



Item #16-9-7

Government Relations & Public Affairs Committee Receive & File

August 19, 2016

State Advocacy Update

The Legislature is in the final weeks of the 2015-16 Legislative Session, and is scheduled to conclude two days after the Committee meets. Attachment A includes a list of the bills that SACOG is monitoring. Major issues still unresolved and of interest to SACOG include the transportation funding special session, cap and trade funding, and affordable housing funding and policy changes. On August 17, Senator Beall and Assemblyman Frazier released a joint proposal on transportation funding to replace their individual proposals. Attachment B is an overview of the proposal.

Staff will provide any updates at the committee meeting should there be activity.

Attachments

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Bill	Author	Title	Summary
AB 869	Cooper (D)	Public Transportation Agencies: Fare Evasion	Relates to prohibited conduct on public transit. Provides a person who fails to pay the administrative penalty when due or successfully complete the administrative process to dismiss the notice of fare evasion or passenger conduct violation may be subject to criminal penalties. Requires the notice of fare contain a printed statement that the person may be charged with an infraction or misdemeanor if the penalty is not paid or dismissed. Requires dismissal of collection if the person is criminally charged.
AB 1591	Frazier (D)	Transportation Funding	Relates to transportation funding to include the Road Maintenance and Rehabilitation Program and its related fund which would include revenues from a motor vehicle fuel tax increase and a new vehicle registration fee for zero-emission vehicles, related county use of revenues from an approved transactions and use tax, revenue from a diesel fuel tax increase to the Trade Corridors Improvement Fund, truck parking improvements, greenhouse gas reduction, highway operation and improvements funding.
AB 1628	Budget Cmte	No Place Like Home Program: Financing	Authorizes the Health Facilities Financing Authority and the Department of Housing and Community Development to enter into contracts to provide services pursuant to the No Place Like Home Program related to permanent supportive housing. Provides for the issuance of bonds. Authorizes the use of moneys in the Mental Health Services Fund for certain purposes. Provides for continuous appropriations. Requires compliance monitoring of certain counties. Makes other changes.
AB 1746	Stone (D)	Transit Buses	Authorizes the operation of transit buses on the shoulder of a segment of a state highway designated under the program within the areas served by the transit services of specified entities, subject to the same conditions and requirements previously authorized. Requires a program participant to submit a report to the Legislature that includes specified information about the program, and to post the report on its Internet Web site to enable the public to access the report.
AB 1768	Gallagher (R)	Bonds: Transportation	Provides that no further bonds shall be sold for high-speed rail purposes pursuant to the Safe, Reliable High-Speed Passenger Train Bond Act for the 21st Century, except as specifically provided with respect to an existing appropriation for high-speed rail purposes for early improvement projects in the Phase 1 blended system. Requires the funds from the remaining from the sale of bonds to fund project in the State Highway Operation and Protection Program.
AB 1886	McCarty (D)	Environmental Quality Act: Transit Priority Projects	Amends the Environmental Quality Act that specifies that a project is considered to be within a specified distance of a major transit stop or high quality transit corridor if all parcels within the project have no more than a specified percentage of their area farther than a specified distance from the stop or corridor. Increases, for a transit priority project to meet the requirements for limited Act review, the percentage of that area.
AB 2034	Salas (D)	Department of Transportation: Environmental Review	Amends existing law that requires the U.S. Secretary of Transportation to carry out a surface transportation project delivery program, under which the participating states assume certain responsibilities for environmental review and clearance of transportation projects to delete the repeal date and thereby extend these provisions indefinitely.

