

### **Veteran & Military Affairs Subcommittee**

### **MEETING PACKET**

Wednesday, March 5, 2014 10:00 AM – 11:00 AM 12 HOB

### Committee Meeting Notice HOUSE OF REPRESENTATIVES

### Veteran & Military Affairs Subcommittee

Start Date and Time:

Wednesday, March 05, 2014 10:00 am

**End Date and Time:** 

Wednesday, March 05, 2014 11:00 am

Location:

**12 HOB** 

**Duration:** 

1.00 hrs

### Consideration of the following bill(s):

HB 873 Employment of Veterans by Ingram

### Presentation:

Florida Veterans Foundation

Artist Rendition of Proposed Florida Veterans' Walk of Honor and Memorial Garden

Pursuant to rule 7.12, the filing deadline for amendments to bills on the agenda by a member who is not a member of the committee or subcommittee considering the bill is 6:00 p.m., Tuesday, March 4, 2014.

By request of the Chair, all Subcommittee members are asked to have amendments to bills on the agenda submitted to staff by 6:00 p.m., Tuesday, March 4, 2014.

### HOUSE OF REPRESENTATIVES STAFF ANALYSIS

BILL #:

HB 873

**Employment of Veterans** 

SPONSOR(S): Ingram

TIED BILLS:

IDEN./SIM. BILLS: SB 970

REFERENCE	ACTION	ANALYST	STAFF DIRECTOR or BUDGET/POLICY CHIEF	
Veteran & Military Affairs Subcommittee		Dugan PD	Kiner KLK	
2) Economic Affairs Committee				

### SUMMARY ANALYSIS

The bill authorizes, but does not require, a private sector employer to establish a voluntary veterans' preference process for honorably discharged veterans and certain spouses of veterans.

Currently, Florida law requires all state government entities, counties, cities, towns, villages, special tax school districts, and special districts to grant employment preference in hiring and retention to certain veterans and spouses of certain military servicemembers, who are Florida residents.

Unlike government employers, private employers in Florida are not required to comply with veterans' preference requirements. The bill authorizes, but does not require, a private sector employer to establish a voluntary veterans' preference process for honorably discharged veterans and certain spouses of veterans.

The bill does not appear to have a fiscal impact on state or local governments.

The bill has an effective date of July 1, 2014.

### **FULL ANALYSIS**

### I. SUBSTANTIVE ANALYSIS

### A. EFFECT OF PROPOSED CHANGES:

### **Current Situation**

More than 1.5 million veterans live in Florida. Approximately 75 percent of Florida's veteran population is comprised of wartime veterans, including more than 231,000 veterans of the Afghanistan and Iraq wars, and roughly 498,000 Vietnam-era veterans. 2

In 2012, the most recent year for which statistics are available, the unemployment rate among all veterans in Florida was 7.3 percent and 9.0 percent for Post-9/11 veterans.<sup>3</sup> During this same period, the national unemployment rate among all veterans was 7.0 percent and 9.9 percent for Post-9/11veterans.<sup>4</sup>

The United States Department of Labor estimates that the military discharges approximately 160,000 active duty servicemembers and approximately 110,000 Reserve and National Guard members each year. According to a recent survey of veterans from all eras, nearly two-thirds of respondents said they had a difficult transition from military service to civilian life, attributed largely to employment challenges – such as explaining how their military skills translate to the civilian workforce. 6

Forty states, the District of Columbia, Guam and Puerto Rico award preference to veterans in initial hiring for public positions, usually by adding points to examination scores that determine the relative ranking of candidates.<sup>7</sup> At least 21 states and Puerto Rico extend those preferences to internal actions such as promotions, transfers and retentions.<sup>8</sup>

Currently, Florida law requires all state government entities, counties, cities, towns, villages, special tax school districts, and special districts to grant employment preference in hiring and retention to certain veterans, and spouses of certain military servicemembers, who are Florida residents. Although Florida statutes have included some form of veterans' employment preference since 1947, private employers in Florida are not required to comply with veterans' preference requirements.

