April 8, 2013

TO: **Local Agency Formation Commission**

FROM: **Executive Officer**

Director, Legislative Research

SUBJECT: April 2013 Legislative Status Report

This is the monthly Legislative Report for April 2013, the second of the year designed to keep the Commission informed concerning proposed state legislation in the first year of the 2013-14 Legislative Session. As reported verbally at the March 2013 meeting, over 2,000 bills have been introduced for possible action during the 2013-14 California Legislative Session.

An initial bill summary matrix on five (5) bills being tracked by staff was provided for commission review, discussion, and possible action. No action was required at the initial review. While only a relative few new bills have been introduced that directly impact Local Agency Formation Commissions, staff has identified several for tracking and action so far. Generally, staff designates a position on each bill in one of three main categories: Support, Watch or Oppose and if appropriate, conditioned on possible resolution with amendments. As noted below in this report, staff is recommending positions on six (6) bills as follows:

AB 453 (Mullin) Sustainable Communities Grants - This bill would provide a Local Agency Formation Commission the ability to apply for Sustainable Community planning grant funds under the Strategic Growth Council oversight program in 2013-14. Currently, regional planning organizations may apply for grant funding and LAFCO would be able to participate most likely for regional Municipal Service Reviews and studies. This bill is identical to AB 2624 in 2012 that failed to be passed by the Senate. San Diego LAFCO supported that bill. Position recommended: Support

AB 743 (Loque) Cortese-Knox-Hertzberg Act Island Annexation Sunset - Current law provides for a process for cities to petition a commission to annex qualified territory of up to 150 acres and waive protest proceedings entirely under certain circumstances, until the sunset date of January 1, 2014. This bill proposes to repeal the sunset date provision and increase the territory size up to 300 acres. LAFCO staff has participated in discussions with CALAFCO and stakeholder groups regarding the intent of the bill and concerns of potential negative impact primarily with the acreage size increase. Staff has been informed that amendments will be proposed to remove the 300 acre size and to retain the 150 acre limit. There is also discussion regarding extending the sunset date or to establish a date certain for it to be applied. Since stakeholders have differing views on the merits of the program

and bill, staff is proposing that a position of Watch be authorized in order to allow for continued dialogue and negotiations within CALAFCO and legislators, etc. Position recommended – Watch.

SB 181, SB 182 and SB183 (Committee on Governance and Finance) - these are three annual validation bills that document the authority of public agencies and territories, etc. These bills are routine but essential for passage each year.

Position recommended – **Support**

SB 772 (Emmerson) Mutual and Private Water Companies - This bill would require the State Department of Public Health or an applicable local health agency to provide information to the Public Utilities Commission and LAFCO for each public water system and private water system. It would also require a commission to include a review of all such systems in sphere of influence studies and municipal service reviews each five years. The bill language is not clear as to how these new requirements would benefit such studies as well as no provision of funding for the additional work expected to carry out the legislation. Staff has provided input to the sponsor and author and expects amendments to address our concerns.

Position recommended – Oppose unless Amended.

Staff will be providing an update on each of the bills in the Tracking Report and any activity on bills affecting the commission at the April 8, 2013 meeting. Additionally, staff along with CALAFCO is working on issues on several of the legislative proposals. Staff will be monitoring that activity as part of the CALAFCO Legislative Committee process as the Committee meets on March 22, 2013 to provide input on possible proposals.

Therefore, it is:

RECOMMENDED: That your Commission

Receive, discuss, and provide direction, as necessary, on the April 8, 2013 Legislative Status Report and authorize staff to inform authors of each bill of the approved position in the form of appropriate letters and testimony.

Respectfully Submitted,

MICHAEL D. OTT **Executive Officer**

HARRY EHRLICH Director, Legislative Research

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Attachments - Legislative Tracking Report

Copies of Bills AB 453 (Mullin)

AB 743 (Loque)

SB 181 (Committee)

SB 182 (Committee)

SB 183 (Committee)

SB 772 (Emmerson)

Legislative Tracking Report

April 8, 2013

AB 115 (Perea D) Safe Drinking Water State Revolving Fund; Grants to Small Water Systems

Introduced: 1/14/2013

Status: 1/18/2013-Referred to Com. on E.S. & T.M.