Bill	Author	Title	Summary
AB 2087	Levine (D)	Regional Conservation Frameworks	Authorizes the Department of Fish and Wildlife, or any other public agency, to propose a regional conservation framework. Authorizes a conservation action and a habitat enhancement to fulfill compensatory mitigation requirements in an incidental take permit issued pursuant to the State Endangered Species Act to reduce adverse fish and wildlife impacts pursuant to a lake or streambed alteration agreement. Relates to mitigation credit agreements and the sale of mitigation credits.
AB 2094	Obernolte (R)	Greenhouse Gas Reduction Fund: State and Local Funds	Transfers an specified amount of money from the Greenhouse Gas Reduction Fund to the Retail sales Tax Fund annually. States that the transferred revenues shall be considered part of the revenues allocated to local transportation funds from the Retail Sales Tax Fund. Provides that, in each year of the above-stated transfer, a specified amount of money would be appropriated from the Retail Sales Tax Fund for allocation to State highway and local street and road purposes.
AB 2100	Calderon I (D)	The 21st Century Infrastructure Act of 2016	Requires the Public Utilities Commission, the State Energy Resources Conservation and Development Commission, the Independent System Operator, and the State Air Resources Board to review and evaluate their policies and plans for expansion of 21st Century infrastructure and to take other related actions.
AB 2126	Mullin (D)	Public Contracts: Construction Manager/General Contract	Authorizes the Department of Transportation to use the Construction Manager/General Contractor method on a specified number of projects and requires a specified number of such projects to use Department employees or consultants under contract with the Department to perform all project design and engineering services.
AB 2170	Frazier (D)	Trade Corridors Improvement Fund: Federal Funds	Requires revenues apportioned to the state from the National Highway Freight Program established by the federal Fixing America's Surface Transportation Act to be allocated for trade corridor improvement projects approved pursuant to these provisions. Deletes consideration of the Air Resources Board's Sustainable Freight Strategy and the statewide port master plan. Includes consideration of the applicable port master plan when determining eligible projects for funding, and railroad and airport improvements.
AB 2332	Garcia E (D)	Transportation Funding: Complete Streets	Requires the Transportation Commission to increase the annual number of complete street projects undertaken by the State Department of Transportation and increase accessibility for low-income and disadvantaged communities by increasing multimodal transportation proximity to employment, jobs, housing, and recreation areas. Provides goals to be accomplished to increase travel by non-automobile modes of travel. Relates to increased safety projects and funding therefor.
AB 2355	Dababneh (D)	Intercity Rail Services: Mitigation	Requires the Department of Transportation to develop a program for the reasonable mitigation of noise and vibration levels in residential neighborhoods along railroad lines where the department contracts for state-funded intercity rail passenger service, and to determine what constitutes a reasonable level of mitigation.
AB 2356	Gomez (D)	Zoning: Housing Element: Low Income Housing	Authorizes a city or county to include in its housing assessment and inventory the identification of housing for defined extremely low income households. Provides required actions of a local entity if it elects to include this identification in its assessment and inventory. Provides that the development of zones and objective management under these provisions would not be discretionary acts within the meaning of the California Environmental Quality Act.

Bill	Author	Title	Summary
AB 2398	Chau (D)	Transportation: State Highways	Requires the Transportation Commission to report to the Speaker of the Assembly, the President Pro Tempore of the Senate, and the chairs of specified committees the number of selections, adoptions, and local determinations for state highways undertaken and the amount of money allocated for the construction, improvement, or maintenance of the highways.
AB 2411	Frazier (D)	Transportation Revenues	Deletes the transfer of miscellaneous revenues to the Transportation Debt Service Fund. Requires the miscellaneous revenues to be retained in the State Highway Account and to be used solely for transportation expenditures consistent with the restrictions for expenditures consistent with the restrictions for expenditure of fuel tax revenues.
AB 2426	Low (D)	Workplace Charging Station Grant Program	Requires the State Air Resources Board to establish and implement the Workplace Charging Stations Grant Program to award grants for the installation of electric vehicle charging stations in commercial parking facilities for employees and visitors. Requires eligible applicants awarded grants to report usage statistics.
AB 2432	Brown (D)	State and Local Truck Routes and Services	Relates to the Department of Transportation. Requires the Department to prepare an inventory of all state and locally designated truck routes and services, publish a statewide Truck Route Network Internet Web site, and prepare a plan and schedule for addressing all inefficiencies and truck transportation network gaps, including an estimate of the annual cost and the total cost of carrying out the plan.
AB 2492	Alejo (D)	Community Revitalization	Amends existing law which authorizes certain local agencies to form a community revitalization and investment authority for purposes related to infrastructure, affordable housing, and economic revitalization. Authorizes a certain calculation to be made with a combination of census tracts and census block groups. Authorizes an authority to receive funds allocated to it pursuant to a resolution adopted by a city or county and to transfer such funds from certain tax and assessment revenues.
AB 2500	Daly (D)	Land Use: Regional Housing Need	Requires the Department of Housing and Community Development to determine the regional housing need prior to the scheduled revision of a housing element required by law. Requires the adoption of a final regional housing need prior to the scheduled revision for the region.
AB 2509	Ting (D)	Operation of Bicycles: Speed	Expands the exceptions to riding as close as practicable to the right-hand curb or roadway edge to include, among others, when riding in class I, class IV bikeways.
AB 2522	Bloom (D)	Land Use: Attached Housing Developments	Requires an attached housing development to be a permitted use by right and subject to the existing conditions imposed on a use by right, if it satisfies specified conditions. Conditions the permitted use by right upon the development complying with written development standards to meeting the jurisdiction's share of the regional housing needs and providing housing for very low, low- or moderate-income households and replacement housing units.
AB 2542	Gatto (D)	Streets and Highways: Reversible Lanes	Requires the Department of Transportation or a regional transportation planning agency, when submitting a capacity-increasing project or a major street or highway lane realignment project to the Transportation Commission for approval, to demonstrate that reversible lanes were considered for the project.
AB 2620	Dababneh (D)	Passenger Rail Projects: Funding	Reallocates funds allocated under the Clean Air and Transportation Improvement Act of 1990 that are not expended or encumbered by a specified date, to any other existing passenger rail project with existing rail service. Requires the Transportation Commission to determine the projects pursuant to this reallocation.

