an incarcerated individual's individual reentry plan under RCW 72.09.270, including special education services and postsecondary degree or certificate education programs; and

(iv) Other appropriate vocational, work, or education programs that are not necessary compliance with an incarcerated individual's individual reentry plan under RCW 72.09.270 including postsecondary degree or certificate education programs.

Ιf programming provided (b)<u>(i)</u> is of this pursuant to (a)(i) through (iii) subsection, the department shall pay the cost of such programming, including but not limited to books, materials, and supplies for adult basic education programs and any postsecondary education program that is not financial aid eligible at the time the individual is enrolled or paid for by the

department or third party.

eligible <u>(ii)</u> For financial aid postsecondary programming provided pursuant
to (a)(i) through (iii) of this subsection, the department may require the individual to apply for any federal and state financial aid grants available to the individual as a condition of participation in programming. The individual may elect to use available financial aid grants, self-pay, or any other available third-party funding, or use a combination of these methods to cover the cost of attendance for financial eligible postsecondary programming provided under this subsection (4)(b)(ii). If an individual elects to self-pay or utilize third-party funding, the individual is not subject to the postaward formula described in (c) of this subsection. If the cost of attendance exceeds any financial grant awards that may be available to the individual, or the person is not eligible for federal or state financial aid grants, the department shall pay the cost of attendance not otherwise covered by thirdparty funding. <u>All regulations</u> requirements set forth by the United States department of education for federal pell grants for prison education programs apply to financial aid eligible postsecondary programming.

(c) If programming is provided pursuant to (a) (iv) of this subsection, incarcerated individuals shall be required to pay all or a portion of the costs, including books, fees, and tuition, for participation in any vocational, work, or education program as in department policies. provided individual may apply for and utilize federal and state financial aid grants available to the individual. If the individual is not eligible for federal financial aid grants, the individual may apply for and utilize state financial aid grants available to the <u>individual.</u> policies Department include a <u>postaward</u> formula for determining how much an incarcerated individual shall be required to pay after deducting any amount from available financial aid or other <u>available</u> <u>sources</u>. The <u>postaward</u> formula shall include steps which correlate to an incarcerated individual's average monthly income or average available balance in a personal savings account and which are correlated to a prorated portion or percent of the per credit fee for tuition, books, or other ancillary educational costs. Any postaward formula offsets and funds paid for by the department for educational programming shall not result in the reduction of any gift aid. The postaward formula shall be reviewed every two years. A third party, including but not limited to nonprofit entities or community-based postsecondary education programs, may pay directly to the department all or a portion of costs and tuition for any programming provided pursuant to (a) (iv) of this subsection on behalf of an incarcerated individual. Such payments shall not be subject to any of the deductions as provided in this chapter.

(d) All incarcerated individuals shall receive financial aid and academic advising from an accredited institution of higher education prior to enrollment in a financial aid eligible postsecondary education program. Eligible individuals who choose not to participate or choose to cease participation in a financial aid eligible postsecondary education program shall not result in a loss of privileges.

(e) Correspondence courses are ineligible for state and federal financial aid funding.

(f) The department may accept any and all donations and grants of money, equipment, supplies, materials, and services from any third party, including but not limited to nonprofit entities and community-based postsecondary education programs, and may receive, utilize, and dispose of same to complete the purposes of this section.

 $((\frac{(+)}{(+)}))$  (g) Any funds collected by the department under (c) and  $((\frac{(+)}{(+)}))$  (h) of this subsection and subsections (11) and (12) of this section shall be used solely for the creation, maintenance, or expansion of incarcerated individual educational and

vocational programs.

- (5) The department shall provide access to a program of education to all incarcerated individuals who are under the age of eighteen and who have not met high graduation requirements or requirements to earn a high school equivalency certificate as provided in RCW 28B.50.536 in accordance with chapter 28A.193 RCW. The program of education established by the department and education provider under RCW 28A.193.020 for incarcerated individuals under the age of eighteen must provide each incarcerated individual a choice of curriculum that will assist the incarcerated individual in achieving a high school diploma or high school equivalency certificate. The program of education may include but not be limited to basic education, prevocational training, work ethic skills, conflict resolution counseling, substance abuse intervention, and anger management counseling. The curriculum may balance these and other rehabilitation, work, and training components.
- (6)(a) In addition to the policies set forth in this section, the department shall consider the following factors in

establishing criteria for assessing the inclusion of education and work programs in an incarcerated individual's individual reentry plan and in placing incarcerated individuals in education and work programs:

- (i) An incarcerated individual's release date and custody level. An incarcerated individual shall not be precluded from participating in an education or work program solely on the basis of his or her release date, except that incarcerated individuals with a release date of more than one hundred twenty months in the future shall not comprise more than ten percent of incarcerated individuals participating in a new class I correctional industry not in existence on June 10, 2004;
- (ii) An incarcerated individual's
  education history and basic academic skills;
   (iii) An incarcerated individual's work

history and vocational or work skills;

(iv) An incarcerated individual's
economic circumstances, including but not
limited to an incarcerated individual's
family support obligations; and

(v) Where applicable, an incarcerated individual's prior performance in department-approved education or work

programs;

- (b) The department shall establish, and periodically review, incarcerated individual behavior standards and program outcomes for all education and work programs. Incarcerated individuals shall be notified of applicable behavior standards and program goals prior to placement in an education or work program and shall be removed from the education or work program if they consistently fail to meet the standards or outcomes
- (7) Eligible incarcerated individuals who refuse to participate in available education or work programs available at no charge to the incarcerated individuals shall lose privileges according to the system established under RCW 72.09.130. Eligible incarcerated individuals who are required to contribute financially to an education or work program and refuse to contribute shall be placed in another work program. Refusal to contribute shall not result in a loss of privileges.
- (8) The department shall establish, by rule, a process for identifying and assessing incarcerated individuals with learning disabilities, traumatic brain injuries, and other cognitive impairments to determine whether the person requires accommodations in order to effectively participate in educational programming, including general educational development tests and postsecondary education. The department shall establish a process to provide such accommodations to eligible incarcerated individuals.
- (9) The department shall establish, and periodically review, goals for expanding access to postsecondary degree and certificate education programs and program completion for all incarcerated individuals, including persons of color. The department may contract and partner with any accredited educational program sponsored by a nonprofit entity, community-based postsecondary education program, or institution with

historical evidence of providing education programs to people of color.

(10) The department shall establish, by objective medical standards to determine when an incarcerated individual is physically or mentally unable to participate in available education or work programs. department determines an individual is permanently the incarcerated unable to participate in any available education or work program due to a health condition, the incarcerated individual is exempt from the requirement under subsection (2) of this section. When the department determines an incarcerated individual is temporarily unable to participate in an education or work program due to a medical condition, the incarcerated individual is exempt from the requirement of subsection (2) of this section for the period of time he or she is temporarily disabled. The department shall periodically review the medical condition of all incarcerated individuals with temporary disabilities to ensure the earliest possible entry or reentry by incarcerated individuals into available programming.

The department shall establish requiring an incarcerated policies individual to pay all or a portion of the costs and tuition for any vocational training or postsecondary education program if the incarcerated individual previously related abandoned coursework t.o postsecondary degree or certificate education or vocational training without excuse as defined in rule by the department. Department policies shall include a formula for determining how much an incarcerated individual shall be required to pay. The formula shall include steps which correlate to an incarcerated individual's average monthly income or average available balance in a personal savings account and which are correlated to a prorated portion or percent of the per credit fee for tuition, books, or other ancillary costs. The formula shall be reviewed every two years. A third party may pay directly to the department all or a portion of costs and tuition for any program on behalf of an incarcerated individual under this subsection. Such payments shall not be subject to any of the deductions as provided in this chapter.

(12) Notwithstanding any other provision in this section, an incarcerated individual ((sentenced to death under chapter 10.95 RCW er)) subject to the provisions of 8 U.S.C. Sec. 1227:

(a) Shall not be required to participate in education programming except as may be necessary for the maintenance of discipline and security;

not participate degree education (b) May postsecondary program offered by the department or its contracted unless the incarcerated individual's participation in the program is paid for by a third party or by the individual;

(c) May participate in prevocational or vocational training that may be necessary to participate in a work program;

(d) Shall be subject to the ((applicable provisions of this chapter))requirements relating to incarcerated individual financial responsibility for programming under subsection (4) of this section.

(13) If an incarcerated individual has participated in postsecondary education programs, the department shall provide the incarcerated individual with a copy of the individual's unofficial incarcerated transcripts, at no cost to the individual, upon the incarcerated individual's release or transfer to a different facility. Upon the incarcerated individual's completion of a postsecondary education program, the department shall provide to the incarcerated individual, at no cost to the individual, a copy of the incarcerated individual's unofficial transcripts. This requirement applies regardless of whether the incarcerated individual became ineligible to participate in or abandoned a postsecondary education program.

