18

19 20

#### SUBSTITUTE SENATE BILL 6304

State of Washington 68th Legislature 2024 Regular Session

By Senate Transportation (originally sponsored by Senators Liias, Nguyen, and Kuderer)

1 AN ACT Relating to implementing certain recommendations of the 2 transportation electrification strategy; amending RCW 43.31.970, 3 47.01.520, 35.92.450, 54.16.430, 80.28.360, and 46.37.423; reenacting and amending RCW 43.84.092, 43.84.092, and 43.84.092; adding a new 4 5 section to chapter 46.37 RCW; adding a new section to chapter 70A.350 RCW; adding a new section to chapter 28A.160 RCW; adding a new 6 7 section to chapter 43.01 RCW; adding a new chapter to Title 19 RCW; 8 adding a new chapter to Title 70A RCW; creating a new section; 9 prescribing penalties; providing effective dates; and providing 10 expiration dates.

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

PART I

13 ELECTRIC VEHICLE SUPPLY EQUIPMENT INSTALLATION, INFORMATION, AND

RELIABILITY

15 **Sec. 101.** RCW 43.31.970 and 2023 c 470 s 2046 are each amended to read as follows:

The department of commerce must ((distribute)):

(1) Coordinate with the interagency electric vehicle coordinating council, state and local agencies, climate and environmental justice organizations, consumer and ratepayer advocates, industry

p. 1 SSB 6304

- representatives, labor representatives, consumer-owned electric utilities, investor-owned electric utilities, and building owners and
- 3 operators to implement this section;

23

24

25

2627

28

2930

31

32

33

34

35

36 37

3839

- 4 (2) <u>Develop recommended legislative language</u>, <u>delivered to the</u> 5 legislature, on:
- 6 <u>(a) Maximum timelines for electric vehicle supply equipment</u>
  7 <u>project permitting and interconnection;</u>
- 8 <u>(b) Necessary reporting requirements for electric utilities on</u> 9 transportation electrification efforts;
- 10 <u>(c) Requirements for consumer information on electric vehicle</u>
  11 <u>supply equipment;</u>
- 12 <u>(d) Extending right-to-charge policies to tenants and homeowners</u>
  13 <u>outside of common interest communities;</u>
- 14 <u>(e) Reliability standards for both publicly funded and publicly</u>
  15 <u>available electric vehicle supply equipment; and</u>
- (f) Other policies to implement recommendations on improving electric vehicle supply equipment availability and use in the transportation electrification strategy under RCW 43.392.040;
- 19 <u>(3) Develop a comprehensive and publicly available inventory of</u>
  20 <u>all electric vehicle supply equipment in Washington by December 31,</u>
  21 <u>2025.</u>
  - (a) The department must develop reporting requirements for electric vehicle supply equipment providers, owners, and operators or any other entities necessary to develop the inventory in this subsection.
  - (b) For publicly available or shared use electric vehicle supply equipment, the department must require entities to report reliability data as determined by the department.
  - (c) The department must adopt rules to determine necessary information and a reporting process for collecting data for the inventory;
  - (4) Distribute to local governments model ordinances, model development regulations, and guidance for local governments for siting and installing electric vehicle infrastructure((, and in particular battery charging stations, and appropriate handling, recycling, and storage of electric vehicle batteries and equipment, when available)) by December 31, 2025, and every five years thereafter. The model ordinances, model development regulations, and guidance must be developed by a federal or state agency, or

p. 2 SSB 6304

- nationally recognized organizations with specific expertise in landuse regulations or electric vehicle infrastructure.
- 3 **Sec. 102.** RCW 47.01.520 and 2021 c 300 s 2 are each amended to 4 read as follows:
  - (1) The department, through the department's public-private partnership office and in consultation with the department of ecology, the department of commerce, and the office of equity, must develop and maintain a publicly available mapping and forecasting tool that provides locations and essential information of charging and refueling infrastructure to support forecasted levels of electric vehicle adoption, travel, and usage across Washington state.
  - (2) (a) The publicly available mapping and forecasting tool must be designed to enable coordinated, effective, efficient, and timely deployment of charging and refueling infrastructure necessary to support statewide and local transportation electrification efforts that result in emissions reductions consistent with RCW 70A.45.020.
    - (b) The tool must:

6

7

8

9

10 11

12

13

1415

16

1718

29

30

31

32

35

36

37

- (i) Initially prioritize on-road transportation;
- (ii) ((<del>To the greatest extent possible, maintain</del>)) <u>Incorporate</u>
  the latest data <u>on public and shared use charging from the inventory</u>
  of electric vehicle supply equipment as specified in RCW 43.31.970;
- (iii) ((Model charging and)) <u>Use electric vehicle supply</u>
  equipment estimates as identified in the transportation
  electrification strategy under RCW 43.392.040 and model hydrogen
  refueling infrastructure that may be used by owners and operators of
  light, medium, and heavy duty vehicles; and
- 27 (iv) Incorporate the department's traffic data for passenger and 28 freight vehicles.
  - (c) The tool must, if feasible:
  - (i) Provide the data necessary to support programs by state agencies that directly or indirectly support transportation electrification efforts;
- 33 (ii) Evolve over time to support future transportation 34 electrification programs;
  - (iii) Provide data at a scale that supports electric utility planning for the impacts of transportation electrification both systemwide and on specific components of the distribution system; and
- 38 (iv) ((<del>Forecast</del>)) <u>Use</u> statewide zero emissions vehicle ((<del>use that</del> 39 <del>would achieve the emissions reductions consistent with RCW</del>

p. 3 SSB 6304

- 1 70A.45.020)) estimates from the transportation electrification
  2 strategy under RCW 43.392.040. The department may reference
  3 ((existing)) zero emissions vehicle use forecasts that update the
  4 transportation electrification strategy estimates, such as that
  5 established in the state energy strategy.
  - (3) The department, in consultation with the department of commerce, the department of ecology, and the office of equity, may elect to include other transportation charging and refueling infrastructure, such as maritime, public transportation, and aviation in the mapping and forecasting tool.
  - (4) The tool must include, to the extent feasible, the following elements:
- 13 (a) The amount, type, location, and year of installation for 14 electric vehicle supply equipment that is expected to be necessary to 15 support forecasted electric vehicle penetration and usage within the 16 state;
- 17 (b) Electric vehicle adoption, usage, technological profiles, and 18 any other characteristics necessary to model future electric vehicle 19 penetration levels and use cases that impact electric vehicle supply 20 equipment needs within the state;
- 21 (c) The estimated energy and capacity demand based on inputs from 22 (b) of this subsection;
- 23 (d) Boundaries of political subdivisions including, but not 24 limited to:
  - (i) Retail electricity suppliers;
    - (ii) Public transportation agency boundaries;
- 27 (iii) Municipalities;
- 28 (iv) Counties; and

8

9

10 11

12

25

26

29

35

3637

38

- (v) Federally recognized tribal governments;
- 30 (e) Existing and known publicly or privately owned level 2, 31 direct current fast charge, and refueling infrastructure. The 32 department must identify gas stations, convenience stores, and other 33 small retailers that are colocated with existing and known electric 34 vehicle charging infrastructure identified under this subsection;
  - (f) A public interface designed to provide any user the ability to determine the forecasted charging and refueling infrastructure needs within a provided geographic boundary, including those listed under (d) of this subsection; and

p. 4 SSB 6304

- 1 (g) The ability for all data tracked within the tool to be 2 downloadable or usable within a separate mapping and forecasting 3 tool.
  - (5) The tool must, if feasible, integrate scenarios including:
  - (a) Varying levels of public transportation utilization;