Bill	Author	Title	Summary
AB 2722	Burke (D)	Transformative Climate Communities Program	Creates the Transformative Climate Communities Program. Requires the Strategic Growth Council to award competitive grants to specified eligible entities for for the development and implementation of transformative climate community plans, and projects that implement plans, contribute to the reduction of emissions of greenhouse gases and demonstrate potential environmental benefits in disadvantaged communities.
AB 2741	Salas (D)	Long-Range Transportation Planning: State Plan	Requires the State's long range transportation plan to be approved by the Transportation Commission prior to submission to the Legislature and Governor. Requires the Department of Transportation to submit a draft of its proposed update to the Commission for comments. Provides if the Commission does not approve an updated plan, the Department is to revise that update. Makes other conforming changes.
AB 2783	Garcia E (D)	Affordable Housing and Sustainable Communities	Requires the Strategic Growth Council to consider revisions to the guidelines and selection criteria with respect to affordable housing projects that qualify under the Affordable Housing and Sustainable Communities Program's rural innovation project area, and to provide a written explanation to the Legislature, if the Council determines that it will not make the revisions.
AB 2847	Patterson (R)	High-Speed Rail Authority: Reports	Requires the high-speed rail business plan identify projected financing costs for each segment or combination of segments of the system, if financing is proposed by the High-Speed Rail Authority. Requires, in the business plan and in another report, the Authority to identify any significant changes in scope for segments of the system identified in the previous version of each report and to provide an explanation of adjustments in cost and schedule attributable to the changes.
AJR 42	Dodd (D)	Transport by Rail of Flammable Liquids	Urges the U.S. Department of Transportation, Department of Energy, and the Office of Management and Budget to expedite the rulemaking and implementation of processes for federal safety regulations governing the transport by rail of flammable and combustible liquids, including crude oil. Urges the President and Congress to pass federal legislation mandating critical public safety improvements for the transport by rail of those liquids.
SB 32	Pavley (D)	Global Warming Solutions Act of 2006: Emissions Limit	Requires the State Air Resources Board to approve a specified statewide greenhouse gas emissions limits that are the equivalent to a specified percentage below the 1990 level to be achieved by 2030. Requires the Board to prepare and submit to the Joint Legislative Budget Committees and appropriate policy committees a report relating to the greenhouse gas emission reduction achieved towards those limits.
SB 39	Pavley (D)	Vehicles: High-Occupancy Vehicle Lanes	Increases the number of vehicle identifiers that the Department of Motor Vehicle is authorized to issue for HOV lane usage.
SB 122	Jackson (D)	Environmental Quality Act: Record of Proceedings	Amends the Environmental Quality Act. Relates to a database for the collection, storage, retrieval, and dissemination of environmental documents, notices of exemption, notices of preparation, notices of determination, and notices of completion provided to the office that shall be available online to the public through the internet. Provides for the phase-in of electronic documents. Requires the lead agency to submit to the State Clearinghouse a sufficient number of environmental documents for review.

