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Washington State Family & Paid Leave PFML Rulemaking Stakeholder Meeting Transportation Network Company Pilot Rules

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Wednesday, May 8, 2024 9:00 a.m. Olympia, Washington

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	1	FOR WASHINGTON STATE EMPLOYMENT SECURITY DEPARTMENT LEAVE AND CARE DIVISION:
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09:00:49	3	09:00:57 MR. BRETT CAIN, Policy Analyst MR. JASON BARRETT, Lead Policy Analyst
	4	Employment Security Department 212 Maple Park Avenue SE Olympia, Washington 98501
	5	360-902-9500 Brett.cain@esd.wa.gov
	6	Jason.barrett@esd.wa.gov
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Page 3 1 BE IT REMEMBERED that on Wednesday, May 8, 2024, 2 commencing at 9:00 a.m., via Microsoft Teams, Washington 3 State Family and Paid Leave, PFML Rulemaking Stakeholder Meeting, Transportation Network Company Pilot Rules, taken 4 5 before Dorene Boyle, Certified Court Reporter in and for the State of Washington. 6 7 The following proceedings took place: 08:49:36 8 08:49:36 9 MR. BRETT CAIN: Good morning, everyone. Mv 09:00:12 10 name is Brett Cain, and I'm a Policy Analyst for the 09:00:16 11 Leave and Care programs of the Washington State 09:00:19 12 Employment Security Department. Thanks very much for 09:00:23 13 joining us today for this rulemaking hearing. Before 09:00:27 14 we begin, let me just go over a few housekeeping items 09:00:31 15 here. 09:00:32 16 I would like to remind everyone that this meeting 09:00:35 17 concerns proposed regulations regarding the Paid 09:00:37 18 Family and Medical Leave program. This meeting will 09:00:39 19 not feature discussion of any specific application, 09:00:44 20 and attendance is completely optional. If you have 09:00:49 21 questions regarding your own application or weekly 09:00:49 22 claim for Paid Family and Medical Leave, or if you 09:00:50 23 have other general questions, please call our customer

09:00:53 24 service team at 833-717-2273. Again, that's 09:01:10 25 833-717-2273. We won't be able to answer any

Page 4 09:01:12 1 questions during this hearing due to the formal nature 09:01:16 2 of the hearing. 09:01:17 3 So, again, today's hearing is regarding a 09:01:19 4 proposal that creates a new chapter of Washington Administrative Code supporting a pilot created by 09:01:23 5 09:01:25 6 Substitute House Bill 1570 that passed during the 2023 09:01:31 7 legislative session. Among other things, the bill 09:01:35 8 created a pilot program for transportation network 09:01:38 9 company drivers to elect coverage into the Paid Family 09:01:43 10 and Medical Leave program. If you would like to 09:01:44 11 provide written comments related to these rules, you 09:01:48 12 may do so by e-mail at rules@esd.wa.gov. That's 09:01:58 13 rules@esd.wa.gov. And we'll continue to accept 09:02:03 14 written comments for this rules package through the close of business today. 09:02:10 15

09:02:11 16 If you're going to use this e-mail address, will 09:02:15 17 you please keep it to comments or concerns with our 09:02:17 18 rulemaking. If you have other general questions, 09:02:19 19 again, you can contact our customer care team. And 09:02:22 20 one more time, that number is 833-717-2273. Or if you 09:02:28 21 would like to submit a question or comment or concern 09:02:30 22 in writing, you can also reach our customer care team. 09:02:34 23 Again, if it's not related to these rules, you can 09:02:37 24 reach them at paidleave@esd.wa.gov.

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For some instructions on how to get to the rules