<sup>10</sup> s. 1, ch. 24201, L.O.F. (1947).
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DATE: 3/3/2014

FDVA, Annual Report Fiscal Year 2012-13, Facts and Figures.

<sup>2</sup> Id.

<sup>&</sup>lt;sup>3</sup> U.S. Congress, Joint Economic Committee, Economic Overview and Outlook: Florida, available at: http://www.jec.senate.gov/public/index.cfm?p=statebystatereport (last viewed March 3, 2014).

<sup>4</sup> Id.

<sup>&</sup>lt;sup>5</sup> NCSL, Giving Veterans hiring Preference, by Jennifer Schultz, Vol. 21, No. 46, December 2013, available at: http://www.ncsl.org/research/military-and-veterans-affairs/giving-veterans-hiring-preference.aspx?TabId=27550 (last viewed March 3, 2014).

<sup>&</sup>lt;sup>6</sup> The survey was jointly done by Iraq and Afghanistan Veterans of America (IAVA) and Prudential Insurance Company of America. The survey is on file with the House Veteran & Military Affairs Subcommittee.

<sup>&</sup>lt;sup>7</sup> NCSL, Giving Veterans hiring Preference, by Jennifer Schultz, Vol. 21, No. 46, December 2013, available at: http://www.ncsl.org/research/military-and-veterans-affairs/giving-veterans-hiring-preference.aspx?TabId=27550 (last viewed March 3, 2014).

<sup>&</sup>lt;sup>8</sup> NCSL, Giving Veterans hiring Preference, by Jennifer Schultz, Vol. 21, No. 46, December 2013, available at: http://www.ncsl.org/research/military-and-veterans-affairs/giving-veterans-hiring-preference.aspx?TabId=27550 (last viewed March 3, 2014).

<sup>&</sup>lt;sup>9</sup> Section 295.07(1), F.S., requires the state and political subdivisions of the state to comply with veterans' preference requirements. Section 1.01, F.S., defines "political subdivision" as "counties, cities, towns, villages, special tax school districts, special road and bridge districts, and all other districts in the state. Rule 55A-7.004, F.A.C., contains a definition applicable specifically to veterans' preference statutes, and includes all the entities listed above, but also includes all Career Service System positions under the Florida Community College System and the School for the Deaf and the Blind among those required to give employment preference to veterans and spouses of veterans.

Since 2011, four states have enacted laws that authorize, but do not require, private employers to establish voluntary veterans' preference policies. In 2011, Washington enacted the first private voluntary veterans' preference law. 11 It was followed by similar laws in Minnesota 12 in 2012 and Arkansas<sup>13</sup> and North Dakota<sup>14</sup> in 2013. In addition, similar legislation has been considered during the past year in other states<sup>15</sup>. All of the proposed or enacted laws contain provisions allowing the veterans' preference to be extended to an honorably discharged veteran and the spouse of a service-disabled veteran. Further, all of the proposed or enacted laws clarify that the voluntary veterans' preference provisions do not violate local or state equal employment laws. 16

### Effect of Proposed Changes

The bill creates s. 295.188, F.S., to authorize, but not require, a private sector employer to establish a voluntary veterans' preference in employment process for an honorably discharged veteran or the spouse of a service-disabled veteran.

Under the bill, a person is considered to be a veteran if he or she meets the definition of 'veteran' in s. 1.01(14), F.S., except that he or she must have received an honorable discharge.

The bill does not appear to have a fiscal impact on state or local governments.

The bill has an effective date of July 1, 2014.

### B. SECTION DIRECTORY:

Section 1: Creates s. 295.188, F.S., to provide that a private employer may give priority in its hiring practices to certain veterans and spouses of veterans.

Section 2: Provides and effective date.

### II. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT

### A. FISCAL IMPACT ON STATE GOVERNMENT:

1. Revenues:

None.

Expenditures:

None.

### B. FISCAL IMPACT ON LOCAL GOVERNMENTS:

1. Revenues:

None.

2. Expenditures:

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<sup>11</sup> Wash. Rev. Code Ann. § 73.16.110.

<sup>12</sup> Minn. Stat. Ann. § 197.4551.

<sup>13</sup> Ark. Code Ann. § 11-15-103.