Bill	Author	Title	Summary
SB 321	Beall (D)	Motor Vehicle Fuel Taxes: Rates: Adjustments	Relates to motor fuel tax rates. Requires the State Board of Equalization to adjust the rate in a manner as to generate an amount of revenue equal to the amount of revenue loss attributable to an exception that reflects the combined average of the actual fuel price over previous fiscal years and the estimated fuel price for the current fiscal year. Relates to revenue neutrality for each year.
SB 824	Beall (D)	Low Carbon Transit Operations Program	Authorizes a recipient transit agency that does not submit an expenditure for funding under the Low Carbon Transit Operations Program in a particular fiscal year to retain its funding share for expenditure in a subsequent fiscal year. Requires certain actions regarding program moneys. Requires the Department of Transportation to annually calculate a funding share for each eligible recipient transit agency. Allows a recipient transit agency to loan or transfer its funding share to another transit agency.
SB 879	Beall (D)	Affordable Housing Bond Act of 2016	Enacts the Affordable Housing Bond Act of 2016. Authorizes the issuance of bonds in a specified amount to be used to finance various existing housing programs, as well as infill infrastructure financing and affordable housing matching grant programs.
SB 882	Hertzberg (D)	Crimes: Public Transportation: Minors	Amends existing law making it an infraction or a misdemeanor to evade the payment of a fare on a public transit system or misuse of a transfer, pass, ticket, or token with intent to evade payment of fare or to use a discount ticket without authorization. Prohibits a minor from being charged with an infraction or a misdemeanor for those acts.
SB 1141	Moorlach (R)	State Highways: Transfer to Local Agencies: Pilot	Requires the Department of Transportation to participate in a multi-year, multi-county pilot program to operate, maintain, and make improvements to all state highways, including freeways, in an affected county. Requires moneys to be appropriated for these purposes as a block grant in the annual Budget Act to a participating county.
SB 1197	Cannella (R)	Intercity rail Corridors: Extensions	Authorizes the amendment of a joint power agreement to provide for the extension of the affected rail corridor to provide intercity rail service beyond the defined boundaries of the corridor. Requires a proposed extension to first be recommended and justified in the business plan adopted by the joint powers board, and then would require the approval of the Secretary of Transportation.
SB 1208	Bates (R)	California Transportation Commission	Makes a nonsubstantive change to existing law that creates the California Transportation Commission, with specified powers and duties relative to programming of transportation capital improvement projects and other related matters.
SB 1279	Hancock (D)	Transportation Commission: Funding Prohibition	Prohibits the Transportation Commission from programming or allocating any State funds for new bulk terminal projects. Requires terminal project grantees to annually report to the Commission that the project is not be used to handle, store, or transport coal in bulk.
SB 1320	Runner (R)	State Transportation Commission	Excludes the Transportation Commission from the Transportation Agency. Establishes it as an entity in State government. Requires it to act in an independent oversight role. Requires the Department of Transportation to program capital outlay support resources for each project in its State highway operation and protection program. Provides project rejection and acceptance procedures. Requires approval of the Commission of any change in programmed project's cost, scope, or schedule.

