WASHINGTON STATE EMPLOYMENT SECURITY DEPARTMENT BEFORE THE RULES COORDINATOR LEAVE AND CARE DIVISION

VERBATIM RECORD OF PROCEEDINGS PROPOSED REGULATIONS RE PAID FAMILY & MEDICAL LEAVE PROGRAM Thursday, October 26, 2023 Olympia, Washington

APPEARANCES:

PRESIDING OFFICER:

ALSO PRESENT:

JASON BARRETT Lead Policy Analyst

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JANETTE BENHAM BRETT CAIN

REPORTED BY: REBECCA DONLEY, CCR No. 3184

Puget Sound Reporting 800-576-7129 1 MR. JASON BARRETT: Good morning. My name is 2 Jason Barrett and I am the Lead Policy Analyst for the Leave 3 and Care Division of the Washington State Employment 4 Security Department. Thank you for joining us today for 5 this rulemaking hearing. I'd like to discuss a few 6 housekeeping items before we begin the hearing.

7 Just a reminder that this meeting concerns proposed regulations regarding the Paid Family and Medical Leave 8 9 program. This meeting will not feature discussion of any 10 specific application, and attendance is completely optional. If you have questions regarding your own application or 11 12 weekly claim for Paid Family and Medical Leave, or if you have other general questions, please call our customer care 13 team at 833-717-2273. We will not be able to answer any 14 15 questions during this hearing.

16 Today's hearing is regarding the proposal that revises 17 sections of Washington Administrative Code regarding 18 implementation of Substitute Senate Bills 5286 and 5586, and 19 aligning public records rules for the Leave and Care Division with agency rules that are already in place. 20 If 21 you would like to provide written comments related to these 22 rules, you may do so by email at rules@esd.wa.gov. We'll 23 continue to accept written comments through the close of 24 business today.

To view the electronic version of the proposed rules

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you can go to paidleave.wa.gov/rulemaking. The proposed rules are under the "Current Rulemaking" heading. Clicking on the plus sign next to the rules expands the topic. The rules for today's hearing are listed under the "CR-102: Proposed Rules" title. We'll go through the proposed rules in the order they appear on the website.

7 Before we begin, are there any questions about the purpose of today's meeting or where to find the proposed 8 9 rules? Remember, you can unmute yourselves using your Teams 10 window or by hitting *6 if you are joining by phone. If you're not providing testimony, please remember to keep 11 12 yourself muted throughout the hearing. If you're calling in for the hearing, please do not place this meeting on hold to 13 take another call. The hearing cannot proceed if there is 14 15 hold music or messages played while the call is on hold. Are there any questions about why we're here this 16 17 morning or where to find the rules? 18 (No response.) 19 MR. JASON BARRETT: With that, we'll go ahead and 20 start the hearing. 21 Pursuant to the authority given under Washington State Law RCW 50A.05.060, RCW 50A.25.040 as amended by SSB 5586, 22 23 RCW 50A.10.030, Chapter 42.30 RCW of the Open Public 24 Meetings Act, and Chapter 34.05 RCW of the Administrative

25 Procedure Act, this hearing is hereby convened.

Page 4 For the record, this hearing is beginning at 9:04 a.m. 1 2 On October 26, 2023 online and by conference call. This hearing is convened to consider testimony 3 4 concerning Paid Family and Medical Leave rulemaking. Notice of this hearing was filed and published in the 5 Washington State Register on September 19, 2023, as WSR 6 7 number 23-19-086, was sent to interested parties, and was 8 posted on the department's webpage. 9 My name is Jason Barrett and I'm the Lead Policy Analyst for the Leave and Care Division of the Washington 10 State Employment Security Department. I represent 11 12 Commissioner Cami Feek as the hearing officer presiding at this public rulemaking hearing. 13 There are other members of the Leave and Care Policy 14 15 Team attending this hearing. Please introduce yourselves by name and title. 16 17 MS. JANETTE BENHAM: Good morning, I'm Janette 18 Benham, and I'm the rules coordinator for the Leave and Care 19 programs at the Employment Security Department. 20 MR. BRETT CAIN: Good morning, everyone. I'm 21 Brett Cain. I'm a policy analyst and work on policy and rules for the Leave and Care programs here at ESD. 22 23 MR. JASON BARRETT: Thank you, Janette and Brett. 24 Please be advised that this hearing is being transcribed by a court reporter and is also being recorded by the Microsoft 25

Teams platform. The transcript and recording will become a part of the official rulemaking file. To facilitate this transcription, please state and then spell your name before your testimony. If you are here in a representative capacity, please include who you are providing testimony on behalf of.