<sup>14</sup> ND ST 37-19.1-05.

<sup>&</sup>lt;sup>15</sup> 2013 North Carolina House Bill No. 74, North Carolina 2013 General Assembly, 2013 Regular Session, 2013; 2013 Massachusetts Senate Bill No. 1878, Massachusetts One Hundred Eighty-Eighth General Court, 2013.

<sup>16</sup> Veterans' preferences accorded pursuant to statute are not subject to challenge under Title VII by virtue of the exception provided in Section 11 of the Act. See Equal Employment Opportunity Commission, Policy Guidance on Veterans' Preference Under Title VII, August 10, 1990, available at: http://www.eeoc.gov/policy/docs/veterans\_preference.html#fn6 (last viewed February 20, 2014). STORAGE NAME: h0873.VMAS.DOCX

None.

### C. DIRECT ECONOMIC IMPACT ON PRIVATE SECTOR:

Private employers may establish a hiring preference for certain veterans and certain spouses. The hiring of veterans could produce an ancillary benefit to private employers through federal tax credits. 17

Veterans may experience an increase in hiring due to a private employer's decision to implement a hiring preference. In 2012, the unemployment rate among all veterans in Florida was 7.3 percent and 9.0 percent for Post-9/11 veterans, while the national unemployment rate among all veterans was 7.0 percent. 18 During this same period, the national unemployment rate among all veterans was 7.0 percent and 9.9 percent for Post-9/11veterans. 19

### D. FISCAL COMMENTS:

None.

### III. COMMENTS

### A. CONSTITUTIONAL ISSUES:

1. Applicability of Municipality/County Mandates Provision:

Not Applicable. This bill does not appear to affect county or municipal governments.

2. Other:

Title VII of the Civil Rights Act of 1964 prohibits veterans' preferences in employment as unlawfully discriminatory due to the potential disparate impact on women. However, Title VII provides an exception for veterans' preference processes that are authorized by federal, state, or local law.

B. RULE-MAKING AUTHORITY:

Not Applicable.

C. DRAFTING ISSUES OR OTHER COMMENTS:

None.

### IV. AMENDMENTS/ COMMITTEE SUBSTITUTE CHANGES

DATE: 3/3/2014

<sup>&</sup>lt;sup>17</sup> Work Opportunity Tax Credit (WOTC) can reduce an employer's federal income tax liability by as much as \$9,600 per veteran hired, with no limit on the number of individuals an employer can hire to qualify to claim the tax credit. U.S. Department of Labor, http://www.doleta.gov/wotc (last viewed February 20, 2014).

<sup>&</sup>lt;sup>18</sup> U.S. Congress, Joint Economic Committee, Economic Overview and Outlook: Florida, available at: http://www.jec.senate.gov/public/index.cfm?p=statebystatereport (last viewed February 20, 2014). 19 Id.

HB 873

1	A bill to be entitled
2	An act relating to employment of veterans; creating s.
3	295.188, F.S.; authorizing a private employer to give
4	priority in its hiring practices to certain wartime
5	veterans and spouses of service-disabled veterans;
6	providing for applicability; providing an effective
7	date.
8	
9	Be It Enacted by the Legislature of the State of Florida:
10	
11	Section 1. Section 295.188, Florida Statutes, is created
12	to read:
13	295.188 Employment of veterans
14	(1) A private employer may give priority in its hiring
15	practices to an eligible person who is:
16	(a) An honorably discharged veteran, as defined in
17	1.01(14); or
18	(b) The spouse of a service-disabled veteran, as defined
19	in s. 295.187(3)(b).
20	(2) This section does not violate any state or local equal
21	employment opportunity law.
22	Section 2. This act shall take effect July 1, 2014.

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CODING: Words stricken are deletions; words underlined are additions.



### COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. HB 873 (2014)

Amendment No. 1

	COMMITTEE/SUBCOMMIT	TEE ACTION
	ADOPTED	(Y/N)
	ADOPTED AS AMENDED	(Y/N)
	ADOPTED W/O OBJECTION	(Y/N)
	FAILED TO ADOPT	(Y/N)
	WITHDRAWN	(Y/N)
	OTHER	
1	Committee/Subcommittee h	earing bill: Veteran & Military Affairs
2	Subcommittee	
3	Representative Ingram of	fered the following:
4		
5	Amendment	
5 6		fter the enacting clause and insert:
	Remove everything a	fter the enacting clause and insert: 295.188, Florida Statutes, is created
6	Remove everything a Section 1. Section	
6 7	Remove everything a Section 1. Section to read:	
6 7 8	Remove everything a Section 1. Section to read:  295.188 Preference	295.188, Florida Statutes, is created
6 7 8 9	Remove everything a Section 1. Section to read:  295.188 Preference employers	295.188, Florida Statutes, is created
6 7 8 9	Remove everything a Section 1. Section to read:  295.188 Preference employers (1) The Legislatur	295.188, Florida Statutes, is created in hiring veterans for private
6 7 8 9 10	Remove everything a Section 1. Section to read:  295.188 Preference employers  (1) The Legislatur preference in private employers.	295.188, Florida Statutes, is created in hiring veterans for private e intends to establish a permissive
6 7 8 9 10 11	Remove everything a Section 1. Section to read:  295.188 Preference employers  (1) The Legislatur preference in private employers.  (2) A private employers.	295.188, Florida Statutes, is created in hiring veterans for private e intends to establish a permissive aployment for certain veterans.
6 7 8 9 10 11 12	Remove everything a Section 1. Section to read:  295.188 Preference employers.—  (1) The Legislatur preference in private employers.  (2) A private employers preference in hiri	295.188, Florida Statutes, is created in hiring veterans for private e intends to establish a permissive aployment for certain veterans. over may adopt an employment policy that

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### COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. HB 873 (2014)

Amendment No. 1

service	e-conne	cted d	isabil	ity, a	s des	crib	ed in s	. 295.0	7(1)(
or the	unrema	rried	widow	or wid	ower	of a	member	of the	Unit
States	Armed	Forces	who d	ied in	the	line	of dut	y under	comb
relate	d condi	tions.	Such	policy	shal	l be	applie	d unifo	rmly
employ									-

(3) These preferences are not considered violations of any state or local equal employment opportunity law.

Section 2. This act shall take effect July 1, 2014.

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FLORIDA DEPARTMENT OF VETERANS' AFFAIRS

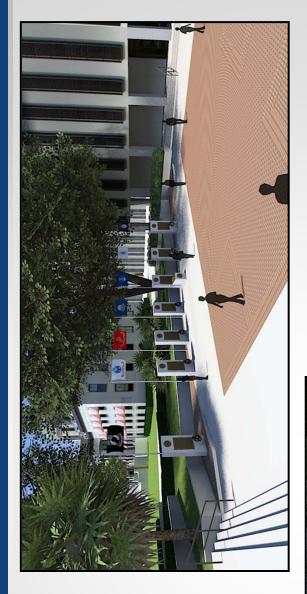
Honoring those who served U.S.

# Florida Veterans' Memorial Garden

**Artist Rendition** 

# Florida Veterans' Memorial Garden

Option One (to the right):
Cenotaphs are located on the south side of the House Office Building Courtyard in a niche under a large oak tree. This option is more integrated with the existing plaza and takes a minimal approach to the space.





Cenotaphs are located on the north side of the House Office Building courtyard in a grass area. This option is pulled back from the existing plaza to give a sense of reverence to the space.