(14) For the purposes of this section(( $\tau$ 

"third party")):

(a) "Third party" includes a nonprofit entity or community-based postsecondary education program that partners with the department to provide accredited postsecondary education degree and certificate programs at state correctional facilities.

(b) "Gift aid" has the meaning provided in RCW 28B.145.010.

Sec. 2. RCW 72.09.465 and 2021 c 200 s 5 are each amended to read as follows:

(1)(a) The department may implement postsecondary degree or certificate education programs at state correctional institutions.

(b) The department may consider for inclusion in any postsecondary degree or certificate education program, any education program from an accredited community or technical college, college, or university that is limited to no more than a bachelor's state-recognized degree. Washington preapprenticeship programs may also be included as appropriate postsecondary education programs.

(2) Incarcerated individuals not meeting the department's priority criteria for the ((state-funded)) postsecondary degree education program offered by the department or its contracted providers shall be required to pay the costs for participation in a postsecondary education degree program if ((<del>he or she elects</del>)) they elect to participate through self-pay, including costs of books, fees, tuition, or any other appropriate ancillary costs, by one or more of the following means:

(a) ((<del>The</del>)) <u>For a postsecondary</u> education program that is eligible for financial aid, the incarcerated individual who is participating in the ((postsecondary education degree)) program may, during confinement, provide the required payment or payments to the ((<del>department</del>)) <u>school</u>; ((<del>or</del>))

(b) For a postsecondary degree education program that is not eligible for financial aid, the incarcerated individual who is participating in the program may, during confinement, provide the required payment or payments to the department; or

(c) A third party ((shall)) may provide the required payment or payments directly to the department on behalf of an incarcerated individual, and such payments shall not be subject to any of the deductions as provided

in this chapter.

(3) The department may accept any and all donations and grants of money, equipment, supplies, materials, and services from any third party, including but not limited to nonprofit entities, and may receive, utilize, and dispose of same to provide postsecondary education to incarcerated individuals.

- (4) An incarcerated individual may be selected to participate in a state-funded postsecondary degree or certificate education program, based on priority criteria determined by the department, in which the following conditions may be considered:
- (a) Priority should be given to incarcerated individuals who do not already possess a postsecondary education degree; and
- (b) Incarcerated individuals with individual reentry plans that include participation in a postsecondary degree or certificate education program that is:
- (i) Offered at the incarcerated individual's state correctional institution;
- (ii) Approved by the department as an eligible and effective postsecondary education degree program; and
- (iii) Limited to a postsecondary degree

or certificate program.

- (5) The department shall work with the college board as defined in RCW 28B.50.030 to develop a plan to assist incarcerated individuals selected to participate in postsecondary degree or certificate programs with filing a free application for federal student aid or the Washington application for state financial aid.
- (6) Any funds collected by the department under this section shall be used solely for the creation, maintenance, or expansion of postsecondary education degree programs for incarcerated individuals.
- Sec. 3. RCW 72.09.467 and 2021 c 200 s 8 are each amended to read as follows:
- (1) The department, the state board for community and technical colleges, the achievement council, and Washington statewide reentry council, in collaboration with an organization representing the presidents of the public four-year institutions of higher education, shall submit a combined report, pursuant to RCW 43.01.036, by December 1, 2021, and annually thereafter, to the appropriate committees of the legislature having oversight over higher education issues and correctional matters. The state agencies shall consult and engage with nonprofit and community-based postsecondary education providers during the development of the annual report.
- (2)  $\overline{\text{At}}$  a minimum, the combined report must include:
- (a) The number of incarcerated individuals served in the department's postsecondary education system, the number of individuals not served, the number of individuals leaving the department's custody without a high school equivalency who were

in the department's custody longer than one year, and the number of individuals released without any postsecondary education, each disaggregated by demographics;

(b) A complete list of postsecondary degree and certificate education programs offered at each state correctional facility, including enrollment rates and completion

rates for each program;

(c) A review of the department's identification and assessment of incarcerated individuals with learning disabilities, traumatic brain injuries, and other cognitive impairments or disabilities that may limit their ability to participate in educational programming, including general educational development testing and postsecondary education. The report shall identify barriers to the identification and assessment of these individuals and include recommendations that will further facilitate access to educational programming for these individuals;

((<del>(e)</del>))(<u>d)</u> An identification of issues related to ensuring that credits earned in credit-bearing courses are transferable. The report must also include the number of transferable credits awarded and the number of credits awarded that are not transferable;