Summary:

Would authorize the State Department of Public Health to fund projects, by grant, loan, or a combination of the two, where multiple water systems apply for funding as a single applicant for the purpose of consolidating water systems or extending services to households relying on private wells, as specified. The bill would authorize funding of a project to benefit a disadvantaged community that is not the applying agency. By authorizing the use of a continuously appropriated fund for new purposes, this bill would make an appropriation. This bill contains other existing laws. Appears to address a problem of encouraging small agencies to develop water improvement projects together and consolidate agencies.

AB 168 (Wilk R) Local government finance: vehicle license fee revenues: allocations.

Introduced: 1/24/2013

Status: 1/25/2013-From printer. May be heard in committee February 24.

Summarv:

Under existing law, the Controller is required to allocate vehicle license fee revenues in the Motor Vehicle License Fee Account according to a specified order, with moneys allocated on or after July 1, 2004, but before July 1, 2011, first to the County of Orange, next to each city and county meeting specified criteria, and on or after July 1, 2011, to the Local Law Enforcement Services Account in the Local Revenue Fund, for allocation to cities, counties, and cities and counties. This bill would make technical, nonsubstantive changes to these provisions. This bill appears to be a spot bill to be amended at a later time.

AB 194 (Campos D) Open Meetings: protections for public criticism

Introduced: 1/28/2013

Status: 2/7/2013-Referred to Com. on L. GOV.

Summary:

Would make it a misdemeanor for a member of a legislative body, while acting as the chairperson of a legislative body of a local agency, to prohibit public criticism protected under the Ralph M. Brown Act. This bill would authorize a district attorney or any interested person to commence an action for the purpose of obtaining a judicial determination that an action taken by a legislative body of a local agency in violation of the protection for public criticism is null and void, as specified. This bill contains other related provisions and other existing laws.

AB 262 (Waldron R) Local government: organization.

Introduced: 2/7/2013

Status: 2/8/2013-From printer. May be heard in committee March 10.

Summary:

The Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 makes certain findings and declarations relating to local government organization, including, among other things, that it is the policy of the state to encourage orderly growth and development, and recognition that the logical formation and determination of the boundaries of local agencies is an important factor in promoting orderly development, as specified. This bill would make technical, nonsubstantive changes to these provisions. This appears to be a spot bill to be amended at a later time.

AB 453 (Mullin D) Sustainable Communities Grants.

Introduced: 2/19/2-Referred to committee on Local Governance

Summary:

The Strategic Growth Council is required to manager and award grants and loans to a council of governments and other planning organizations for the purpose of developing regional plans to support the development of sustainable communities. This bill would make a local agency formation commission eligible for the award of financial assistance for those planning purposes.

AB 678: (Gordon D) Health Care Districts: community health needs assessment.

Introduced: 2/21/2013

Status: 3/4/2013-Referred to Committees on Local government and Health

Summary:

Would require that each health care district that leases its facilities for operations conduct an assessment, every 5 years, of the community's health needs and provide opportunities for public input. Also would require that a copy of the annual report on progress toward meeting the service needs in the district be provided to a local agency formation commission.

AB 753 (Logue) Cortese-Knox-Hertzberg Act Island Annexation Sunset

Introduced: 2/21/2013

Status: 3/4/2013-referred to committee on Local Government

Summary:

The C-K-H Act in Section 56434 authorizes a local agency formation commission, until January 1, 2014, to approve, after notice and hearing, a petition of a city to annex territory constituting an island as defined in the Act of up to 150 acres and to waive protest proceedings if certain requirements are met. This bill would repeal the January 1, 2013 sunset date and increase the

maximum territory to not to exceed 300 acres. The bill contains other related provisions to implement this change.

Pending amendments-based upon discussions of stakeholder groups and commission staff, amendments are being processed to revise the limit of territory to remain at a maximum of 150 acres. Other possible amendments are possible to address concerns of stakeholders

SB 56 (Roth D) Local government finance, cities .

Introduced: 1/7/2013; amended 3//2013

Status: Hearing: 4/17/2013 in Senate Governance and Finance Committee

Summary:

Would restore funding to cities that either were incorporated or annexed territory after 2004 utilizing a sliding scale of funding over the next four years.

SB 181, SB 182 and SB 183 (Committee on Governance and Finance) Validations.

