

SUBJECT: INVOLVEMENT OF PUBLIC EMPLOYEE IN MATTER AFFECTING HIS
PERSONAL PROPERTY

SUMMARY:

An employee would not be prohibited from carrying out his position responsibilities involving a project which may improve the value of his property if his interests are no different than those of a large group of affected landowners. He is advised against utilization of confidential information to affect his economic interests.

QUESTION:

An administrative employee of a public agency has responsibility for carrying out the policies of the agency board. A project is being considered which will impact a number of property owners in the agency's area of jurisdiction with potential improvement of property values. The employee owns property within the area to be impacted and questions whether his involvement in matters affecting the project is prohibited by the Ethics Reform Act.

DISCUSSION:

This opinion is rendered in response to a letter dated March 18, 1992 requesting an opinion from the State Ethics Commission. The Commission's jurisdiction is limited to the applicability of the Ethics, Government Accountability, and Campaign Reform Act of 1991 (Act No. 248 of 1991; Section 8-13-100 et. seq., as amended, 1976 Code of Laws). This opinion does not supersede any other statutory or regulatory restrictions or procedures which may apply to this situation.

Section 8-13-700(B) provides for actions to be taken by a public employee who is required to take action or make decisions affecting his personal economic interests. Section 8-13-700(B) provides in part as follows:

(B) No public official, public member, or public employee may make, participate in making, or in any way attempt to use his office, membership, or employment to influence a governmental decision in which he, a member of his immediate family, an individual with whom he is associated, or a business with which he is associated has an economic interest. A public official, public member, or public employee who, in the discharge of his official responsibilities, is required to take an action or make a decision which affects an economic interest of himself, a member of his immediate family an individual with whom he is associated, or a business with which he is associated shall:

(1) prepare a written statement describing the matter requiring action or decisions and the nature of his potential conflict of interest with respect to the action or decision;

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(3) if he is a public employee, he shall furnish a copy of the statement to his superior, if any, who shall assign the matter to another employee who does not have a potential conflict of interest. If he has no immediate superior, he shall take the action prescribed by the State Ethics Commission;

Economic Interest is defined in Section 8-13-100(11) as:

(11)(a) Economic interest" means an interest distinct from that of the general public in a purchase, sale, lease, contract, option, or other transaction or arrangement involving property or services in which a public official, public member, or public employee may gain an economic benefit of fifty dollars or more.

(b) This definition does not prohibit a public official, public member, or public employee from participating in, voting on, or influencing or attempting to influence an official decision if the only economic interest or reasonably foreseeable benefit that may accrue to the public official, public member, or public employee is incidental to the public official's, public member's, or public employee's position or which accrues to the public official, public member, or public employee as a member of a profession, occupation, or large class to no greater extent than the economic interest or potential benefit could reasonably be foreseen to accrue to all other members of the profession, occupation, or large class.

In Advisory Opinion AO92-064, the Commission advised Hospital board members who were also school district employees that they would not be prohibited from deliberating and voting on the hospital's participation in the State Blue Cross Plan since the economic benefits would accrue to all members of a large class. In Advisory Opinion AO92-155, the Commission advised that members of a redevelopment commission would not be prohibited from deliberating and voting on matters which would not affect their economic interests to any greater extent than other members of the large class, i.e., all owners of properties in the affected area.

In accordance with Section 8-13-700(B), if a particular matter would affect the economic interests to any greater extent than other members of the large class, the employee would be required to abstain from all actions in accordance with that code section.

The employee is also advised against the utilization of confidential information gained by virtue of his public position to enhance his economic interests. Section 8-13-725 provides:

No public official, public member, or public employee may use or disclose confidential information gained in the course of or by reason of his official responsibilities in any way that would affect an economic interest held by himself, a member of his immediate family, an

individual with whom he is associated, or a business with which he is associated.