Bill	Author	Title	Summary
SB 1403	Glazer (D)	Housing Bonds	States the intent of the Legislature to enact legislation that would authorize the issuance of bonds to finance the development of affordable housing.
AB 1a	Alejo (D)	Transportation Funding	Provides that any loans made to the General Fund from specified transportation funds and accounts with a specified repayment date are to be repaid by a specified date. Repeals specified provisions of existing law, retaining the weight fee revenues in the State Highway Account. Deletes the provisions relating to the reimbursement of the State Highway Account for weight fee revenues and relating to the making of loans to the General Fund, and providing for the portion of fuel excise tax revenues.
AB 2a	Perea (D)	Transportation Projects: Comprehensive Lease Agreements	Amends existing law that authorizes the Department of Transportation and regional transportation agencies to enter into comprehensive development lease agreements with public and private entities for certain transportation projects. Extends this authorization indefinitely and includes within the definition of regional transportation agency the Santa Clara Valley Transportation Authority.
AB 3a	Frazier (D)	Transportation Funding	Declares the intent of the Legislature to enact legislation to establish permanent, sustainable sources of transportation funding to maintain and repair the highways, local roads, bridges, and other critical infrastructure.
AB 4a	Frazier (D)	Transportation Funding	Declares the intent of the Legislature to enact legislation to establish permanent, sustainable sources of transportation funding to improve the state's key trade corridors and support efforts by local governments to repair and improve local transportation infrastructure.
AB 6a	Hernandez R (D)	Affordable Housing and Sustainable Communities Program	Requires a specified percentage of moneys available for allocation under the Affordable Housing and Sustainable Communities Program to be allocated to eligible projects in rural areas. Requires a percentage of those moneys to be allocated to eligible affordable housing projects.
AB 7a	Nazarian (D)	Public Transit Funding	Continuously appropriates a percentage of the annual proceeds of the Greenhouse Gas Reduction Fund to the Transit and Intercity Rail Capital Program, and a percentage of the proceeds to the Low Carbon Transit Operations Program.
AB 8a	Chiu (D)	Diesel Sales and Use Tax	Increases the additional sales and use tax rate on diesel fuel.
AB 13a	Grove (R)	Greenhouse Gas Reduction Fund: Streets and Highways	Relates to the Greenhouse Gas Reduction Fund. Reduces the continuous appropriation to the Strategic Growth Council for the Affordable Housing and Sustainable Communities Program. Appropriates continuously a percentage of the annual proceeds of the Greenhouse Gas Reduction Fund to the Department of Transportation for the State Highway Operation and Protection program and a percentage to cities and counties for local streets and roads.
AB 14a	Waldron (R)	State Highway Operation and Protection Program	Relates to the State Highway Operation and Protection Program. Appropriates continuously from the General Fund, with a percentage to the Department of Transportation for maintenance of the state highway system or for purposes of the State Highway Operation and Protection Program and a percentage for apportionment to cities and counties for street and road purposes.
AB 15a	Patterson (R)	State Highway Operation and Protection Program	Relates to the State Highway Operation and Protection Program. Reduces the appropriation for Capital Outlay Support. Appropriates from the State Highway Account to the Department of Transportation for maintenance of the state highway system or for the State Highway Operation and Protection Program and a percentage to cities and counties for street and road purposes.

Bill	Author	Title	Summary
AB 16a	Patterson (R)	State Highways: Transfer to Local Agencies: Pilot Program	Relates to the Department of Transportation. Requires the department to participate in a pilot program over a 5 year period under which 2 counties, one in northern California and one in southern California, are selected to operate, maintain, and make improvements to all state highways, including freeways, in the affected county. Appropriates funds.
AB 17a	Achadjian (R)	Greenhouse Gas Reduction Fund: State Highway Operation	Relates to deposits in the Greenhouse Gas Reduction Fund. Appropriates a percentage of the annual proceeds of the Fund to fund projects in the state highway operation and protection program.
AB 18a	Linder (R)	Vehicle Weight Fees: Transportation Bond Debt Service	Prohibits weight fee revenue from being transferred from the State Highway Account to the Transportation Debt Service Fund or to the Transportation Bond Direct Payment Account, and from being used to pay the debt service on transportation general obligation bonds.
AB 19a	Linder (R)	Transportation Commission	Excludes the California Transportation Commission from the Transportation Agency and establishes it as an entity in the state government. Makes conforming changes.
AB 20a	Gaines B (R)	State Government Vacant Positions Elimination	Relates to the Department of Human Resources. Requires the department to eliminate a percentage of the vacant positions in state government that are funded by the General Fund. Appropriates funds from the General Fund to the Department of Transportation for maintenance of the state highway system or for the state highway operation and protection program and a percentage to be made available to the Controller for apportionment to cities and counties for street and road purposes.
AB 21a	Obernolte (R)	Environmental Quality: Highway Projects	Relates to the California Environmental Quality Act (CEQA) environmental impact reports. Prohibits a court in a judicial action or proceeding under CEQA from staying or enjoining the construction or improvement of a highway unless it makes specified findings.
AB 22a	Patterson (R)	Design-Build: Highways	Authorizes the Department of Transportation to utilize design-build procurement on an unlimited number of projects. Requires the Department to contract with consultants to perform construction inspection services for those projects. Eliminates the requirement that the Department perform the inspection services for the projects on or interfacing with the State highway system.
AB 23a	Garcia E (D)	Transportation	Requires the State Transportation Commission to establish a process whereby a department and local agencies receiving funding for highway capital improvements from the State Highway Operation and Protection Program or the State Transportation Improvement Program prioritize projects that provide meaningful benefits to the mobility and safety needs of disadvantaged community residents. Requires a specified amount of moneys to be appropriated for grants that prioritize projects in underserved areas.
SB 1a	Beall (D)	Transportation Funding: Environmental Mitigation	Relates to transportation funding to include highway and street maintenance paid for pay increases in gasoline and diesel fuel, local county use tax for road maintenance, intercity and commuter rail lines, vehicle weight fee revenue and high-speed rail bond debt service, an advance transportation project mitigation program and fund, surface transportation projects, the CEQA and minor roadway alterations, the sale of DOT real property, and transportation obligation bonds.