Introduced: 2/6/2013

Status: Passed Senate Governance; sent to Senate Appropriations Committee

Summary:

These three Validating Act bills would validate the boundaries, organization, acts and proceedings of the state, counties, cities and specified districts for 2013. These are routine but required acts to continue authority and operations of various agencies of government.

SB 772 (Emmerson R) Mutual and Private Water Companies

Introduced: 2/22/2013

Status: Hearing in Senate Governance and Finance Committee on 4/3/2013

Summary:

Would require the State Department of Public Health or the local health agency to annually provide the address and telephone number for each public and state small water system to the Public Utilities Commission and as prescribed to a local agency formation commission. Adds requirements for a commission to study all mutual and private water providers when undertaking a municipal service review of retail water services and to document service areas and spheres of influence of all providers, etc. Provides no additional authority to implement or funding for these required activities

Bills tracked – 12

LegStatus482013HE

BILL NUMBER: AB 453

BILL TEXT

INTRODUCED

Attachment

INTRODUCED BY Assembly Member Mullin

FEBRUARY 19, 2013.

An act to amend Section 75128 of the Public Resources Code, relating to sustainable communities.

LEGISLATIVE COUNSEL'S DIGEST

AB 453, as introduced, Mullin. Sustainable communities. The Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006, an initiative measure approved by the voters at the November 7, 2006, statewide general election, makes about \$5,400,000,000 in bond funds available for safe drinking water, water quality and supply, flood control, natural resource protection, and park improvements. Existing law establishes the Strategic Growth Council and appropriated \$500,000 from the funding provided by the initiative to the Natural Resources Agency to support the council and its activities. The council is required to manage and award grants and loans to a council of governments, metropolitan planning organization, regional transportation planning agency, city, county, or joint powers authority for the purpose of developing, adopting, and implementing a regional plan or other planning instrument to support the planning and development of sustainable communities.

This bill would make a local agency formation commission eligible for the award of financial assistance for those planning purposes.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. Section 75128 of the Public Resources Code is amended to read:

75128. (a) To support the planning and development of sustainable communities, the council shall manage and award financial assistance to a council of governments, metropolitan planning organization, regional transportation planning agency, city, county, local agency formation commission, or joint powers authority, to develop, adopt or implement a regional plan or other planning instrument consistent with a regional plan that improves air and water quality, improves natural resource protection, increases the availability of affordable housing, improves transportation, meets the goals of the California Global Warming Solutions Act of 2006 (Division 25.5 (commencing with Section 38500) of the Health and Safety Code), and encourages sustainable land use. The financial assistance provided pursuant to this section shall be funded from moneys made available pursuant to subdivision (c) of Section 75065.

(b) In awarding financial assistance pursuant to this section, the council shall give first priority to an application seeking funding to add or enhance elements of a regional plan that are not funded with federal moneys.

BILL NUMBER: AB 743

INTRODUCED

BILL TEXT

INTRODUCED BY Assembly Member Loque

FEBRUARY 21, 2013

An act to amend Sections 56375.3 and 56375.4 of, and to repeal Section 57080 of the Government Code, relating to local government.

LEGISLATIVE COUNSEL'S DIGEST

AB 743, as introduced, Logue. The Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000.

Existing law, the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000, sets forth the powers and duties of a local agency formation commission. The act authorizes a local agency formation commission to approve, after notice and hearing, a petition for a change of organization or reorganization of a city, if the petition was initiated on or after January 1, 2010, and before January 1, 2014, and waive protest proceedings entirely if certain requirements are met. This provision applies only to territory that does not exceed 150 acres.

This bill would delete the January 1, 2014, date and make conforming changes. The bill would authorize the commission to approve a change of organization or reorganization pursuant to these provisions of a territory that does not exceed 300 acres.

The act additionally authorizes a local agency formation commission to approve, after notice and hearing, a petition for a change of organization or reorganization of a city that was initiated on or after January 1, 2014, if certain requirements are met, and requires the commission to follow specified procedures in making this approval.

This bill would repeal these provisions.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. Section 56375.3 of the Government Code is amended to read:

56375.3. (a) In addition to those powers enumerated in Section 56375, a commission shall -do either of the following:

(1) - Approve,

- (1) The change of organization or reorganization is initiated on or after January 1, 2000 $\overline{}$, and before January 1, 2014 $\overline{}$.
- (2) The change of organization or reorganization is proposed by resolution adopted by the affected city.