5

7

8

9

10

11

12

1314

15

16

17

18

19

20

2122

23

2425

26

27

28

29

30 31

32

33

34

35

36

37

3839

40

- (b) Varying levels of active transportation usage, such as biking or walking;
  - (c) Vehicle miles traveled amounts above and below the baseline;
  - (d) Adoption of autonomous and shared mobility services; and
- (e) Forecasts capturing each utility service area's relative level of zero emissions vehicle use that would achieve each utility service area's relative emissions reductions consistent with ((RCW 70A.45.020)) estimates from the transportation electrification strategy under RCW 43.392.040.
- To support highly impacted communities and vulnerable populations disproportionately burdened by transportation-related emissions and to ensure economic and mobility benefits flow to communities that have historically received less investment in infrastructure, the mapping and forecasting tool must integrate population, health, environmental, and socioeconomic data on a census tract basis. The department may use existing data used by other state or federal agencies. The department must consult with the department of health, the office of equity, the department of ecology, and other agencies as necessary in order to ensure the tool properly integrates cumulative impact analyses best practices and to ensure that the tool developed in coordination with other state government administrative efforts to identify disproportionately impacted communities.
- (7) The mapping and forecasting tool must, to the extent appropriate, integrate related analyses, such as the department of commerce's state energy strategy, the joint transportation committee's public fleet electrification study, the west coast collaborative's alternative fuel infrastructure corridor coalition report, and other related electric vehicle supply equipment assessments as deemed appropriate. To the extent that the mapping and forecasting tool is used by the department as the basis for the identification of recommended future electric vehicle charging sites, the department must consider recommending sites that are colocated with small retailers, including gas stations and convenience stores, and other amenities.

p. 5 SSB 6304

(8) Where appropriate and feasible, the mapping and forecasting tool must incorporate infrastructure located at or near the border in neighboring state and provincial jurisdictions.

- (9) In designing the mapping and forecasting tool, the department must coordinate with the department of commerce, the department of ecology, the utilities and transportation commission, and other state agencies as needed in order to ensure the mapping and forecasting tool is able to successfully facilitate other state agency programs that involve deployment of electric vehicle supply equipment.
- (10) The department must conduct a stakeholder process in developing the mapping and forecasting tool to ensure the tool supports the needs of communities, public agencies, and relevant private organizations. The stakeholder process must involve stakeholders  $((\tau))$  including, but not limited to, electric utilities, early in the development of the tool.
- (11) The department may contract with the department of commerce or consultants, or both, to develop and implement all or portions of the mapping and forecasting tool. The department may rely on or, to the extent necessary, contract for privately maintained data sufficient to develop the elements specified in subsection (4) of this section.
- 22 (12) The definitions in this subsection apply throughout this 23 section unless the context clearly requires otherwise.
  - (a) "Charging infrastructure" means a unit of fueling infrastructure that supplies electric energy for the recharging of battery electric vehicles.
    - (b) "Direct current fast charger" means infrastructure that supplies electricity to battery electric vehicles at capacities no less than 50 kilowatts, typically using 208/408 volt three-phase direct current electricity.
  - (c) "Electric vehicle" means any craft, vessel, automobile, public transportation vehicle, or equipment that transports people or goods and operates, either partially or exclusively, on electrical energy from an off-board source that is stored onboard for motive purpose.
- 36 (d) "Electric vehicle supply equipment" means charging 37 infrastructure and hydrogen refueling infrastructure.
- 38 (e) "Level 2 charger" means infrastructure that supplies 39 electricity to battery electric vehicles at 240 volts and equal to or 40 less than 80 amps.

p. 6 SSB 6304

1 (f) "Refueling infrastructure" means a unit of fueling 2 infrastructure that supplies hydrogen for the resupply of hydrogen 3 fuel cell electric vehicles.

4 PART II

5

8

9

11

12

13

16 17

18

26

27

2829

30

31

32

33

34

35

3637

38

#### ELECTRIC UTILITY TRANSPORTATION ELECTRIFICATION INVESTMENTS

- 6 **Sec. 201.** RCW 35.92.450 and 2019 c 109 s 2 are each amended to read as follows:
  - (1) The governing authority of an electric utility formed under this chapter may adopt an electrification of transportation plan that((, at a minimum, establishes a finding that)) provides utility outreach and investment in the electrification of transportation infrastructure ((does not increase net costs to ratepayers in excess of one-quarter of one percent)).
- 14 (2) <u>In making investments under subsection (1) of this section</u>, 15 the governing authority must:
  - (a) Prioritize strategies for electric utilities to implement including, but not limited to:
    - (i) Residential and fleet charging;
- 19 (ii) Demand management, including managed charging; and
- 20 <u>(iii) Upgrades to, or expansions of, utility owned and operated</u>
  21 <u>grid infrastructure for the purposes of delivering power to electric</u>
  22 <u>vehicle supply equipment.</u>
- 23 <u>(b) Meet or exceed the same equity-related investment</u>
  24 <u>requirements in RCW 70A.535.080 as implemented by the department of</u>
  25 <u>ecology.</u>
  - (3) In adopting an electrification of transportation plan under subsection (1) of this section, the governing authority may consider some or all of the following: (a) The applicability of multiple options for electrification of transportation across all customer classes; (b) the impact of electrification on the utility's load, and whether demand response or other load management opportunities, including direct load control and dynamic pricing, are operationally appropriate; (c) system reliability and distribution system efficiencies; (d) interoperability concerns, including the interoperability of hardware and software systems in electrification of transportation proposals; and (e) overall customer experience.
  - $((\frac{3}{3}))$  An electric utility formed under this chapter may, upon making a determination in accordance with subsection (1) of this

p. 7 SSB 6304

- 1 section, offer incentive programs in the electrification of
- 2 transportation for its customers, including the promotion of electric
- 3 vehicle adoption and advertising programs to promote the utility's
- 4 services, incentives, or rebates.