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09:02:46 1	that we're going to discuss today, please go to
09:02:49 2	paidleave.wa.gov/rulemaking,
09:03:05 3	paidleave.wa.gov/rulemaking. And these rules are
09:03:08 4	going to be found under the "Current Rulemaking"
09:03:12 5	heading. If you click on "Implementation of
09:03:14 6	Substitute House Bill 1570" it will expand that topic,
09:03:17 7	and then the rules for today's hearing are listed
09:03:20 8	after the "CR-102: Proposed rules" title. And it
09:03:25 9	will be sometimes there will be several clicks, and
09:03:29 10	you'll just click one and the new chapter that we're
09:03:32 11	proposing today will have several sections in it. So
09:03:35 12	we'll go through those rules in the order they appear
09:03:38 13	on the website.
09:03:41 14	I know that was a lot. Before we begin, are
09:03:44 15	there any questions about the purpose of today's
09:03:47 16	meeting or where to find the proposed rules? As a
09:03:51 17	reminder, you can unmute yourself using your Teams
09:03:56 18	window or by hitting *6 if you're joining by phone.
09:04:01 19	If you're not providing testimony, please remember to
09:04:03 20	keep yourself muted throughout the hearing. And if
09:04:07 21	you're calling in for the hearing, please do not place
22	this meeting on hold to take another call. We get
09:04:12 23	hold music that sometimes we can't turn off and it

disrupts the hearing. So we wouldn't be able to

proceed if there is hold music or messages playing

09:04:14 24 09:04:16 25

	Page 6
09:04:20 1	while you put us on hold.
09:04:22 2	So I'll pause a minute there for questions about
09:04:25 3	why we're here today or where to find the rules or
09:04:29 4	anything else I just went over.
5	(NO RESPONSE.)
09:04:38 6	MR. BRETT CAIN: Okay. Well, then we'll go
09:04:40 7	ahead and get started with the hearing.
09:04:42 8	Pursuant to the authority given under Washington
09:04:45 9	State Law in RCW 50A.05.060, Chapter 42.30 RCW of the
09:04:57 10	Open Public Meetings Act, and Chapter 34.05 RCW of the
09:05:03 11	Administrative Procedure Act, this hearing is hereby
09:05:07 12	convened.
09:05:07 13	For the record this, hearing is beginning at 9:06
09:05:12 14	a.m. on May 8th, 2024, online and by conference call.
09:05:17 15	This hearing is convened to consider testimony
09:05:20 16	concerning Paid Family and Medical Leave rulemaking.
09:05:25 17	Notice of this hearing was filed and published in
09:05:28 18	the Washington State Register on March 28th, 2024, as
09:05:32 19	WSR No. 24-08-046, was sent to interested parties and
09:05:41 20	was posted on the department's webpage.
09:05:43 21	Again, my name is Brett Cain, and I'm a Policy
09:05:49 22	Analyst for the Leave and Care programs of the
09:05:51 23	Washington State Employment Security Department.
09:05:53 24	I represent Commissioner Cami Feek as the hearing
09:05:57 25	officer presiding at this public rulemaking hearing.

09:06:01 1 There are other members of the Leave and Care policy team, or at least one other member of the Leave 09:06:03 2 09:06:07 3 and Care Rules policy team attending this hearing, and 09:06:11 4 I'll give them a second to introduce themselves now by 09:06:14 5 name and title. 09:06:15 6 MR. JASON BARRETT: Hello. This is Jason 09:06:17 7 Barrett, Lead Policy Analyst with the Leave and Care 09:06:19 8 Division. Thank you very much for joining us today.

MR. BRETT CAIN: Thanks, Jason.

09:06:26 10 Please be advised that this hearing is being 09:06:29 11 transcribed by a court reporter and is also being 09:06:32 12 recorded by the Microsoft Teams platform. The 09:06:37 13 transcript and recording will become part of the 09:06:40 14 official rulemaking file. To facilitate this 09:06:43 15 transcription, please state and then spell your name 09:06:45 16 before your testimony. If you are here in a representative capacity, please include who you are 09:06:48 17 09:06:52 18 providing testimony on behalf of.

09:06:24 9

09:06:53 19Please also note that this hearing is convened to09:06:56 20consider comments on the proposed rule. Because of09:07:01 21the formal nature of this hearing, we are unlikely to09:07:03 22answer any questions you may have. If you do pose a09:07:06 23question, I'll likely ask you to rephrase your09:07:10 24question as a comment. And again, questions can be09:07:13 25e-mailed to us at paidleave@esd.wa.gov, where our