7 Please also note that this hearing is convened to 8 consider comments on the proposed rules. Because of the 9 formal nature of this hearing, we are unlikely to answer any 10 questions you may ask. If you do pose a question, I will ask you to rephrase your question as a comment. Questions 11 12 can be emailed to us at paidleave@esd.wa.gov, where our 13 customer support staff will respond to your questions. Written comments on the proposed rules will be accepted 14 15 through today by email at rules@esd.wa.gov.

A concise explanatory statement of the agency's reasons for adoption of the rules, including a summary and response to all comments received after the publication of the proposed rules, will be placed in the permanent rulemaking file and posted online. This document will be sent to all interested parties who have signed up to receive Paid Family and Medical Leave rules emails.

We will begin with Janette Benham who will provide abrief explanation of the proposal.

25 MS. JANETTE BENHAM: Thank you, Jason.

A portion of the proposed rules for today's hearing include amendments to implement legislation. Substitute Senate Bills 5286 and 5586 passed during the 2023 legislative session and amended parts of the Paid Family and Medical Leave law in Title 50A RCW.

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Substitute Senate Bill 5286 changed the calculation
the department must use to determine the Paid Family and
Medical Leave premium each year.

9 Substitute Senate Bill 5586 allows employers to access 10 certain data points related to their employees' use of paid 11 family or medical leave. I want to acknowledge that the 12 narrative on the CR-102 form inadvertently refers to 13 additional information available to employers that was not 14 included in the final version of the bill.

The agency also proposes changes to the public records rules to eliminate redundancies and align the Leave and Care Division's rules with agency rules that are already in place.

19 I encourage you all to read the text of the bills and 20 the rules along with the supporting documents that are 21 available on the rulemaking webpage for a more robust 22 understanding. Thank you for your interest and 23 participation in our rulemaking efforts, and we look forward 24 to hearing your comments today.

25 MR. JASON BARRETT: Thank you, Janette. We will

now hear testimony from those in attendance. I'll go through each rule individually, outline the proposed amendments to each rule, and accept comment on each rule. All attendees are currently muted. If you wish to speak, you can unmute yourselves through your Teams window or by pressing *6 if you are joining by phone.

7 When you testify, please speak clearly, state your 8 name, spell your last name, and state who you represent if 9 you are here in a representative capacity. When you finish 10 testifying, please mute yourself through your Teams window 11 or hit *6 again on your phone.

12 The first rule we'll accept comment on is WAC 13 192-500-035, Interested parties. Substitute Senate Bill 14 5586 has an effective date of January 1, 2024, and allows 15 employers to access certain data points related to their 16 employees' use of paid family or medical leave.

17 Specifically, employers will be permitted to know whether an 18 employee applied for and received benefits for a particular 19 week, as well as the type of leave being taken. The 20 proposed amendment specifies which employers are permitted 21 to access this information, and is intended to prevent other 22 employers who may be considered interested parties for other 23 purposes from accessing confidential information.

We are now ready to accept public comment for WAC192-500-035, Interested parties.

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1	(No response.)
2	MR. JASON BARRETT: Are there any comments on this
3	rule before I move on?
4	(No response.)
5	MR. JASON BARRETT: The next rule we'll accept
6	comment on is WAC 192-510-090, How will the department
7	determine the premium rate for each calendar year?
8	Substitute Senate Bill 5286 changed the calculation
9	the department must use to determine the Paid Family and
10	Medical Leave premium each year. The proposed amendments
11	establish the time period for which each calculation is
12	applied based on the requirements of the bill in the event
13	of an appeal. The rule also clarifies that small business
14	grants shall also be considered when determining agency
15	expenditures with regard to the new premium calculation.
16	We are now ready to accept public comment for WAC
17	192-510-090, How will the department determine the premium
18	rate for each calendar year?
19	(No response.)
20	MR. JASON BARRETT: Are there any comments on this
21	rule before I move on?
22	(No response.)
23	MR. JASON BARRETT: The next rule we'll accept
24	comment on is WAC 192-810-010, Definitions.
25	The proposed amendments to this rule are regarding