8

9

10 11

12

1718

25

2627

28

29

30 31

32

33

34

35

36

- 5 **Sec. 202.** RCW 54.16.430 and 2019 c 109 s 3 are each amended to 6 read as follows:
  - (1) The commission of a public utility district may adopt an electrification of transportation plan that((, at a minimum, establishes a finding that)) provides utility outreach and investment in the electrification of transportation infrastructure ((does not increase net costs to ratepayers in excess of one-quarter of one percent)).
- 13 (2) <u>In making investments under subsection (1) of this section, a</u>
  14 <u>public utility district must:</u>
- 15 <u>(a) Prioritize strategies for electric utilities to implement</u> 16 <u>including, but not limited to:</u>
  - (i) Residential and fleet charging;
  - (ii) Demand management, including managed charging; and
- (iii) Upgrades to, or expansions of, utility owned and operated grid infrastructure for the purposes of delivering power to electric vehicle supply equipment.
- 22 <u>(b) Meet or exceed the same equity-related investment</u>
  23 <u>requirements in RCW 70A.535.080 as implemented by the department of</u>
  24 ecology.
  - (3) In adopting an electrification of transportation plan under subsection (1) of this section, the ((commission of a)) public utility district may consider some or all of the following: (a) The applicability of multiple options for electrification transportation across all customer classes; (b) the impact of electrification on the district's load, and whether demand response or other load management opportunities, including direct load control and dynamic pricing, are operationally appropriate; (c) system reliability distribution system efficiencies; and interoperability concerns, including the interoperability of hardware and software systems in electrification of transportation proposals; and (e) overall customer experience.
- $((\frac{(3)}{(3)}))$   $\underline{(4)}$  A public utility district may, upon making a determination in accordance with subsection (1) of this section, offer incentive programs in the electrification of transportation for

p. 8 SSB 6304

- 1 its customers, including the promotion of electric vehicle adoption
- 2 and advertising programs to promote the district's services,
- 3 incentives, or rebates.

- **Sec. 203.** RCW 80.28.360 and 2019 c 287 s 6 are each amended to read as follows:
  - (1) In establishing rates for each electrical company regulated under this title, the commission may allow an incentive rate of return on investment ((through December 31, 2030,)) on capital expenditures for electric vehicle supply equipment that is deployed for the benefit of ratepayers((, provided that the capital expenditures of the utilities' programs or plans in RCW 80.28.365(1) do not increase the annual retail revenue requirement of the utility, after accounting for the benefits of transportation electrification in each year of the plan, in excess of one-quarter of one percent)). The commission must consider and may adopt other policies to improve access to and promote fair competition in the provision of electric vehicle supply equipment.
- 18 (2) An incentive rate of return on investment under this section 19 may be allowed only if ((the)):
  - (a) The company chooses to pursue capital investment in electric vehicle supply equipment on a fully regulated basis similar to other capital investments behind a customer's meter. ((In the case of an incentive rate of return on investment allowed under this section, an increment of up to two percent must be added to the rate of return on common equity allowed on the company's other investments.))
  - (b) The company prioritizes strategies for electric utilities to implement including, but not limited to:
    - (i) Residential and fleet charging;
    - (ii) Demand management, including managed charging; and
  - (iii) Upgrades to, or expansions of, utility owned and operated grid infrastructure for the purposes of delivering power to electric vehicle supply equipment.
    - (c) The company meets or exceeds the same equity-related investment requirements in RCW 70A.535.080 as implemented by the department of ecology or a higher standard as set by the commission.
  - (3) The incentive rate of return on investment authorized in subsection (2) of this section applies only to projects which have been installed after July 1, 2015.

p. 9 SSB 6304

- (4) The incentive rate of return on investment increment pursuant to this section may be earned only for a period up to the depreciable life of the electric vehicle supply equipment as defined in the depreciation schedules developed by the company and submitted to the commission for review. When the capital investment has fully depreciated, an electrical company may gift the electric vehicle supply equipment to the owner of the property on which it is located.
- (5) By December 31, 2017, the commission must report to the appropriate committees of the legislature with regard to the use of any incentives allowed under this section, the quantifiable impacts of the incentives on actual electric vehicle deployment, and any recommendations to the legislature about utility participation in the electric vehicle market.

14 PART III

### ROLLING RESISTANCE OF REPLACEMENT TIRES

## NEW SECTION. Sec. 301. The legislature finds that:

- (1) Rolling resistance of tires has a significant effect on the fuel efficiency of motor vehicles, and the sales of high rolling resistance replacement tires when low rolling resistance tire technology is in use by new vehicles costs the average gasoline vehicle driver the equivalent of approximately two-thirds the state gas tax;
- (2) Testing of available tires in the United States market, commissioned by the pacific electric and gas company and conducted by an independent consultant, demonstrated no negative correlation between low rolling resistance and tire safety or tire longevity;
- (3) Analysis conducted by the department's energy policy office shows adoption of reasonable replacement tire energy efficiency standards could result in an approximate cumulative reduction of 600,000,000 gallons of gasoline and 1,500 gigawatt hours of electricity, equating to a savings of \$3,000,000,000 in transportation costs for Washington drivers and 5,000,000 metric tons of carbon dioxide from 2026 to 2035, assuming a 10 percent reduction in rolling resistance improves gasoline fuel efficiency by three percent and electricity fuel efficiency by eight percent;
- (4) The transportation electrification strategy required in RCW 43.392.040 concludes that the state must also urgently pursue nonelectrification policies, including lower rolling resistance

p. 10 SSB 6304

- replacement tires, to comply with the greenhouse gas emissions limits in RCW 70A.45.020.
  - (5) Providing authority to the department to adopt energy efficiency standards for replacement tires sold in the state could therefore lower gasoline and electricity costs for drivers, reduce greenhouse gas emissions, and improve public health especially for overburdened communities near highways through reduced transportation-related air pollution.
- 9 <u>NEW SECTION.</u> **Sec. 302.** The definitions in this section apply 10 throughout this chapter unless the context clearly requires 11 otherwise.
  - (1) "Department" means the department of commerce.

4

5

7

8

12

22

2324

25

26

27

28

2930

31

32

33

3435

- 13 (2) "Light duty truck" means any motor vehicle other than a 14 passenger car with a gross vehicle weight rating not exceeding 10,000 15 pounds.
- 16 (3) "Passenger car" means any motor vehicle designed primarily 17 for transportation of persons, having a design capacity of 12 persons 18 or less, with a gross vehicle weight rating not exceeding 10,000 19 pounds.
- 20 (4) "Replacement tire" means a passenger car or light duty truck 21 tire sold or offered for sale in the state, except a tire sold:
  - (a) At wholesale for final retail sale outside the state; or
  - (b) With a new passenger car or light duty truck.
  - (5) "Rolling resistance coefficient" means the ratio of the rolling resistance force, in newtons, to the load on the tire in kilonewtons.
  - (6) "Tire brand name owner" means a person, other than a tire manufacturer, who owns or has the right to control the brand name of a tire or a person who licenses another to purchase tires from a tire manufacturer bearing the licensor's brand name.
  - (7) "Tire manufacturer" means a person, parent corporation, subsidiary, affiliate, or any other entity, other than a tire retailer, who manufactures or assembles replacement tires, or imports or distributes replacement tires in or into Washington for sale or use in Washington.
- 36 (8) "Tire retailer" means a dealer or distributor in the state, 37 other than a tire brand name owner, that does not manufacture tires 38 and sells replacement tires directly to a Washington resident.

p. 11 SSB 6304

NEW SECTION. Sec. 303. (1) This section applies to either passenger car replacement tires or light duty truck replacement tires, or both, for sale or offered for sale in Washington.

