

## Building Industry Association of Southern California, Inc.

## **MEMORANDUM**

**TO:** BIASC Governing Board Members

FROM: BIASC Government Affairs Team

RE: Sacramento Update

DATE: September 12, 2019

With 2 days left in the 2019 Legislative Session, and the deadline to amend bills having past, we wanted to give you a quick update of the big issue remaining. As a reminder, the Legislature adjourns for the year at midnight, September 13th.

AB 48 (O'Donnell): The Public Pre-School, K-12, College Health and Safety Bond Act of 2020.

After intense negotiations with the Legislature and the Governor's office, a \$15 billion bond emerged for the March 2020 ballot.

\$9.150 billion is for K-12 as follows:

- \$2.8 new construction
- \$5.2 modernization
- \$500- Charter schools
- \$500- Career technical education
- \$150 million lead in water remediation

\$2 billion each for Community Colleges, UC, and CSU

As stated above, it is too late in the process to amend the bill. The amounts, new program criteria and fee structure are not ideal but appear to be workable and should overall be beneficial to southern California.

SB 1 (Atkins): Environmental, Public Health, and Workers Defense Act

SB 1 would lock into state law, Obama-era environmental, endangered species and worker safety rules. It is widely supported by environmental groups and NGO's but not supported by a huge coalition including but not limited to the CBIA, the State Chamber, LA Chamber, North Orange Chamber, ACWA, LA County Business Federation, OCBC, and most Water Agencies in

Baldy View
LA/Ventura
Orange County
Riverside County

Southern California and the rest of the State. Attached is a copy of the coalition opposition letter. A major issue with the bill is it attempts to apply the California Endangered Species Act to the federal Central Water Project. This will lead to protracted and expensive litigation and will jeopardize collaborative adaptive management and resources contemplated in the Voluntary Agreements.

SB 1 is on the Assembly floor. It is eligible to be taken up at 7:38 pm on Friday. Our lobbying has centered on making the bill a 2-year bill. Many prominent Democrats from throughout the State have weighed in on making it a 2-year bill including Senator Feinstein and other Democrat members of Congress, as well as a group of Assembly moderate Democrats and Senators.

SB 330 (Skinner): The Housing Crisis Act of 2019.

This bill restricts for a period of five years, actions by cities and counties that would reduce the production of housing.

The bill passed the Assembly to the Governor.

AB 1484 (Grayson): Mitigation Fee Act: Housing Developments

This bill requires a city or county to post on its website each fee that is applicable to a housing project. The bill also requires the list of requirements for an application for a housing project to include the location on its website where its fees are posted.

Status: In Senate Rules- waiting for referral to the Senate Floor

AB 1482 (Chiu) Tenancy rent caps

Status: Passed today to the Governor.

AB 520 (Karla): Prevailing wage and public subsidies

Status: Passed to the Governor.

This bill would set a limit of \$275,000 and 2% of the total cost on the amount of public reimbursement or subsidy a private developer can receive for a project before triggering payment of prevailing wage.

CBIA opposed.