(C)

- (3) The commission finds that the territory contained in the change of organization or reorganization proposal meets all of the requirements set forth in subdivision (b).
- (2) Approve, after notice and hearing, the change of organization or reorganization of a city, subject to subdivision (a) of Section 57080, if all of the following are true:
- (A) The change of organization or reorganization is initiated on or after January 1, 2014.
- (B) The change of organization or reorganization is proposed by resolution adopted by the affected city.
- (C) The commission finds that the territory contained in the change of organization or reorganization proposal meets all of the requirements set forth in subdivision (b).
- (b) Subdivision (a) applies to territory that meets all of the following requirements:
- (1) It does not exceed $\frac{-150}{300}$ acres in area, and that area constitutes the entire island.
- (2) The territory constitutes an entire unincorporated island located within the limits of a city, or constitutes a reorganization containing a number of individual unincorporated islands.
 - (3) It is surrounded in either of the following ways:
- (A) Surrounded, or substantially surrounded, by the city to which annexation is proposed or by the city and a county boundary or the Pacific Ocean.
- (B) Surrounded by the city to which annexation is proposed and adjacent cities.
- (C) This subdivision shall not be construed to apply to any unincorporated island within a city that is a gated community where services are currently provided by a community services district.
- (D) Notwithstanding any other provision of law, at the option of either the city or the county, a separate property tax transfer agreement may be agreed to between a city and a county pursuant to Section 99 of the Revenue and Taxation Code regarding an annexation subject to this subdivision without affecting any existing master tax sharing agreement between the city and county.
- (4) It is substantially developed or developing. The finding required by this paragraph shall be based upon one or more factors, including, but not limited to, any of the following factors:
 - (A) The availability of public utility services.
 - (B) The presence of public improvements.
- (C) The presence of physical improvements upon the parcel or parcels within the area.
- (5) It is not prime agricultural land, as defined by Section 56064.
- (6) It will benefit from the change of organization or reorganization or is receiving benefits from the annexing city.
- (c) Notwithstanding any other provision of this subdivision, this subdivision shall not apply to all or any part of that portion of the development project area referenced in subdivision (e) of Section 33492.41 of the Health and Safety Code that as of January 1, 2000, meets all of the following requirements:
 - (1) Is unincorporated territory.
 - (2) Contains at least 100 acres.
- (3) Is surrounded or substantially surrounded by incorporated territory.
- (4) Contains at least 100 acres zoned for commercial or industrial uses or is designated on the applicable county general plan for commercial or industrial uses.
 - SEC. 2. Section 56375.4 of the Government Code is amended to read:

56375.4. $\frac{-(a)}{}$ - The authority to initiate, conduct, and complete any proceeding pursuant to subdivision (a) of Section 56375.3 does not apply to any territory that, after January 1, 2000, became surrounded or substantially surrounded by the city to which annexation is proposed, except for islands that were created after January 1, 2000, as a result of boundary adjustments between two counties. The authority to initiate, conduct, and complete any proceeding pursuant to paragraph (1) of subdivision (a) of Section 56375.3 shall expire January 1, 2014. The period of time between January 1, 2000, and January 1, 2014, shall not include any period of time during which, in an action pending in any court, a local agency is enjoined from conducting proceedings pursuant to paragraph (1) of subdivision (a) of Section 56375.3. Upon final disposition of that case, the previously enjoined local agency may initiate, conduct, and complete proceedings pursuant to paragraph (1) of subdivision (a) of Section 56375.3 for the same period of time as was remaining under that 14 year limit at the time the injunction commenced. However, if the remaining time is less than six months, that authority shall continue for six months following final disposition of the action.

(b) Between January 1, 2000, and January 1, 2014, no new proposal involving the same or substantially the same territory as a proposal initiated pursuant to paragraph (1) of subdivision (a) of Section 56375.3 after January 1, 2000, shall be initiated for two years after the date of adoption by the commission of a resolution terminating proceedings.

SEC. 3. Section 57080 of the Government Code is repealed.