- (2) The department, to establish and enforce energy efficiency standards for replacement tires, may adopt and implement any combination of the following:
- (a) A database of replacement tires in production offered for sale or distribution in the state;
- (b) Requirements for any tire brand name owners and tire manufacturers with replacement tires in production offered for sale or distribution in the state to report information necessary to implement this section;
- (c) A rating system for the energy efficiency of replacement tires based on their rolling resistance coefficient;
  - (d) Testing procedures in alignment with enacted regulations by the national highway transportation safety administration as they existed as of the effective date of this section; and
  - (e) Minimum energy efficiency standards for replacement tires based on their rolling resistance.
  - (3) (a) The department may prohibit the sale or offer for sale of replacement tires that do not meet the minimum energy efficiency standards set in subsection (2) of this section.
  - (b) Any rules adopted by the department prohibiting the sale or offer for sale of replacement tires based on their rolling resistance:
  - (i) May not adversely affect tire safety or tire longevity as demonstrated by the testing of wet grip or traction and treadwear by an independent analyst prepared for the department or another state energy office and verified by the department in consultation with the Washington state patrol;
  - (ii) Must provide exemptions for snow tires, spare use tires, tires manufactured specifically for use in vehicles with three or fewer wheels, tires manufactured specifically for use in vehicles participating in an organized racing or competitive event conducted by a recognized sanctioning body, tires manufactured specifically for use in off-road recreational vehicles, or tires manufactured specifically for use in farm tractors or farm vehicles as defined in RCW 46.04.181; and

p. 12 SSB 6304

(iii) Must provide exemptions for authorized emergency vehicles as defined in RCW 46.04.040 that are unable to meet the standards in subsection (2) of this section.

1

2

3

4

5

7

8

9

10

1112

13

14

1516

17

25

2627

28

2930

31

32

3334

- (4) The department may require energy efficiency ratings determined under the rating system in subsection (2) of this section be displayed to consumers at the physical or online point of sale.
- (5) If developing standards in subsection (2) (e) of this section, the department shall consider information submitted by tire industry representatives, including tire brand name owners and tire manufacturers, during a rule-making process as required in section 304 of this act. The department may classify information submitted by industry representatives as confidential information not subject to public disclosure if such a classification is requested by industry representatives and considered in the public interest by the department. Nothing in this subsection prohibits the department from adopting rules if industry representatives fail to submit information as requested by the department.
- 18 (6) The department is encouraged to coordinate with the 19 California energy commission when implementing this section to pursue 20 common standards, reporting requirements, and labeling that reduces 21 compliance costs for the industry.
- NEW SECTION. Sec. 304. (1) If acting on authority granted in this chapter, the department shall adopt and amend rules as necessary to implement, administer, and enforce this chapter.
  - (a) Tire brand name owners and tire manufacturers who violate rules adopted to implement this chapter may be issued a warning by the department, or another state agency as designated by the department, for any first violation. Repeat violations are subject to a civil penalty ranging from \$100 to \$10,000 per occurrence.
  - (b) Tire retailers who violate rules adopted to implement this chapter may be issued a warning by the department, or another state agency as designated by the department, for any first violation. Repeat violations are subject to a civil penalty ranging from \$100 to \$1,000 per occurrence.
- 35 (c) The department shall issue warnings and civil penalties to 36 tire brand name owners and tire manufacturers, and not tire 37 retailers, for violations of rules implementing section 303(3) of 38 this act if the tire brand name owner or tire manufacturer falsely 39 reports compliance to the tire retailer or the department.

p. 13 SSB 6304

- 1 (d) The department, or another state agency as designated by the 2 department, may carry out inspections of replacement tires sold or 3 offered for sale.
- 4 (2) Rules adopted to implement this chapter, except for emergency 5 rules consistent with RCW 34.05.350, must go into effect no sooner 6 than one year following final rule adoption.
- NEW SECTION. Sec. 305. A new section is added to chapter 46.37 RCW to read as follows:
- 9 The chief of the Washington state patrol may update rules 10 authorized in this chapter to reference rules adopted by the 11 department of commerce as authorized by section 304 of this act to 12 ensure better clarity and compliance.
- 13 **Sec. 306.** RCW 46.37.423 and 2010 c 8 s 9053 are each amended to 14 read as follows:
- 15 <u>(1)</u> No person, firm, or corporation shall sell or offer for sale 16 for use on the public highways of this state any new pneumatic 17 passenger car tire ((which)) that does not meet ((the)):
- 18 <u>(a) The</u> standards established by federal motor vehicle safety 19 standard No. 109, as ((promulgated)) adopted and updated by the 20 United States department of transportation under authority of the 21 National Traffic and Motor Vehicle Safety Act of 1966 (80 Stat. 719, 22 728; 15 U.S.C. 1392, 1407); and
- 23 (b) Energy efficiency standards for replacement tires established 24 by the department of commerce as authorized by sections 301 through 25 307 of this act.
- 26 ((The applicable standard shall be the version of standard No. 27 109 in effect at the time of manufacture of the tire.))
- 28 (2) It is a traffic infraction for any person, firm, or corporation to sell or offer for sale any new pneumatic passenger car tire which does not meet the standards ((prescribed in)) provided in subsection (1)(a) of this section unless such tires are sold for off-highway use, as evidenced by a statement signed by the purchaser at the time of sale certifying that he or she is not purchasing such tires for use on the public highways of this state.
- NEW SECTION. Sec. 307. A new section is added to chapter 70A.350 RCW to read as follows:

p. 14 SSB 6304

- The department shall, in consultation with the department of commerce, identify and conduct hazard assessments of the chemical ingredients that are used to achieve reduced rolling resistance in passenger car and light duty truck tires.
- 5 <u>NEW SECTION.</u> **Sec. 308.** Sections 301 through 304 of this act 6 constitute a new chapter in Title 19 RCW.

#### 7 PART IV

8

25

2627

28

29

30 31

32

3334

#### MEDIUM AND HEAVY DUTY VEHICLE IDLING PREVENTION

- NEW SECTION. Sec. 401. The legislature finds that the idling of 9 vehicles, particularly commercial vehicles, contributes significantly 10 11 to air quality concerns and greenhouse gas emissions in the state. These impacts particularly impact overburdened communities and 12 13 vulnerable populations, as commercial truck routes are often located 14 these communities. Given the improvements in anti-idling 15 technology and standards, it is no longer prudent to allow for the 16 continuation of idling at current rates. Therefore, it is the intent 17 of the legislature to limit idling of commercial vehicles in 18 Washington.
- NEW SECTION. Sec. 402. (1) Beginning January 2, 2025, any person that owns, operates, or causes to operate any diesel-fueled commercial motor vehicle subject to the requirements of this chapter must comply with the following requirements:
- 23 (a) No vehicle subject to this chapter may idle for more than 24 five consecutive minutes at any location.
  - (b) No diesel-fueled auxiliary power system subject to this chapter may be operated for more than five minutes at any location within 100 feet of a restricted area.
    - (2) For the purposes of this section:
  - (a) "Auxiliary power system" means any device that is permanently dedicated to the vehicle on which it is installed and provides electrical, mechanical, or thermal energy to the primary diesel engine, truck cab or sleeper berth, bus passenger compartment, or any other commercial vehicle cab, as an alternative to idling the primary diesel engine.

p. 15 SSB 6304

- 1 (b) "Restricted area" means any real property zoned for 2 individual or multifamily housing units, schools, hotels, motels, 3 hospitals, senior care facilities, or child care facilities.
- NEW SECTION. Sec. 403. (1) The department of ecology must initiate a rule-making process to provide for civil penalties and enforcement procedures to implement and enforce section 402 of this act. Such rules must be consistent with rules adopted to implement and enforce motor vehicle emissions standards adopted under RCW 70A.30.010. Such rules must also provide for civil penalties for violations ranging from \$300 to \$1,000 per violation per day.

