CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6047

Chapter 277, Laws of 2024

68th Legislature 2024 Regular Session

OPEN PUBLIC MEETINGS ACT-GREENHOUSE GAS ALLOWANCE AUCTION BIDDING INFORMATION

EFFECTIVE DATE: June 6, 2024

Passed by the Senate March 5, 2024 Yeas 49 Nays 0

DENNY HECK

President of the Senate

Passed by the House February 28, 2024 Yeas 92 Nays 2

LAURIE JINKINS

Speaker of the House of Representatives Approved March 26, 2024 9:46 AM

CERTIFICATE

I, Sarah Bannister, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6047** as passed by the Senate and the House of Representatives on the dates hereon set forth.

SARAH BANNISTER

Secretary

FILED

March 27, 2024

JAY INSLEE

Secretary of State State of Washington

Governor of the State of Washington

SUBSTITUTE SENATE BILL 6047

AS AMENDED BY THE HOUSE

Passed Legislature - 2024 Regular Session

State of Washington 68th Legislature 2024 Regular Session

By Senate State Government & Elections (originally sponsored by Senators Warnick, Boehnke, and Short)

READ FIRST TIME 01/31/24.

1 AN ACT Relating to executive sessions under the open public 2 meetings act in order to comply with the climate commitment act; 3 reenacting and amending RCW 42.30.110; and creating a new section.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

NEW SECTION. Sec. 1. The climate commitment act requires some 5 6 publicly owned natural qas and electric utilities and other 7 government agencies to obtain greenhouse gas allowances to cover a portion of emissions. Because the allowance auctions must be 8 9 carefully regulated to guard against market interference, market 10 participants are strictly prohibited from disclosing any information 11 about how they plan to participate in a specific auction. Investorowned utilities, which are governed by a private board of directors, 12 13 are able to keep this information confidential. In contrast, many 14 public agencies are overseen by governing boards that are subject to 15 the open public meetings act, which requires that deliberations be 16 conducted in public. This act allows the governing body of a public agency to meet in executive session to consider the information 17 18 necessary to comply with the climate commitment act's protection of all information necessary to participate in the greenhouse gas 19 20 allowance market.

Sec. 2. RCW 42.30.110 and 2022 c 153 s 13 and 2022 c 115 s 12 are each reenacted and amended to read as follows:

3 (1) Nothing contained in this chapter may be construed to prevent
4 a governing body from holding an executive session during a regular
5 or special meeting:

6

(a) (i) To consider matters affecting national security;

7 (ii) To consider, if in compliance with any required data security breach disclosure under RCW 19.255.010 and 42.56.590, and 8 available, information regarding 9 with legal counsel the infrastructure and security of computer and telecommunications 10 11 networks, security and service recovery plans, security risk 12 assessments and security test results to the extent that they identify specific system vulnerabilities, and other information that 13 14 if made public may increase the risk to the confidentiality, integrity, or availability of agency security or to information 15 16 technology infrastructure or assets;

(b) To consider the selection of a site or the acquisition of real estate by lease or purchase when public knowledge regarding such consideration would cause a likelihood of increased price;

(c) To consider the minimum price at which real estate will be offered for sale or lease when public knowledge regarding such consideration would cause a likelihood of decreased price. However, final action selling or leasing public property shall be taken in a meeting open to the public;

(d) To review negotiations on the performance of publicly bid contracts when public knowledge regarding such consideration would cause a likelihood of increased costs;

(e) To consider, in the case of an export trading company,
 financial and commercial information supplied by private persons to
 the export trading company;

31 (f) To receive and evaluate complaints or charges brought against 32 a public officer or employee. However, upon the request of such 33 officer or employee, a public hearing or a meeting open to the public 34 shall be conducted upon such complaint or charge;

35 (g) To evaluate the qualifications of an applicant for public 36 employment or to review the performance of a public employee. 37 However, subject to RCW 42.30.140(4), discussion by a governing body 38 of salaries, wages, and other conditions of employment to be 39 generally applied within the agency shall occur in a meeting open to 40 the public, and when a governing body elects to take final action 1 hiring, setting the salary of an individual employee or class of 2 employees, or discharging or disciplining an employee, that action 3 shall be taken in a meeting open to the public;

(h) To evaluate the qualifications of a candidate for appointment
to elective office. However, any interview of such candidate and
final action appointing a candidate to elective office shall be in a
meeting open to the public;

8 (i) To discuss with legal counsel representing the agency matters 9 relating to agency enforcement actions, or to discuss with legal 10 counsel representing the agency litigation or potential litigation to 11 which the agency, the governing body, or a member acting in an 12 official capacity is, or is likely to become, a party, when public 13 knowledge regarding the discussion is likely to result in an adverse 14 legal or financial consequence to the agency.

This subsection (1)(i) does not permit a governing body to hold an executive session solely because an attorney representing the agency is present. For purposes of this subsection (1)(i), "potential litigation" means matters protected by RPC 1.6 or RCW 5.60.060(2)(a) concerning:

(i) Litigation that has been specifically threatened to which the
 agency, the governing body, or a member acting in an official
 capacity is, or is likely to become, a party;

(ii) Litigation that the agency reasonably believes may be commenced by or against the agency, the governing body, or a member acting in an official capacity; or

26 (iii) Litigation or legal risks of a proposed action or current 27 practice that the agency has identified when public discussion of the 28 litigation or legal risks is likely to result in an adverse legal or 29 financial consequence to the agency;

30 (j) To consider, in the case of the state library commission or 31 its advisory bodies, western library network prices, products, 32 equipment, and services, when such discussion would be likely to 33 adversely affect the network's ability to conduct business in a 34 competitive economic climate. However, final action on these matters 35 shall be taken in a meeting open to the public;

36 (k) To consider, in the case of the state investment board, 37 financial and commercial information when the information relates to 38 the investment of public trust or retirement funds and when public 39 knowledge regarding the discussion would result in loss to such funds 40 or in private loss to the providers of this information;

p. 3

1 (1) To consider proprietary or confidential nonpublished 2 information related to the development, acquisition, or 3 implementation of state purchased health care services as provided in 4 RCW 41.05.026;

5 (m) To consider in the case of the life sciences discovery fund 6 authority, the substance of grant applications and grant awards when 7 public knowledge regarding the discussion would reasonably be 8 expected to result in private loss to the providers of this 9 information;

10 (n) To consider in the case of a health sciences and services 11 authority, the substance of grant applications and grant awards when 12 public knowledge regarding the discussion would reasonably be 13 expected to result in private loss to the providers of this 14 information;

15 (o) To consider information regarding staff privileges or quality 16 improvement committees under RCW 70.41.205;

(p) To consider proprietary or confidential data collected or analyzed pursuant to chapter 70.405 RCW;

19 (q) To consider greenhouse gas allowance auction bidding 20 information that is prohibited from release or disclosure under RCW 21 <u>70A.65.100(8)</u>.

(2) Before convening in executive session, the presiding officer of a governing body shall publicly announce the purpose for excluding the public from the meeting place, and the time when the executive session will be concluded. The executive session may be extended to a stated later time by announcement of the presiding officer. The announced purpose of excluding the public must be entered into the minutes of the meeting required by RCW 42.30.035.

> Passed by the Senate March 5, 2024. Passed by the House February 28, 2024. Approved by the Governor March 26, 2024. Filed in Office of Secretary of State March 27, 2024.

> > --- END ---

p. 4