((\(\frac{(d)}{(d)}\)) (e) A review of policies on transfer, in order to create recommendations to institutions and the legislature that to ensure postsecondary education credits earned while incarcerated transfer seamlessly upon postrelease enrollment in a postsecondary education institution. The review must identify barriers or challenges on transferring credits experienced by individuals and the number of credits earned while incarcerated that transferred to the receiving colleges postrelease;

((<del>(e)</del>))<u>(f)</u> The number of individuals participating in correspondence courses and completion rates of correspondence courses,

disaggregated by demographics;

((<del>(f)</del>))(g) An examination of the collaboration between correctional facilities, the educational programs, nonprofit and community-based postsecondary education providers, and the institutions, with the goal of ensuring that roles and responsibilities are clearly defined, including the roles and responsibilities of each entity in relation to ensuring incarcerated individual access to, and accommodations in, educational programming; and

((<del>(g)</del>))(<u>h)</u> A review of the partnerships with nonprofit and community-based postsecondary education organizations at state correctional facilities that provide accredited certificate and degree-granting programs and those that provide reentry services in support of educational programs and goals, including a list of the programs and services offered and recommendations to improve program delivery and access.

(3) The report shall strive to include, where possible, the voices and experiences of current or formerly incarcerated

individuals."

Correct the title.

Signed by Representatives Slatter, Chair; Entenman, Vice Chair; Reed, Vice Chair; Ybarra, Ranking Minority Member; Waters, Assistant Ranking Minority Member; Jacobsen; Klicker; Leavitt; McEntire; Nance; Paul; Pollet; Schmidt and Timmons.

Referred to Committee on Appropriations

February 21, 2024

SB 5979

Prime Sponsor, Senator Keiser: Concerning accrued leave for construction workers. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 5980

Prime Sponsor, Labor & Commerce: Concerning the timeline for issuing a citation for a violation of the Washington industrial safety and health act. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

SB 6088

Prime Sponsor, Senator Conway: Concerning minor league baseball players subject to the terms of a collective bargaining agreement regarding employment status. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

ESB 6089

Prime Sponsor, Senator King: Eliminating certain minimum requirement equivalencies for electrical inspectors. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt, Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

SSB 6108

Prime Sponsor, Labor & Commerce: Addressing retainage on private construction projects. Reported by Committee on Labor & Workplace Standards

MAJORITY recommendation: Do pass. Signed by Representatives Berry, Chair; Fosse, Vice Chair; Schmidt,

Ranking Minority Member; Bronoske; Doglio; Ormsby; Ortiz-Self; Rude and Ybarra.

Referred to Committee on Rules for second reading

February 21, 2024

ESB 6296

Prime Sponsor, Senator Boehnke: Establishing a retail industry work group. Reported by Committee on Postsecondary Education & Workforce

MAJORITY recommendation: Do pass. Signed by Representatives Slatter, Chair; Reed, Vice Chair; Ybarra, Ranking Minority Member; Waters, Assistant Ranking Minority Member; Jacobsen; Klicker; Leavitt; McEntire; Nance; Paul; Schmidt and Timmons.

MINORITY recommendation: Do not pass. Signed by Representative Entenman, Vice Chair.

MINORITY recommendation: Without recommendation. Signed by Representative Pollet.

Referred to Committee on Rules for second reading

There being no objection, the bills, memorials, and resolution listed on the day's committee report and first, second, and third supplemental committee reports under the fifth order of business were referred to the committees so designated.

There being no objection, the House advanced to the eighth order of business.

#### **MOTION**

There being no objection, the Committee on Rules was relieved of the following bills and the bills were placed on the second reading calendar:

HOUSE BILL NO. 1913
ENGROSSED SUBSTITUTE SENATE BILL NO. 5690
SENATE BILL NO. 5884
ENGROSSED SUBSTITUTE SENATE BILL NO. 5890
SUBSTITUTE SENATE BILL NO. 5935
SENATE BILL NO. 5970
ENGROSSED SUBSTITUTE SENATE BILL NO. 5974
SENATE BILL NO. 5982
ENGROSSED SUBSTITUTE SENATE BILL NO. 6007
SUBSTITUTE SENATE BILL NO. 5060
SENATE BILL NO. 5508
SENATE BILL NO. 5885
SENATE BILL NO. 5886
SUBSTITUTE SENATE BILL NO. 6047

There being no objection, the House adjourned until 9:00 a.m., Thursday, February 22, 2024, the 46th Day of the 2024 Regular Session.