12

13

1415

16

26

27

28

- (2) The department of ecology may determine, assess, and collect annual fees from commercial motor vehicle owners subject to this chapter in an amount sufficient to cover the direct and indirect costs of administering and enforcing this section. All fees collected under this subsection must be deposited in the idling prevention enforcement account created in section 406 of this act.
- 17 (3) In addition to penalties imposed under this section, any person who knowingly avoids any required payment of fees or who is 19 more than 90 days late with such payment may be subject to an 20 additional penalty equal to three times the amount of the original fee owed.
- NEW SECTION. Sec. 404. Compliance with this chapter and any rules adopted under section 403 of this act applies to any person, business, or governmental agency that owns, operates, or causes to operate at any location in Washington state the following equipment:
  - (1) A diesel-fueled commercial motor vehicle that is licensed to operate in the state of Washington with a gross vehicle weight rating of more than 10,000 pounds; and
- 29 (2) Any alternative idle reduction technology including, but not 30 limited to, internal combustion engine auxiliary power systems, fuel-31 fired heaters, battery-electric auxiliary power systems, and other 32 technologies installed on diesel-fueled commercial motor vehicles.
- NEW SECTION. Sec. 405. Any peace officer, pursuant to RCW 43.43.030, and any air pollution control authority created under chapter 70A.15 RCW may issue civil penalties for violations described under section 402 of this act.

p. 16 SSB 6304

- NEW SECTION. Sec. 406. The idling prevention enforcement account is created in the state treasury. All receipts from fees imposed under section 403(2) of this act and civil penalties generated under this chapter from idling violations must be deposited into the account. Moneys in the account may be spent only after appropriation. Expenditures from the account may be used for:
- 7 (1) Enforcement activities required in section 403 of this act 8 and authorized under section 405 of this act;
  - (2) Incentives for idle reduction technologies; or
- 10 (3) Incentives for zero emissions vehicles with gross vehicle 11 weight ratings of more than 10,000 pounds.
- NEW SECTION. Sec. 407. Sections 401 through 406 of this act constitute a new chapter in Title 70A RCW.

#### 14 PART V

#### ZERO EMISSIONS SCHOOL BUSES

- NEW SECTION. Sec. 501. A new section is added to chapter 28A.160 RCW to read as follows:
  - (1) The legislature finds that to transition Washington's school bus fleet as quickly as the state's greenhouse gas emissions reduction targets demand and to significantly improve health outcomes for students and bus drivers, easy-to-access funding must be provided for school districts and for student transportation service contractors to purchase electric school buses on an urgent timeline.
  - (2) Utilizing its expertise from its clean school bus program, the department of ecology must collaborate with the office of the superintendent of public instruction and the department of commerce to:
  - (a) Identify target years for requiring that all new public school bus purchases be for zero emissions school buses and that all public school buses in operation be zero emissions school buses, with consideration of the modeling from the transportation electrification strategy under RCW 43.392.040 and other cost analyses and bus availability projections;
  - (b) Calculate the amount of funding necessary for school districts to cover higher purchase prices before cost parity, bus route planning, facility upgrades, charging infrastructure, and training for technicians and drivers; and

p. 17 SSB 6304

- (c) Develop a funding process recommendation that does not require school districts to apply for state competitive grants separate from other direct funding streams, and that ensures a seamless transition from the department of ecology's clean school bus program, contingent upon receipt of sufficient funding.
- (3) The office of the superintendent of public instruction must collaborate with the department of ecology and department of commerce to:
- 9 (a) Develop an extension request and approval process that can be 10 made for a zero emissions school bus, if a district can demonstrate 11 the zero emissions school bus will not meet the needs of the school 12 district; and
- 13 (b) Coordinate with school districts through regional 14 transportation coordinators to implement this section.

#### 15 PART VI

#### 16 ELECTRIC VEHICLE INFRASTRUCTURE TRAINING

NEW SECTION. Sec. 601. A new section is added to chapter 43.01
RCW to read as follows:

Any state agency subject to the requirements of executive order 21-04 must require that the installation of electric vehicle supply equipment at state-owned facilities be performed by persons certified by the electric vehicle infrastructure training program or a similarly accredited program to ensure safety, effectiveness, and achieve consistency in labor standards. This section does not apply to installation projects under contract as of the effective date of this section.

**MISCELLANEOUS** 

# 27 PART VII

- 29 **Sec. 701.** RCW 43.84.092 and 2023 c 435 s 13, 2023 c 43
- 29 **Sec. 701.** RCW 43.84.092 and 2023 c 435 s 13, 2023 c 431 s 9, 30 2023 c 389 s 9, 2023 c 377 s 6, 2023 c 340 s 9, 2023 c 110 s 2, 2023 c 73 s 9, and 2023 c 41 s 3 are each respected and amended to read as
- 31 c 73 s 9, and 2023 c 41 s 3 are each reenacted and amended to read as  $\frac{1}{2}$
- 32 follows:

1

2

3

4

5

7

8

19

20

2122

23

24

25

26

28

- 33 (1) All earnings of investments of surplus balances in the state
- 34 treasury shall be deposited to the treasury income account, which
- 35 account is hereby established in the state treasury.

p. 18 SSB 6304

(2) The treasury income account shall be utilized to pay or receive funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest earnings required by the cash management improvement act. Refunds of interest to the federal treasury required under the cash management improvement act fall under RCW 43.88.180 and shall not require appropriation. The office of financial management shall determine the amounts due to or from the federal government pursuant to the cash management improvement act. The office of financial management may direct transfers of funds between accounts as deemed necessary to implement the provisions of the cash management improvement act, and this subsection. Refunds or allocations shall occur prior to the distributions of earnings set forth in subsection (4) of this section.

- (3) Except for the provisions of RCW 43.84.160, the treasury income account may be utilized for the payment of purchased banking services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasury and affected state agencies. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.
- (4) Monthly, the state treasurer shall distribute the earnings credited to the treasury income account. The state treasurer shall credit the general fund with all the earnings credited to the treasury income account except:
- (a) The following accounts and funds shall receive their proportionate share of earnings based upon each account's and fund's average daily balance for the period: The abandoned recreational vehicle disposal account, the aeronautics account, the Alaskan Way viaduct replacement project account, the ambulance transport fund, the brownfield redevelopment trust fund account, the budget stabilization account, the capital vessel replacement account, the capitol building construction account, the Central Washington University capital projects account, the charitable, educational, penal and reformatory institutions account, the Chehalis basin account, the Chehalis basin taxable account, the cleanup settlement