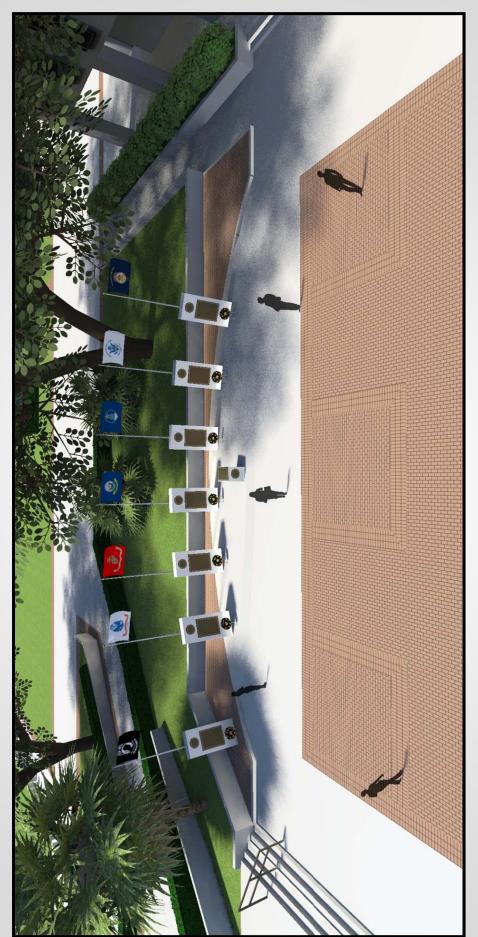


## Option One Florida Veterans' Memorial Garden



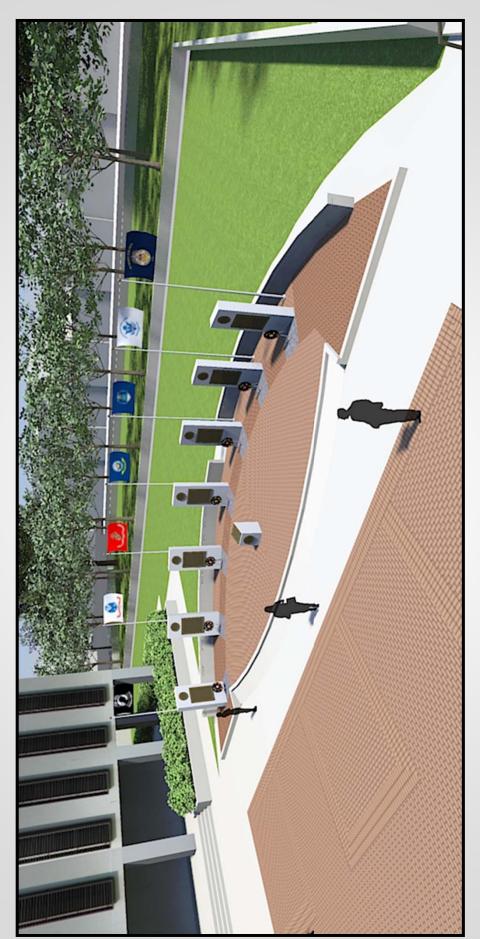


## Option One Florida Veterans' Memorial Garden



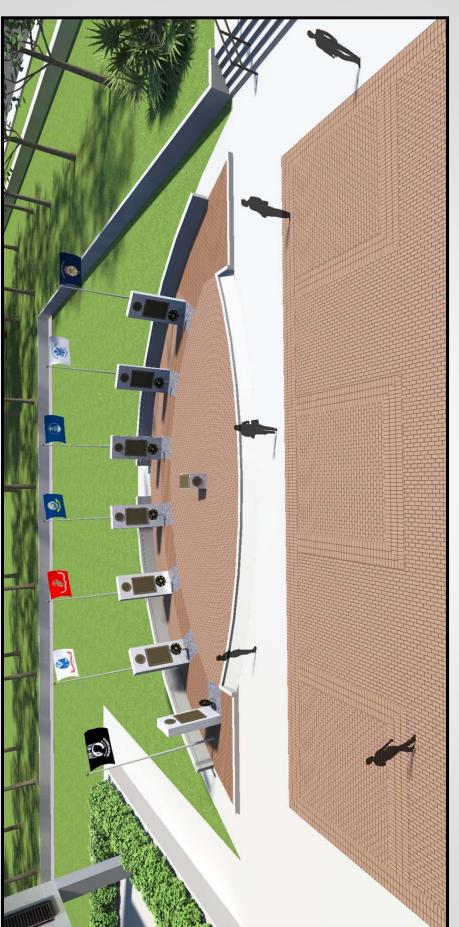


## Option Two Florida Veterans' Memorial Garden





## Option Two Florida Veterans' Memorial Garden





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## www.FloridaVets.org