Bill	Author	Title	Summary
SB 2a	Huff (R)	Greenhouse Gas Reduction Fund	Excludes from allocation under the Greenhouse Gas Reduction Fund provisions the annual proceeds of the fund generated from the transportation fuels sector. Provides that those annual proceeds shall be appropriated by the Legislature for transportation infrastructure, including public streets and highways, but excluding high-speed rail.
SB 4a	Beall (D)	Transportation Funding	Declares the intent of the Legislature to enact statutory changes to establish permanent, sustainable sources of transportation funding to maintain and repair the state's highways, local roads, bridges, and other critical transportation infrastructure.
SB 5a	Beall (D)	Transportation Funding	Declares the intent of the Legislature to enact legislation to establish permanent, sustainable sources of transportation funding to improve the state's key trade corridors and support efforts by local governments to repair and improve local transportation infrastructure.
SB 7a	Allen (D)	Diesel Sales and Use Tax	Increases the additional sales and use tax rate on diesel fuel. Restricts expenditures of revenues from that increase to transit capital purposes and certain transit services. Requires an existing required audit of transit operator finances to verify that these new revenues have been expended in conformance with these specific restrictions. Provides that the increase in the additional sale and use tax imposed by this bill shall not be considered by the State Board of Equalization in its rate modification.
SB 8a	Hill (D)	Public Transit: Funding	Appropriates a specified percentage of proceeds of the Greenhouse Gas Reduction Fund to the Transit and Intercity Rail Capital Program, and a percentage to the Low Carbon Transit Operations Program.
SB 10a	Bates (R)	Regional Transportation Capital Improvement Funds	Revises the process for programming and allocating the share of State and federal funds available for regional transportation improvement projects. Requires an annual apportionment. Provides that transportation capital improvement funds, and capital outlay support funds would be appropriated annually through the Budget Act to regional agencies. Requires identification of which program will be funded with these funds.
SB 11a	Berryhill (R)	Environmental Quality: Transportation Infrastructure	Exempts from the California Environmental Quality Act a project that consists of the inspection, maintenance, repair, restoration, reconditioning, relocation, replacement, or removal of existing transportation infrastructure if certain conditions are met. Prohibits, in an action or proceeding seeking judicial review under the Act, a court from staying or enjoining such project in which the environmental impact report has been certified unless it makes specified findings.
SB 12a	Runner (R)	State Transportation Commission	Excludes the State Transportation Commission from the Transportation Agency. Establishes it as an entity in State government, and requires it to act in an independent oversight role. Requires the Department of Transportation to program capital outlay support resources for each program project. Provides the Commission may approve or reject individual projects. Requires the Department to submit any change in programmed project's cost, scope, or schedule to the Commission for its approval.
SB 13a	Vidak (R)	Office of the Transportation Inspector General	Creates the Office of the Transportation Inspector General in state government as an independent office that would not be a subdivision of any other government entity, to build capacity for self-correction into the government itself and to ensure that all State agencies expending State transportation funds are operating efficiently, effectively, and in compliance with federal and state laws. Requires the appointment of a related Inspector General. Specifies Office funding sources.