- 57080. (a) With respect to a proceeding initiated on or after January 1, 2014, when approved and authorized by the commission pursuant to Section 56375.3, Sections 57050, 57051, 57052, and 57078, shall apply and Section 57075 shall not apply.
- (b) The commission, not more than 30 days after conclusion of the hearing, shall make a finding regarding the value of written protests filed and not withdrawn and shall do either of the following:
- (1) Terminate proceedings if written protests have been filed and not withdrawn by 50 percent or more of the registered voters within the affected territory.
- (2) Order the territory annexed without an election.

BILL NUMBER: SB 181

INTRODUCED

BILL TEXT

INTRODUCED BY Committee on Governance and Finance (Senators Wolk (Chair), Beall, DeSaulnier, Emmerson, Hernandez, Knight, and Liu)

FEBRUARY 6, 2013

An act to validate the organization, boundaries, acts, proceedings, and bonds of public bodies, and to provide limitations of time in which actions may be commenced, relating to validation, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

SB 181, as introduced, Committee on Governance and Finance. Validations.

This bill would enact the First Validating Act of 2013, which would validate the organization, boundaries, acts, proceedings, and bonds of the state and counties, cities, and specified districts, agencies, and entities.

This bill would declare that it is to take effect immediately as an urgency statute.

Vote: 2/3. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. This act shall be known, and may be cited, as the First Validating Act of 2013.

SEC. 2. As used in this act:

- (a) "Public body" means the following:
- (1) The state and all departments, agencies, boards, commissions, and authorities of the state. Except as provided in paragraph (2), "public body" also means all cities, counties, cities and counties, districts, authorities, agencies, boards, commissions, and other entities, whether created by a general statute or a special act, including, but not limited to, the following:

Agencies, boards, commissions, or entities constituted or provided for under or pursuant to the Joint Exercise of Powers Act (Chapter 5 (commencing with Section 6500) of Division 7 of Title 1 of the Government Code).

Air pollution control districts of any kind.

Air quality management districts.

Airport districts.

Assessment districts, benefit assessment districts, and special assessment districts of any public body.

Bridge and highway districts.

California water districts.

Citrus pest control districts.

City maintenance districts.

Community college districts.

Community development commissions in their capacity to act as a housing authority for other community development purposes of the jurisdiction in which the commission operates, except for any action taken with respect to the commission's authority to act as a

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community redevelopment agency.
   Community facilities districts.
   Community rehabilitation districts.
   Community services districts.
   Conservancy districts.
   Cotton pest abatement districts.
   County boards of education.
   County drainage districts.
   County flood control and water districts.
   County free library systems.
   County maintenance districts.
   County sanitation districts.
   County service areas.
   County transportation commissions.
   County water agencies.
   County water authorities.
   County water districts.
   County waterworks districts.
   Department of Water Resources and other agencies acting pursuant
to Part 3 (commencing with Section 11100) of Division 6 of the Water
Code.
   Distribution districts of any public body.
   Drainage districts.
   Fire protection districts.
   Flood control and water conservation districts.
   Flood control districts.
   Garbage and refuse disposal districts.
   Garbage disposal districts.
   Geologic hazard abatement districts.
   Harbor districts.
   Harbor improvement districts.
   Harbor, recreation, and conservation districts.
  Health care authorities.
  Highway districts.
  Highway interchange districts.
  Highway lighting districts.
  Housing authorities.
  Improvement districts or improvement areas of any public body.
  Industrial development authorities.
  Infrastructure financing districts.
  Integrated financing districts.
  Irrigation districts.
  Joint highway districts.
  Levee districts.
  Library districts.
  Library districts in unincorporated towns and villages.
  Local agency formation commissions.
  Local health care districts.
  Local health districts.
  Local hospital districts.
  Local transportation authorities or commissions.
  Maintenance districts.
  Memorial districts.
  Metropolitan transportation commissions.
  Metropolitan water districts.
  Mosquito abatement and vector control districts.
  Multifamily improvement districts.
  Municipal improvement districts.
  Municipal utility districts.
  Municipal water districts.
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Nonprofit corporations. Nonprofit public benefit corporations. Open-space maintenance districts. Parking and business improvement areas. Parking authorities. Parking districts. Permanent road divisions. Pest abatement districts. Police protection districts. Port districts. Property and business improvement areas. Protection districts. Public cemetery districts. Public utility districts. Rapid transit districts. Reclamation districts. Recreation and park districts. Regional justice facility financing agencies. Regional park and open-space districts. Regional planning districts. Regional transportation commissions. Resort improvement districts. Resource conservation districts. River port districts. Road maintenance districts. Sanitary districts. School districts of any kind or class. School facilities improvement districts. Separation of grade districts. Service authorities for freeway emergencies. Sewer districts. Sewer maintenance districts. Small craft harbor districts. Special municipal tax districts. Stone and pome fruit pest control districts. Storm drain maintenance districts. Storm drainage districts. Storm drainage maintenance districts. Storm water districts. Toll tunnel authorities. Traffic authorities. Transit development boards. Transit districts. Unified and union school districts' public libraries. Vehicle parking districts. Water agencies. Water authorities. Water conservation districts. Water districts. Water replenishment districts. Water storage districts. Watermaster districts. Wine grape pest and disease control districts. Zones, improvement zones, or service zones of any public body. (2) Notwithstanding paragraph (1), a "public body" does not include any of the following: (A) A community redevelopment agency formed pursuant to the Community Redevelopment Law (Part 1 (commencing with Section 33000) of Division 24 of the Health and Safety Code). (B) A community development commission, with respect to its