p. 19 SSB 6304

account, the climate active transportation account, the climate transit programs account, the Columbia river basin water supply development account, the Columbia river basin taxable bond water supply development account, the Columbia river basin water supply revenue recovery account, the common school construction fund, the community forest trust account, the connecting Washington account, the county arterial preservation account, the county criminal justice assistance account, the covenant homeownership account, the deferred compensation administrative account, the deferred compensation principal account, the department of licensing services account, the department of retirement systems expense account, the developmental disabilities community services account, the diesel idle reduction account, the opioid abatement settlement account, the drinking water assistance account, the administrative subaccount of the drinking water assistance account, the early learning facilities development account, the early learning facilities revolving account, the Eastern Washington University capital projects account, the education construction fund, the education legacy trust account, the election account, the electric vehicle account, the energy freedom account, the energy recovery act account, the essential rail assistance account, The Evergreen State College capital projects account, the fair start for kids account, the ferry bond retirement fund, the fish, wildlife, and conservation account, the freight mobility investment account, the freight mobility multimodal account, the grade crossing protective fund, the higher education retirement plan supplemental benefit fund, the Washington student loan account, the highway bond retirement fund, the highway infrastructure account, the highway safety fund, the hospital safety net assessment fund, the idling prevention enforcement account, the Interstate 5 bridge replacement project account, the Interstate 405 and state route 167 express toll lanes account, the judges' retirement account, the judicial retirement administrative account, the judicial retirement principal account, the limited fish and wildlife account, the local leasehold excise tax account, the local real estate excise tax account, the local sales and use tax account, the marine resources stewardship trust account, the medical aid account, the money-purchase retirement savings administrative account, the moneypurchase retirement savings principal account, the motor vehicle fund, the motorcycle safety education account, the move ahead WA account, the move ahead WA flexible account, the multimodal

1

2

3

4

5

7

8

9

10 11

12

13

1415

16

17

18

19

2021

2223

24

2526

2728

29

30 31

32

33

34

35

36

3738

39

40

p. 20 SSB 6304

transportation account, the multiuse roadway safety account, the 1 municipal criminal justice assistance account, the oyster reserve 2 3 land account, the pension funding stabilization account, the perpetual surveillance and maintenance account, the pilotage account, 4 the pollution liability insurance agency underground storage tank 5 6 revolving account, the public employees' retirement system plan 1 account, the public employees' retirement system combined plan 2 and 7 plan 3 account, the public facilities construction loan revolving 8 account, the public health supplemental account, the public works 9 assistance account, the Puget Sound capital construction account, the 10 11 Puget Sound ferry operations account, the Puget Sound Gateway 12 facility account, the Puget Sound taxpayer accountability account, the real estate appraiser commission account, the recreational 13 14 vehicle account, the regional mobility grant program account, the reserve officers' relief and pension principal fund, the resource 15 16 management cost account, the rural arterial trust account, the rural 17 mobility grant program account, the rural Washington loan fund, the 18 second injury fund, the sexual assault prevention and response account, the site closure account, the skilled nursing facility 19 safety net trust fund, the small city pavement and sidewalk account, 20 the special category C account, the special wildlife account, the 21 22 state hazard mitigation revolving loan account, the state investment board expense account, the state investment board commingled trust 23 24 fund accounts, the state patrol highway account, the state 25 reclamation revolving account, the state route number 520 civil penalties account, the state route number 520 corridor account, the 26 statewide broadband account, the statewide tourism marketing account, 27 28 the supplemental pension account, the Tacoma Narrows toll bridge account, the teachers' retirement system plan 1 account, the 29 teachers' retirement system combined plan 2 and plan 3 account, the 30 31 tobacco prevention and control account, the tobacco settlement account, the toll facility bond retirement account, the 32 transportation 2003 account (nickel account), the transportation 33 equipment fund, the JUDY transportation future funding program 34 account, the transportation improvement account, the transportation 35 36 improvement board bond retirement account, the transportation infrastructure account, the transportation partnership account, the 37 traumatic brain injury account, the University of Washington bond 38 39 retirement fund, the University of Washington building account, the 40 voluntary cleanup account, the volunteer firefighters' relief and

p. 21 SSB 6304

1 pension principal fund, the volunteer firefighters' and reserve officers' administrative fund, the vulnerable roadway user education 2 3 account, the Washington judicial retirement system account, the Washington law enforcement officers' and firefighters' system plan 1 4 retirement account, the Washington law enforcement officers' and 5 6 firefighters' system plan 2 retirement account, the Washington public safety employees' plan 2 retirement account, the Washington school 7 employees' retirement system combined plan 2 and 3 account, the 8 Washington state patrol retirement account, the Washington State 9 University building account, the Washington State University bond 10 retirement fund, the water pollution control revolving administration 11 12 account, the water pollution control revolving fund, the Western Washington University capital projects account, the Yakima integrated 13 implementation account, the 14 Yakima integrated plan implementation revenue recovery account, and the Yakima integrated 15 16 plan implementation taxable bond account. Earnings derived from investing balances of the agricultural permanent fund, the normal 17 18 school permanent fund, the permanent common school fund, the scientific permanent fund, and the state university permanent fund 19 shall be allocated to their respective beneficiary accounts. 20

(b) Any state agency that has independent authority over accounts or funds not statutorily required to be held in the state treasury that deposits funds into a fund or account in the state treasury pursuant to an agreement with the office of the state treasurer shall receive its proportionate share of earnings based upon each account's or fund's average daily balance for the period.

21

22

23

2425

26

3435

36

37

38

39

- 27 (5) In conformance with Article II, section 37 of the state 28 Constitution, no treasury accounts or funds shall be allocated 29 earnings without the specific affirmative directive of this section.
- 30 Sec. 702. RCW 43.84.092 and 2023 c 435 s 14, 2023 c 431 s 10, 2023 c 389 s 10, 2023 c 377 s 7, 2023 c 340 s 10, 2023 c 110 s 3, 2023 c 73 s 10, and 2023 c 41 s 4 are each reenacted and amended to read as follows:
  - (1) All earnings of investments of surplus balances in the state treasury shall be deposited to the treasury income account, which account is hereby established in the state treasury.
  - (2) The treasury income account shall be utilized to pay or receive funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income

p. 22 SSB 6304

account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest earnings required by the cash management improvement act. Refunds of interest to the federal treasury required under the cash management improvement act fall under RCW 43.88.180 and shall not require appropriation. The office of financial management shall determine the amounts due to or from the federal government pursuant to the cash management improvement act. The office of financial management may direct transfers of funds between accounts as deemed necessary to implement the provisions of the cash management improvement act, and this subsection. Refunds or allocations shall occur prior to the distributions of earnings set forth in subsection (4) of this section. 

(3) Except for the provisions of RCW 43.84.160, the treasury income account may be utilized for the payment of purchased banking services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasury and affected state agencies. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.