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Page 8 09:07:20 1 customer support staff will respond to your questions. 09:07:23 2 And one last time, written comments on the proposed 09:07:27 3 rules will be accepted through today by e-mail at 09:07:30 4 rules@esd.wa.gov. 09:07:34 5 A Concise Explanatory Statement of the agency's 09:07:41 6 reasons for adoption of the rules, including a summary 09:07:43 7 and response to all comments received after the 09:07:46 8 publication of the proposed rules, will be placed in a 09:07:49 9 permanent rulemaking file and posted online. This document will be sent to all interested parties who 09:07:52 10 09:07:55 11 have signed up to receive Paid Family and Medical Leave rules e-mails. 09:07:58 12 09:07:59 13 We will begin with Jason Barrett, who will 09:08:02 14 provide a brief explanation of the proposal. Over to 09:08:09 15 you, Jason. 09:08:09 16 MR. JASON BARRETT: Thank you, Brett. 09:08:11 17 Today's hearing proposes a new chapter of Paid 09:08:16 18 Family and Medical Leave rules to implement a pilot 09:08:18 19 program for Transportation Network Company drivers to 09:08:21 20 elect coverage into the program. The pilot will run 09:08:23 21 from July 1st of this year through December 31st, 09:08:28 22 2028. 09:08:29 23 The proposed chapter consists of four new 09:08:31 24

09:08:34 25

sections of rules. These sections include definitions of terms that will be used throughout the pilot and in 09:08:371other sections of the new chapter, a description of09:08:392the rights and responsibilities of the TNCs and09:08:423drivers participating in the pilot, and clarification09:08:454that generally the current Paid Family and Medical09:08:485Leave self-employed elective coverage rules, with the09:08:516exception of the period of coverage requirements,09:08:547apply to pilot participants.

09:08:558I encourage you all to read the text of the rules09:08:599along with the supporting documents that are available09:09:0210on the rulemaking webpage for a more robust09:09:0611understanding.

09:09:06 12Thank you very much for your interest and09:09:08 13participation in our rulemaking efforts, and we look09:09:11 14forward to hearing your comments today.

09:09:14 15MR. BRETT CAIN: Thanks, Jason.09:09:15 16All right. Well, we will now hear testimony from09:09:19 17those in attendance. I'll go through each rule09:09:22 18individually, outline the general content of each09:09:24 19rule, and then we'll accept comment on each rule.

09:09:28 20Remember, all attendees I think are currently09:09:31 21muted. If you wish to speak, you can unmute yourself09:09:35 22through your Teams window or by pressing *6 if you're09:09:38 23joining by phone.

09:09:40 24When you testify, please speak clearly, state09:09:43 25your name, spell your last name, and state who you

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	Page 10
09:09:45 1	represent if you are here in a representative
09:09:48 2	capacity.
09:09:48 3	When you finish testifying, please remute
09:09:51 4	yourself through your Teams window or hit *6 again on
09:09:56 5	your phone.
09:09:56 6	The first rule we'll accept comment on
09:10:00 7	Actually, before we go forward, is everyone who would
09:10:04 8	like to have the rules in front of them, are there any
09:10:11 9	questions on accessing the proposed rules at this
09:10:14 10	point?
09:10:15 11	(NO RESPONSE).
09:10:20 12	MR. BRETT CAIN: Okay. So the first rule
09:10:24 13	we'll accept comment on is new proposed WAC
09:10:30 14	192-511-005 titled Definitions. This rule consists of
09:10:35 15	definitions that will be used throughout the pilot and
09:10:38 16	are found in other sections of the new proposed
09:10:40 17	chapter.
09:10:40 18	We are now ready to accept comment, public
09:10:44 19	comment on this new proposed rule.
09:10:57 20	(NO RESPONSE.)
09:10:58 21	MR. BRETT CAIN: Any comments on the
09:10:59 22	Definitions?
09:11:03 23	(NO RESPONSE.)
09:11:05 24	MR. BRETT CAIN: All right. Moving on to
09:11:12 25	the next proposed section, new proposed WAC

