<u>SSB 5921</u> - H AMD 710 By Representative McCoy

NOT CONSIDERED 04/26/2009

Strike everything after the enacting clause and insert the following:

3 "NEW SECTION. Sec. 1. The legislature finds that Washington is recognized as a leader in sustainability and climate change and has the 4 5 foundation to become a leader in the clean energy technologies, 6 products, and services that will be required throughout the world to provide reliable and reduced-emission energy. However, to become a 7 8 leader, Washington will need policies and strategies to develop new 9 clean energy technologies, attract federal and private investments, 10 attract and grow clean energy companies, and create green jobs.

11 The legislature further finds that positioning Washington to be 12 competitive for federal and private sector clean energy investments 13 will require collaboration between Washington's state agencies, clean 14 energy technology companies, research institutions, national 15 laboratory, and workforce development system to identify our strengths 16 and develop the requisite policies and strategies.

17 It is the intent of the legislature to create a clean energy 18 leadership initiative that will set the path to leverage Washington's 19 energy infrastructure and make Washington a hub for clean energy 20 technology and a leader in the creation of green jobs and the 21 development, deployment, and export of clean energy technologies and 22 services.

23 2. (1) The office of the governor, in NEW SECTION. Sec. 24 collaboration with a statewide, public-private alliance, shall convene 25 a clean energy leadership council to prepare a strategy for growing the 26 clean energy technology sector in Washington state. The clean energy 27 leadership council shall be supported by public and private resources including, to the extent available, the resources of the energy policy 28 29 division of the department of community, trade, and economic

development and Washington State University's energy program. The
 governor, in consultation with the public-private alliance, shall
 appoint and convene the council by July 31, 2009.

4 (2) The clean energy leadership council must develop strategies and
5 recommendations for growing Washington's clean energy sector. The
6 clean energy leadership council must consist of the following clean
7 energy leaders:

8 (a) Up to ten representatives of companies in the clean energy9 sector;

10 (b) Representatives of two organizations providing support to clean 11 energy companies; and

12 (c) One representative from each of the following: A public 13 university; the Pacific Northwest national laboratory; a venture 14 capital firm making investments in clean energy companies; and a 15 professional services firm serving clean energy technology.

16 (3) The clean energy leadership council must also include the 17 following members:

18 (a) Four members of the legislature, with one member from each 19 caucus of the house of representatives appointed by the speaker of the 20 house of representatives and one member from each caucus of the senate 21 appointed by the president of the senate;

(b) The director of the department of community, trade, andeconomic development or its successor agency;

24 (c) The governor's designee for energy and climate change 25 initiatives within state government; and

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(d) One representative from the economic development commission.

(4) The clean energy leadership council must be cochaired by: (a) A representative of the clean energy sector, selected by the members of the clean energy leadership council; and (b) the director of the department of community, trade, and economic development or its successor agency.

32 (5) The clean energy leadership council must designate one of its 33 members as its representative on the evergreen jobs leadership team to 34 ensure that the efforts of the clean energy leadership council align 35 with the work of the evergreen jobs leadership team in coordinating the 36 state's effort to lead in the green economy.

37 (6) Legislators shall not receive any compensation, including

reimbursement of expenses, for their participation on the clean energy
 leadership council.

3 (7) The clean energy leadership council may appoint such advisory4 groups as it deems necessary to carry out its work.

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(8) The clean energy leadership council shall:

6 (a) Conduct a strategic analysis to identify the clean energy 7 industry segments where Washington can either provide national 8 leadership or become one of the top ten states in that segment. The 9 council shall contract with national experts with detailed knowledge of 10 energy markets and other states' operations to conduct the strategic 11 analysis. The strategic analysis must:

12 (i) Identify where Washington has a competitive advantage or 13 emerging strength in research, development, or deployment of clean 14 energy solutions;

(ii) Evaluate Washington's competitiveness in its business environment, including regulatory requirements, as it relates to supporting clean energy projects and companies, compared to other states and regions; and

(iii) Evaluate Washington's ability to provide national leadership in reducing carbon emissions, developing and deploying utility-scale clean energy applications, and creating exportable products and applications;

23 Develop a set of strategic recommendations, (b) including 24 implementation steps and responsible parties for carrying them out. 25 The strategic recommendations must provide direction for positioning 26 each clean energy segment identified to provide national leadership and 27 must include a delineation of clear, specific outcomes for each segment 28 to achieve. The strategic recommendations must include recommendations 29 on:

30 (i) Consistent policy frameworks that provide stability to 31 encourage investment through a combination of incentives, regulation, 32 taxation, and use of government purchasing power to build viable 33 markets;

34 (ii) The steps necessary for increasing Washington's ability to35 obtain available competitive federal funds;

36 (iii) The development of public-private partnerships that can help 37 each sector grow, including partnerships to facilitate development and 38 deployment of new technologies at scale; 1 (iv) Necessary investments in universities;

2 (v) Management, entrepreneurial, and emerging business needs;

3 (vi) Joint use facilities, demonstration facilities, and signature
4 research centers that are needed for leadership;

5 (vii) Market access requirements;

6 (viii) Infrastructure needs; and

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(ix) Capital and financing requirements;

8 (c) Recommend an institutional mechanism to foster effective 9 implementation of its recommendations, including organizational 10 structure, staffing, and funding;

(d) Review investments made by the energy policy division of the department of community, trade, and economic development, Washington State University's energy program, utilities, and other entities to identify ways to leverage, increase the effectiveness of, or redirect those funds to increase the state's competitiveness in clean energy technology; and

(e) Make recommendations on potential clean energy programs and
 projects for possible federal funding through the state energy program,
 consistent with federal requirements and guidelines.

(9)(a) By December 1, 2009, the clean energy leadership council 20 21 shall submit interim clean energy strategy an and initial 22 recommendations to the governor and appropriate committees of the 23 legislature.

(b) By December 1, 2010, the clean energy leadership council shall
 complete and submit its final clean energy strategy and recommendations
 to the governor and appropriate committees of the legislature.

NEW SECTION. Sec. 3. (1) The energy policy division of the department of community, trade, and economic development, or its successor agency, must consider the clean energy leadership strategy once it is developed under section 2 of this act when preparing its application for federal state energy program funding and determining the type and number of clean energy projects to fund.

33 (2) The energy policy division of the department of community, 34 trade, and economic development, or its successor agency, must consult 35 the clean energy leadership council, once it has been convened, prior 36 to awarding federal energy stimulus funding for clean energy projects. <u>NEW SECTION.</u> Sec. 4. (1) The governor shall designate an existing full-time equivalent position within state government as the single point of accountability for all energy and climate change initiatives within state agencies. All agencies, councils, or work groups with energy or climate change initiatives must coordinate with the person in this designated position.

7 (2) The person designated by the governor under subsection (1) of 8 this section shall chair the evergreen jobs leadership team established 9 in section 3, chapter . . . (Engrossed Second Substitute House Bill No. 10 2227), Laws of 2009.

11 <u>NEW SECTION.</u> Sec. 5. This act expires December 31, 2011.

12 <u>NEW SECTION.</u> Sec. 6. This act is necessary for the immediate 13 preservation of the public peace, health, or safety, or support of the 14 state government and its existing public institutions, and takes effect 15 immediately."

16 Correct the title.

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