LAURIE JINKINS, Speaker

BERNARD DEAN, Chief Clerk

1895	Massaca	1	5778-S	100
1913	Messages		Committee Report	
1950	Other Action		Committee Report5784-S2	
5180	Messages		Committee Report	
5184	Committee Report		Committee Report5786-S	
5213-S	Committee Report	117	Committee Report5787-S	159
5241	Committee Report	121	Committee Report5788-S	159
5271-S	Committee Report	128	Committee Report	159
5284-S	Committee Report	95	Committee Report	13
5291-S	Committee Report	138	Committee Report	13
5299-S	Committee Report	95	Committee Report	160
	Committee Report	138	Committee Report	13
5306-S	Committee Report	139	5798-S Committee Report	160
5334-S	Committee Report	139	Committee Report	161
5344	Committee Report	141	5803-S Committee Report	161
5363	Committee Report	141	5804-S  Committee Report	90
5376-S	Committee Report	98	5805 Committee Report	92
5419	Committee Report	141	5811 Committee Report	161
5424-S	Committee Report	1	5816 Committee Report	164
5427-S	Committee Report	141	Committee Report	164
5444-S	S2 Committee Report	141	5824 Committee Report	164
5462	Committee Report	141	5825-S2 Committee Report	164
5481-S	Committee Report	144	5828-S Committee Report	180
5508	Other Action	411	5829-S Committee Report	181
5580-S	S2 Committee Report	147	5834-S Committee Report	181
5588-S			5835-S Committee Report	
5589-S			5836 Committee Report	
5591-S			5837 Committee Report	
5592	Committee Report		5838-S2 Committee Report	
5632	Committee Report		5840-S  Committee Report	
5635-S			5843 Committee Report	
5647	Committee Report		5849-S2 Committee Report	
5649-S			5850-S  Committee Report	
5660-S	32		5852	
5667-S			Committee Report	
5670-S			Committee Report	
5690-S			Committee Report	
5709-S			Committee Report	
5774-S			Committee Report	
	Committee Report	154	Committee Report	93

5884	Odlan Astian	411	6039-S	Committee Donard	222
5885	Other Action		6047-S	Committee Report	
5886	Other Action		6058-S	Other Action	
5890-S	Other Action		6059-S	Committee Report	
5891-S	Other Action		6060-S	Committee Report	
5893-S2	Committee Report2		6061-S	Other Action	
5904	Committee Report	.258	6068-S	Committee Report	348
5908-S2	Committee Report2	.100	6069-S	Committee Report	350
5913	Committee Report	.258		Committee Report	350
	Committee Report	.266		Committee Report	361
5919-S	Committee Report	.266		Committee Report	361
	Committee Report	94		Committee Report	411
	Committee Report	.266		Committee Report	411
	Committee Report	.100		Committee Report	361
	Committee Report	.266		Committee Report	361
	Other Action	.411		Committee Report	361
	2 Committee Report	.268		Committee Report	411
	Committee Report	.268		Committee Report	364
	Committee Report	.407		Committee Report	366
	Committee Report	.407		Committee Report	368
5955-S2	2 Committee Report	.268		Committee Report	368
	Other Action	.411	6127-S	Committee Report	368
5972-S	Committee Report	.268	6133	Committee Report	370
5973-S	Committee Report		6140-S	Committee Report	
5974-S	Other Action		6146-S	Committee Report	
5979	Committee Report	.411	6151	Committee Report	
5980-S	Committee Report		6157-S	Committee Report	
5982	Other Action		6163-S	Committee Report	
5983-S	Committee Report		6164-S	Committee Report	
5985-S	Committee Report		6166	Committee Report	
5986-S	Committee Report		6173	Committee Report	
5997			6175-S	2	
5998-S	Committee Report		6178	Committee Report	
6006-S2			6186-S	Committee Report	
6007-S	Committee Report		6187-S		
6009-S	Other Action		6194-S		
6015-S	Committee Report		6222	Committee Report	
6027	Committee Report		6227-S	Committee Report	
6038-S	Committee Report		6228-S	Committee Report2	
	Committee Report	.321		Committee Report	385

6234	
6246	Committee Report
0240	Committee Report396
6251-S	2
6269-S	Committee Report
0207-5	Committee Report405
6271	•
6286-S	Committee Report94
	Committee Report405
6291-S	
6296	Committee Report94
	Committee Report411
6301-S	Committee Report94
8005	Committee Report
0007	Committee Report405
8007	Committee Report94
8414	Committee report
	Committee Report405