	Page 11
09:11:15 1	192-511-010 titled How do transportation network
09:11:23 2	company drivers elect Paid Family and Medical Leave
09:11:26 3	coverage? Let me say that again. How do
09:11:29 4	transportation network company drivers elect Paid
09:11:33 5	Family and Medical Leave. This rule describes the
09:11:37 6	process for how a driver will elect coverage into the
09:11:40 7	program, including the requisite number of hours
09:11:43 8	worked in order to gain eligibility, the time in which
09:11:46 9	a driver can withdraw coverage and when that
09:11:51 10	withdrawal will take effect. It also includes the
09:11:54 11	requirement that a driver participating in the pilot
09:11:58 12	must elect both family and medical leave.
09:12:00 13	We are now ready to accept public comment on this
09:12:04 14	new proposed rule.
09:12:21 15	Rose Gunderson, you have your hand up. Would you
09:12:24 16	hike to provide some comment?
09:12:26 17	MS. ROSE GUNDERSEN: I'm curious, if Can
09:12:29 18	you hear me?
09:12:30 19	MR. BRETT CAIN: Yes.
09:12:31 20	MS. ROSE GUNDERSEN: If a driver also had
09:12:34 21	another job that they are already paying, how do they
09:12:40 22	integrate and how do you count those hours?
09:12:47 23	MR. BRETT CAIN: Well, if you have questions
09:12:48 24	about how the rules will function practically, we can
09:12:53 25	address those outside of the hearing. This is more to

	Page 12
09:12:56 1	comment on the content of the rule. So the e-mail
09:13:03 2	address that I spoke to earlier. Again, because of
09:13:08 3	the formal nature of the hearing, we're not going to
09:13:11 4	be answering questions about the content. We're here
09:13:14 5	to take comments. So if you want to send that
09:13:17 6	question to paidleave@esd.wa.gov, then we can
09:13:24 7	address that question there.
09:13:25 8	And, Rose, your hand is still up. Did you have a
09:13:40 9	followup?
09:13:41 10	MS. ROSE GUNDERSEN: No.
09:13:47 11	MR. BRETT CAIN: Thank you.
09:13:54 12	Okay. We'll move on to the next new proposed
09:13:57 13	section. New proposed WAC 192-511-015 Transportation
09:14:04 14	network company rights and responsibilities. This new
09:14:10 15	proposed rule largely takes language from outside
09:14:13 16	Employment Security Department statutes and
09:14:16 17	regulations and plugs it into our rules. Most
09:14:19 18	language in this section is taken from RCW 46.72B.200,
09:14:26 19	which is a section of law in the chapter of statutes
09:14:30 20	related to transportation network companies. And this
09:14:34 21	section in our rules sets the standards for TNCs whose
09:14:39 22	drivers elect coverage under the pilot.
09:14:43 23	We are now ready to accept public comment on this
09:14:46 24	new proposed rule.
09:14:54 25	MS. KARYSSA JACKSON: I would like to speak,

Page 13 09:14:57 1 Karyssa Jackson, Lyft. That's spelled K-A-R-Y-S-S-A, 09:15:08 2 J-A-C-K-S-O-N. I would like to share, the rules that 09:15:13 3 require a TNC to provide quarterly reports and 09:15:18 4 quarterly reimbursement payments to any third party designated by the TNC driver who opted into the 09:15:22 5 09:15:25 6 program, there is no specific requirement around who 09:15:28 7 that third party can be or any restriction on how many 09:15:33 8 third parties we would be -- required to allow that 09:15:37 9 information. It would be extremely difficult to 09:15:41 10 operationalize a process where drivers would be able 09:15:44 11 to select any third party to receive that information 09:15:48 12 or payments on their behalf. 09:15:51 13 And, additionally, there are no specific 09:15:53 14 requirements for what type of third party the drivers 09:15:57 15 can use. So presumably a driver can allow anyone, for 09:16:02 16 example, spouse or friend or something like that, to 09:16:06 17 share this information with. So I want to call out 09:16:11 18 two concerns there. Thank you. 09:16:14 19 MR. BRETT CAIN: Thank you, Karyssa. 09:16:17 20 And one thing I don't mention that we'll probably 09:16:21 21 add to future scripts, if you are done with your 09:16:24 22 comment, can you remember to take your hand down so 09:16:27 23 I'm not calling on you multiple times.

09:16:29 24 Thank you very much.

09:16:38 25 Anyone else have comment on this section?