- (4) Monthly, the state treasurer shall distribute the earnings credited to the treasury income account. The state treasurer shall credit the general fund with all the earnings credited to the treasury income account except:
- (a) The following accounts and funds shall receive their proportionate share of earnings based upon each account's and fund's average daily balance for the period: The abandoned recreational vehicle disposal account, the aeronautics account, the Alaskan Way viaduct replacement project account, the ambulance transport fund, the brownfield redevelopment trust fund account, the budget stabilization account, the capital vessel replacement account, the capitol building construction account, the Central Washington University capital projects account, the charitable, educational, penal and reformatory institutions account, the Chehalis basin account, the Chehalis basin taxable account, the cleanup settlement account, the climate active transportation account, the climate transit programs account, the Columbia river basin water supply development account, the Columbia river basin taxable bond water

p. 23 SSB 6304

1 supply development account, the Columbia river basin water supply revenue recovery account, the common school construction fund, the 2 3 community forest trust account, the connecting Washington account, the county arterial preservation account, the county criminal justice 4 assistance account, the covenant homeownership account, the deferred 5 6 compensation administrative account, the deferred compensation principal account, the department of licensing services account, the 7 department of retirement systems expense account, the developmental 8 disabilities community services account, the diesel idle reduction 9 account, the opioid abatement settlement account, the drinking water 10 11 assistance account, the administrative subaccount of the drinking 12 water assistance account, the early learning facilities development account, the early learning facilities revolving account, the Eastern 13 14 Washington University capital projects account, the education 15 construction fund, the education legacy trust account, the election account, the electric vehicle account, the energy freedom account, 16 17 the energy recovery act account, the essential rail assistance account, The Evergreen State College capital projects account, the 18 19 fair start for kids account, the ferry bond retirement fund, the fish, wildlife, and conservation account, the freight mobility 20 21 investment account, the freight mobility multimodal account, the grade crossing protective fund, the higher education retirement plan 22 supplemental benefit fund, the Washington student loan account, the 23 highway bond retirement fund, the highway infrastructure account, the 24 25 highway safety fund, the hospital safety net assessment fund, the idling prevention enforcement account, the Interstate 5 bridge 26 replacement project account, the Interstate 405 and state route 27 28 number 167 express toll lanes account, the judges' retirement account, the judicial retirement administrative account, the judicial 29 retirement principal account, the limited fish and wildlife account, 30 31 the local leasehold excise tax account, the local real estate excise 32 tax account, the local sales and use tax account, the marine resources stewardship trust account, the medical aid account, the 33 money-purchase retirement savings administrative account, the money-34 purchase retirement savings principal account, the motor vehicle 35 fund, the motorcycle safety education account, the move ahead WA 36 account, the move ahead WA flexible account, the multimodal 37 transportation account, the multiuse roadway safety account, the 38 39 municipal criminal justice assistance account, the oyster reserve 40 land account, the pension funding stabilization account, the

p. 24 SSB 6304

1 perpetual surveillance and maintenance account, the pilotage account, the pollution liability insurance agency underground storage tank 2 revolving account, the public employees' retirement system plan 1 3 account, the public employees' retirement system combined plan 2 and 4 plan 3 account, the public facilities construction loan revolving 5 6 account, the public health supplemental account, the public works 7 assistance account, the Puget Sound capital construction account, the Puget Sound ferry operations account, the Puget Sound Gateway 8 facility account, the Puget Sound taxpayer accountability account, 9 the real estate appraiser commission account, the recreational 10 11 vehicle account, the regional mobility grant program account, the 12 reserve officers' relief and pension principal fund, the resource management cost account, the rural arterial trust account, the rural 13 14 mobility grant program account, the rural Washington loan fund, the second injury fund, the sexual assault prevention and response 15 16 account, the site closure account, the skilled nursing facility 17 safety net trust fund, the small city pavement and sidewalk account, 18 the special category C account, the special wildlife account, the 19 state hazard mitigation revolving loan account, the state investment board expense account, the state investment board commingled trust 20 21 fund accounts, the state patrol highway account, the reclamation revolving account, the state route number 520 civil 22 penalties account, the state route number 520 corridor account, the 23 statewide broadband account, the statewide tourism marketing account, 24 25 the supplemental pension account, the Tacoma Narrows toll bridge account, the teachers' retirement system plan 1 account, the 26 teachers' retirement system combined plan 2 and plan 3 account, the 27 tobacco prevention and control account, the tobacco settlement 28 account, the toll facility bond retirement 29 account, the transportation 2003 account (nickel account), the transportation 30 31 equipment fund, the JUDY transportation future funding program 32 account, the transportation improvement account, the transportation 33 improvement board bond retirement account, the transportation infrastructure account, the transportation partnership account, the 34 traumatic brain injury account, the University of Washington bond 35 retirement fund, the University of Washington building account, the 36 voluntary cleanup account, the volunteer firefighters' relief and 37 pension principal fund, the volunteer firefighters' and reserve 38 39 officers' administrative fund, the vulnerable roadway user education 40 account, the Washington judicial retirement system account, the

p. 25 SSB 6304

- 1 Washington law enforcement officers' and firefighters' system plan 1 retirement account, the Washington law enforcement officers' and 2 firefighters' system plan 2 retirement account, the Washington public 3 safety employees' plan 2 retirement account, the Washington school 4 employees' retirement system combined plan 2 and 3 account, the 5 6 Washington state patrol retirement account, the Washington State University building account, the Washington State University bond 7 retirement fund, the water pollution control revolving administration 8 account, the water pollution control revolving fund, the Western 9 Washington University capital projects account, the Yakima integrated 10 11 implementation account, the Yakima integrated implementation revenue recovery account, and the Yakima integrated 12 plan implementation taxable bond account. Earnings derived from 13 investing balances of the agricultural permanent fund, the normal 14 school permanent fund, the permanent common school fund, the 15 scientific permanent fund, and the state university permanent fund 16 17 shall be allocated to their respective beneficiary accounts.
  - (b) Any state agency that has independent authority over accounts or funds not statutorily required to be held in the state treasury that deposits funds into a fund or account in the state treasury pursuant to an agreement with the office of the state treasurer shall receive its proportionate share of earnings based upon each account's or fund's average daily balance for the period.

19

20

2122

23

3435

36

3738

39

- 24 (5) In conformance with Article II, section 37 of the state 25 Constitution, no treasury accounts or funds shall be allocated 26 earnings without the specific affirmative directive of this section.
- Sec. 703. RCW 43.84.092 and 2023 c 435 s 14, 2023 c 431 s 10, 28 2023 c 389 s 10, 2023 c 377 s 7, 2023 c 340 s 10, 2023 c 110 s 3, 29 2023 c 73 s 10, and 2023 c 41 s 4 are each reenacted and amended to read as follows:
- 31 (1) All earnings of investments of surplus balances in the state 32 treasury shall be deposited to the treasury income account, which 33 account is hereby established in the state treasury.
  - (2) The treasury income account shall be utilized to pay or receive funds associated with federal programs as required by the federal cash management improvement act of 1990. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for refunds or allocations of interest earnings required by the cash management improvement act. Refunds of

p. 26 SSB 6304

1 interest to the federal treasury required under the cash management improvement act fall under RCW 43.88.180 and shall not require 2 appropriation. The office of financial management shall determine the 3 amounts due to or from the federal government pursuant to the cash 4 management improvement act. The office of financial management may 5 6 direct transfers of funds between accounts as deemed necessary to implement the provisions of the cash management improvement act, and 7 this subsection. Refunds or allocations shall occur prior to the 8 distributions of earnings set forth in subsection (4) of this 9 10 section.