Page 9 public records and refer to agency rules in WAC 192-02-020 1 2 to eliminate redundancy. One subsection was kept because it is specific to Paid Family and Medical Leave. 3 4 We are now ready to accept public comment for WAC 192-810-010, Definitions. 5 (No response.) 6 7 MR. JASON BARRETT: Are there any comments on this rule before I move on? 8 9 (No response.) 10 MR. JASON BARRETT: The next rule we'll accept comment on is WAC 192-810-030, How do individuals and 11 12 entities request records from the department? The proposed amendments to this rule refer to agency 13 rules in Chapter 192-02 WAC and eliminate redundant 14 15 information regarding how to request records. The information that is not changed or eliminated in this rule 16 17 is specific to Paid Family and Medical Leave privacy 18 provisions in RCW 50A.25.040. 19 We are now ready to accept public comment for WAC 192-810-030, How do individuals and entities request records 20 21 from the department? 22 (No response.) 23 MR. JASON BARRETT: Are there any comments on this rule before I move on? 24 25 (No response.)

Page 10 MR. JASON BARRETT: The last rule we'll accept 1 2 comment on for today's hearing is WAC 192-810-020, Purpose. The proposal is to repeal this rule to eliminate 3 4 redundancy because the purpose is already addressed in agency rules under WAC 192-02-010. 5 We are now ready to accept public comment for WAC 6 7 192-810-020, Purpose. 8 (No response.) 9 MR. JASON BARRETT: Are there any comments on this rule before I move on? 10 11 (No response.) 12 MR. JASON BARRETT: I'd like to take a moment and ask if there is any additional testimony on any of the 13 proposed rules included in today's hearing. If there is any 14 15 additional testimony, please feel free to provide comment and indicate which rule from today's hearing you are 16 17 providing comment on. Are there any comments on any of 18 today's rules? 19 (No response.) 20 MR. JASON BARRETT: I want to ask one final time 21 before I close, is there any further testimony from anyone 22 on the phone or joining on Teams before I conclude this 23 hearing on today's rules? 24 (No response.) 25 MR. JASON BARRETT: In conclusion, this hearing

Page 11 was convened to consider testimony on Paid Family and 1 Medical Leave rulemaking. All oral testimony presented at 2 this hearing and written submissions will become part of the 3 4 official record. The deadline for submission of written 5 comments is by the end of the day today, October 26, 2023. You may submit written comments by emailing 6 rules@esd.wa.gov. Comments must be received by the end of 7 the day to be considered part of this rulemaking. 8 9 A final decision regarding adoption of the proposed 10 rules will be made after all testimony and written comments have been fully considered, which will be on or after 11 12 November 2, 2023. The planned effective date of any adopted rules is January 1, 2024. 13 On behalf of Commissioner Cami Feek, thank you for 14 participating in this hearing. This hearing is adjourned at 15 9:18 a.m. on October 26, 2023. 16 17 (Concluded at 9:18 a.m.) 18 19 20 21 22 23 24 25

1	CERTIFICATE
2	STATE OF WASHINGTON)
3) ss. COUNTY OF KING)
4	I, Rebecca Donley, a certified court reporter in and
5	for the State of Washington, do hereby certify:
6	That the foregoing deposition was taken before me at
7	the time and place therein set forth;
8	That the witness was by me first duly sworn or affirmed
9	to testify to the truth, the whole truth, and nothing but
10	the truth; and that the testimony of the witness and all
11	objections made at the time of the examination were recorded
12	stenographically by me and thereafter transcribed under my
13	direction;
14	That the foregoing transcript is a true record of the
15	testimony given by the witness and of all objections made at
16	the time of the examination, to the best of my ability.
17	I further certify that I am in no way related to any
18	party to this matter nor to any counsel, nor do I have any
19	interest in this matter.
20	Witness my hand this 9th day of November 2023.
21	
22	Achana E Durk
23	Rebecca <u>C. Donley</u> REBECCA E. DONLEY CCR CCR License #3184
24	Certified Court Reporter in and for the State of Washington,
25	residing in Poulsbo.