Bill	Author	Title	Summary
SB 14a	Cannella (R)	Transportation Projects: Comprehensive Lease Agreements	Includes within the definition of regional transportation agency the Santa Clara Valley Transportation Authority, thereby authorizing the authority to enter into public-private partnerships under these provisions.
SCA 1a	Huff (R)	Motor Vehicles Fees and Taxes: Expenditure Restrictions	Proposes an amendment to the Constitution to prohibit the Legislature from borrowing revenues from fees and taxes imposed by the State on vehicles or their use or operation, and from using those revenues other than as specifically permitted by the Constitution. Prohibits using such revenues for interest on mass transit voter-approved bonds. Relates to the use a motor vehicle fuels tax revenues and vehicle license fee revenues.

Frazier – Beall Transportation Funding Package

- A \$7.4 billion annual funding package to repair and maintain our state and local roads, improve our trade corridors, and support public transit and active transportation.
- A \$706 million repayment of outstanding transportation loans for state and local roads.
- Eliminates the BOE “true up” that causes funding uncertainty and is responsible for drastic cuts to regional transportation projects.
- Indexes transportation taxes and fees to the California CPI to keep pace with inflation.
- Reforms and accountability for state and local governments to protect taxpayers.
- Streamlines transportation project delivery to help complete projects quicker and cheaper.
- Protects transportation revenue from being diverted for non-transportation purposes.*
- Helps local governments raise revenue at home to meet the needs of their communities.*

New Annual Funding

- **State** -- \$2.9 billion annually for maintenance and rehabilitation of the state highway system.
- **Locals** -- \$2.5 billion annually for maintenance and rehabilitation of local streets and roads.
- **Regions** -- \$534 million annually to help restore the cuts to the State Transportation Improvement Program (STIP).
- **Transit** -- \$516 million annually for transit capital projects and operations.
- **Freight** -- \$900 million annually for goods movement.
- **Active Transportation** -- \$80 million annually, with up to \$150 million possible through Caltrans efficiencies, for bicycle and pedestrian projects.
- Constitutional Amendment to help locals raise funding at home by lowering the voter threshold for transportation tax measures to 55 percent.*

Reforms and Accountability

- Restores the independence of the California Transportation Commission (CTC).
- Creates the Office of Transportation Inspector General to oversee all state spending on transportation.
- Increases CTC oversight and approval of the State Highway Operations and Protection (SHOPP) program.
- Requires local governments to report streets and roads projects to the CTC and continue their own funding commitments to the local system.

Streamlining Project Delivery

- Permanently extends existing CEQA exemption for improvements in the existing roadway.
- Permanently extends existing federal NEPA delegation for Caltrans.
- Creates an Advance Mitigation program for transportation projects to help plan ahead for needed environmental mitigation.

New Annual Funding Sources

- Gasoline Excise Tax -- \$2.5 billion (17 cents per gallon increase)
- End the BOE “true up” -- \$1.1 billion
- Diesel Excise Tax -- \$900 million (30 cents per gallon increase)
- Vehicle Registration Fee -- \$1.3 billion (\$38 per year increase)
- Zero Emission Vehicle Registration Fee -- \$16 million (\$165 per year starting in 2nd year)
- Truck Weight Fees -- \$1 billion (Return to transportation over five years)
- Diesel Sales Tax -- \$216 million (3.5% increase)
- Cap and Trade -- \$300 million (from unallocated C&T funds)
- Miscellaneous transportation revenues -- \$149 million

Keeping Promises and Protecting Revenues

- One-time repayment of outstanding loans from transportation programs over two years. (\$706 million)
- Return of truck weight fees to transportation projects over five years. (\$1 billion)
- Constitutional amendment to ensure new funding cannot be diverted for non-transportation uses.

**These provisions will be in companion bills.*