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09:16:41 1	(NO RESPONSE.)
09:16:44 2	MR. BRETT CAIN: Okay. We'll move on to the
09:16:57 3	last section, new proposed WAC 192-511-020
09:17:03 4	Self-employed elective coverage requirements apply to
09:17:10 5	the pilot program. This new proposed rule states that
09:17:13 6	drivers who elect coverage are subject to the rights
09:17:16 7	and responsibilities as they apply to self-employed
09:17:21 8	individuals who elect Paid Family and Medical Leave
09:17:24 9	coverage, except for the period of coverage
09:17:26 10	requirements, which were specifically excluded under
09:17:30 11	RCW 46.72B.200 of section 4.
09:17:35 12	We are now ready to accept public comment on this
09:17:40 13	new proposed rule.
09:17:58 14	(NO RESPONSE.)
09:18:01 15	MR. BRETT CAIN: Okay. I would like to take
09:18:03 16	a moment and ask if there is any additional testimony
09:18:06 17	on any of the proposed rules included in today's
09:18:09 18	hearing. If there is any additional testimony, please
09:18:13 19	feel free to provide comment and indicate which rule
09:18:15 20	from today's hearing you're providing comment on.
09:18:26 21	Yes, Joshua.
09:18:27 22	MR. JOSHUA WELTER: Hello, this is Joshua
09:18:32 23	Welter, W-E-L-T-E-R, Teamsters Local 117. I'm wishing
09:18:38 24	to comment on all of the rules, just to commend the
09:18:45 25	department for the work that has gone into setting up

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09:18:50 1	this pilot program and ensuring its success, and I
09:18:54 2	think these rules are well thought out. So thank you
09:18:58 3	for your work.
09:19:00 4	MR. BRETT CAIN: Thank you, Joshua.
09:19:04 5	Is there any further testimony from anyone on the
09:19:12 6	phone before we conclude this hearing?
09:19:17 7	(NO RESPONSE).
09:19:21 8	MR. BRETT CAIN: One last call.
09:19:31 9	(NO RESPONSE).
09:19:32 10	MR. BRETT CAIN: Okay. Well, in conclusion,
09:19:37 11	this hearing was convened to consider testimony on
09:19:40 12	Paid Family and Medical Leave rulemaking.
09:19:42 13	All oral testimony presented at this hearing and
09:19:45 14	written submissions will become part of the official
09:19:50 15	record.
09:19:50 16	The deadline for submission of written comments
09:19:53 17	is by the end of the day today, May 8th, 2024. You
09:19:57 18	may submit written comments by e-mailing
09:20:00 19	rules@esd.wa.gov. Comments must be received by the
09:20:07 20	end of the day today to be considered part of this
09:20:10 21	rulemaking.
09:20:11 22	A final decision regarding adoption of the
09:20:15 23	proposed rules will be made after all testimony and
09:20:18 24	written comments have been fully considered, which
09:20:20 25	will be on or after May 21st, 2024. The planned

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09:20:24 1	effective date of any adopted rules will be July 1st,
09:20:28 2	2024.
09:20:28 3	On behalf of Commissioner Cami Feek, thank you
09:20:32 4	for participating in this hearing.
09:20:34 5	This hearing is adjourned at 9:22 a.m. on May
09:20:38 6	8th, 2024. Thank you very much.
7	
8	(RULE MAKING HEARING
9	CONCLUDED AT 9:22 A.M.)
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1	<u>CERTIFICATE</u>
2	
3	STATE OF WASHINGTON)
4) ss. COUNTY OF YAKIMA)
5	THIS IS TO CERTIFY that I, Dorene Boyle,
6	Certified Court Reporter in and for the State of Washington
7	residing at Yakima, reported the within and foregoing
8	videoconference deposition; said deposition being taken
9	before me as a Certified Court Reporter via Zoom on the
10	date herein set forth; that the deponent was first by me
11	duly sworn via Zoom; that said examination was taken by me
12	in shorthand and thereafter under my supervision
13	transcribed, and that same is a full, true and correct
14	record of the testimony of said deponent, including all
15	questions, answers and objections, if any, of counsel.
16	
17	Further certify that I am not a relative or
18	employee or attorney or counsel of any of the parties, nor
19	am I financially interested in the outcome of the cause.
20	
21	IN WITNESS WHEREOF I have hereunto set my hand
22	this 8th day of May, 2024.
23	\wedge \mathcal{R}
24	CERT/LIC NO. 2521 Certified Court Reporter in and for the
25	State of Washington, residing at Yakima