11

12

13

14

1516

17

18

19

2021

22

23

24

25

26

2728

2930

31

32

33

34

35

36

37

3839

40

- (3) Except for the provisions of RCW 43.84.160, the treasury income account may be utilized for the payment of purchased banking services on behalf of treasury funds including, but not limited to, depository, safekeeping, and disbursement functions for the state treasury and affected state agencies. The treasury income account is subject in all respects to chapter 43.88 RCW, but no appropriation is required for payments to financial institutions. Payments shall occur prior to distribution of earnings set forth in subsection (4) of this section.
- (4) Monthly, the state treasurer shall distribute the earnings credited to the treasury income account. The state treasurer shall credit the general fund with all the earnings credited to the treasury income account except:
- following accounts and funds shall receive their The proportionate share of earnings based upon each account's and fund's average daily balance for the period: The abandoned recreational vehicle disposal account, the aeronautics account, the Alaskan Way viaduct replacement project account, the brownfield redevelopment trust fund account, the budget stabilization account, the capital vessel replacement account, the capitol building construction account, the Central Washington University capital projects account, the charitable, educational, penal and reformatory institutions account, the Chehalis basin account, the Chehalis basin taxable account, the cleanup settlement account, the climate active transportation account, the climate transit programs account, the Columbia river basin water supply development account, the Columbia river basin taxable bond water supply development account, the Columbia river basin water supply revenue recovery account, the common school construction fund, the community forest trust account, the connecting Washington account, the county arterial preservation

p. 27 SSB 6304

1 account, the county criminal justice assistance account, the covenant homeownership account, the deferred compensation administrative 2 3 account, the deferred compensation principal account, the department of licensing services account, the department of retirement systems 4 expense account, the developmental disabilities community services 5 6 account, the diesel idle reduction account, the opioid abatement settlement account, the drinking water assistance account, the 7 administrative subaccount of the drinking water assistance account, 8 the early learning facilities development account, the early learning 9 facilities revolving account, the Eastern Washington University 10 11 capital projects account, the education construction fund, the 12 education legacy trust account, the election account, the electric vehicle account, the energy freedom account, the energy recovery act 13 account, the essential rail assistance account, The Evergreen State 14 College capital projects account, the fair start for kids account, 15 16 the ferry bond retirement fund, the fish, wildlife, and conservation 17 account, the freight mobility investment account, the 18 mobility multimodal account, the grade crossing protective fund, the higher education retirement plan supplemental benefit fund, the 19 Washington student loan account, the highway bond retirement fund, 20 the highway infrastructure account, the highway safety fund, the 21 22 hospital safety net assessment fund, the idling prevention enforcement account, the Interstate 5 bridge replacement project 23 account, the Interstate 405 and state route number 167 express toll 24 25 lanes account, the judges' retirement account, the judicial 26 retirement administrative account, the judicial retirement principal account, the limited fish and wildlife account, the local leasehold 27 excise tax account, the local real estate excise tax account, the 28 29 local sales and use tax account, the marine resources stewardship trust account, the medical aid account, the money-purchase retirement 30 31 savings administrative account, the money-purchase retirement savings 32 principal account, the motor vehicle fund, the motorcycle safety education account, the move ahead WA account, the move ahead WA 33 flexible account, the multimodal transportation account, the multiuse 34 roadway safety account, the municipal criminal justice assistance 35 account, the oyster reserve land account, the pension funding 36 stabilization account, the perpetual surveillance and maintenance 37 account, the pilotage account, the pollution liability insurance 38 39 agency underground storage tank revolving account, the public 40 employees' retirement system plan 1 account, the public employees'

p. 28 SSB 6304

1 retirement system combined plan 2 and plan 3 account, the public facilities construction loan revolving account, the public health 2 supplemental account, the public works assistance account, the Puget 3 Sound capital construction account, the Puget Sound ferry operations 4 account, the Puget Sound Gateway facility account, the Puget Sound 5 6 taxpayer accountability account, the real estate appraiser commission account, the recreational vehicle account, the regional mobility 7 grant program account, the reserve officers' relief and pension 8 principal fund, the resource management cost account, the rural 9 arterial trust account, the rural mobility grant program account, the 10 11 rural Washington loan fund, the second injury fund, the sexual 12 assault prevention and response account, the site closure account, the skilled nursing facility safety net trust fund, the small city 13 pavement and sidewalk account, the special category C account, the 14 special wildlife account, the state hazard mitigation revolving loan 15 16 account, the state investment board expense account, the state 17 investment board commingled trust fund accounts, the state patrol 18 highway account, the state reclamation revolving account, the state 19 route number 520 civil penalties account, the state route number 520 corridor account, the statewide broadband account, the statewide 20 tourism marketing account, the supplemental pension account, the 21 Tacoma Narrows toll bridge account, the teachers' retirement system 22 plan 1 account, the teachers' retirement system combined plan 2 and 23 plan 3 account, the tobacco prevention and control account, the 24 25 tobacco settlement account, the toll facility bond retirement account, the transportation 2003 account (nickel account), the 26 transportation equipment fund, the JUDY transportation future funding 27 28 program account, the transportation improvement account, the 29 transportation improvement board bond retirement account, the transportation infrastructure account, the transportation partnership 30 31 account, the traumatic brain injury account, the University of 32 Washington bond retirement fund, the University of Washington building account, the voluntary cleanup account, the volunteer 33 firefighters' relief and pension principal fund, the volunteer 34 firefighters' and reserve officers' administrative fund, the 35 vulnerable roadway user education account, the Washington judicial 36 retirement system account, the Washington law enforcement officers' 37 and firefighters' system plan 1 retirement account, the Washington 38 39 law enforcement officers' and firefighters' system plan 2 retirement account, the Washington public safety employees' plan 2 retirement 40

p. 29 SSB 6304

- account, the Washington school employees' retirement system combined 1 2 plan 2 and 3 account, the Washington state patrol retirement account, the Washington State University building account, the Washington 3 State University bond retirement fund, the water pollution control 4 revolving administration account, the water pollution control 5 6 revolving fund, the Western Washington University capital projects 7 account, the Yakima integrated plan implementation account, the Yakima integrated plan implementation revenue recovery account, and 8 the Yakima integrated plan implementation taxable bond account. 9 Earnings derived from investing balances of the agricultural 10 11 permanent fund, the normal school permanent fund, the permanent common school fund, the scientific permanent fund, and the state 12 university permanent fund shall be allocated to their respective 13 14 beneficiary accounts.
  - (b) Any state agency that has independent authority over accounts or funds not statutorily required to be held in the state treasury that deposits funds into a fund or account in the state treasury pursuant to an agreement with the office of the state treasurer shall receive its proportionate share of earnings based upon each account's or fund's average daily balance for the period.
- 21 (5) In conformance with Article II, section 37 of the state 22 Constitution, no treasury accounts or funds shall be allocated 23 earnings without the specific affirmative directive of this section.
- NEW SECTION. Sec. 704. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.
- 28 <u>NEW SECTION.</u> **Sec. 705.** (1) Section 701 of this act expires July 29 1, 2024.
- 30 (2) Section 702 of this act expires July 1, 2028.

17

18

1920

- 31 <u>NEW SECTION.</u> **Sec. 706.** (1) Section 702 of this act takes effect 32 July 1, 2024.
- 33 (2) Section 703 of this act takes effect July 1, 2028.
- NEW SECTION. Sec. 707. If specific funding for the purposes of this act, referencing this act by bill or chapter number, is not

p. 30 SSB 6304

- 1 provided by June 30, 2024, in the supplemental transportation
- 2 appropriations act, this act is null and void.

--- END ---

p. 31 SSB 6304