exercise of the powers of a community redevelopment agency.

- (C) A joint powers authority that includes a community redevelopment agency or a community development commission as a member, with respect to its exercise of the powers of a community redevelopment agency.
- (b) "Bonds" means all instruments evidencing an indebtedness of a public body incurred or to be incurred for any public purpose, all leases, installment purchase agreements, or similar agreements wherein the obligor is one or more public bodies, all instruments evidencing the borrowing of money in anticipation of taxes, revenues, or other income of that body, all instruments payable from revenues or special funds of those public bodies, all certificates of participation evidencing interests in the leases, installment purchase agreements, or similar agreements, and all instruments funding, refunding, replacing, or amending any thereof or any indebtedness.
- (c) "Hereafter" means any time subsequent to the effective date of this act.
- (d) "Heretofore" means any time prior to the effective date of this act.
 - (e) "Now" means the effective date of this act.
- SEC. 3. All public bodies heretofore organized or existing under any law, or under color of any law, are hereby declared to have been legally organized and to be legally functioning as those public bodies. Every public body, heretofore described, shall have all the rights, powers, and privileges, and be subject to all the duties and obligations, of those public bodies regularly formed pursuant to law.
- SEC. 4. The boundaries of every public body as heretofore established, defined, or recorded, or as heretofore actually shown on maps or plats used by the assessor, are hereby confirmed, validated, and declared legally established.
- SEC. 5. All acts and proceedings heretofore taken by any public body or bodies under any law, or under color of any law, for the annexation or inclusion of territory into those public bodies or for the annexation of those public bodies to any other public body or for the detachment, withdrawal, or exclusion of territory from any public body or for the consolidation, merger, or dissolution of any public bodies are hereby confirmed, validated, and declared legally effective. This shall include all acts and proceedings of the governing board of any public body and of any person, public officer, board, or agency heretofore done or taken upon the question of the annexation or inclusion or of the withdrawal or exclusion of territory or the consolidation, merger, or dissolution of those public bodies.
- SEC. 6. (a) All acts and proceedings heretofore taken by or on behalf of any public body under any law, or under color of any law, for, or in connection with, the authorization, issuance, sale, execution, delivery, or exchange of bonds of any public body for any public purpose are hereby authorized, confirmed, validated, and declared legally effective. This shall include all acts and proceedings of the governing board of public bodies and of any person, public officer, board, or agency heretofore done or taken upon the question of the authorization, issuance, sale, execution, delivery, or exchange of bonds.
- (b) All bonds of, or relating to, any public body heretofore issued shall be, in the form and manner issued and delivered, the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore awarded and sold to a purchaser and hereafter issued and delivered in accordance with the

contract of sale and other proceedings for the award and sale shall be the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore authorized to be issued by ordinance, resolution, order, or other action adopted or taken by or on behalf of the public body and hereafter issued and delivered in accordance with that authorization shall be the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore authorized to be issued at an election and hereafter issued and delivered in accordance with that authorization shall be the legal, valid, and binding obligations of the public body. Whenever an election has heretofore been called for the purpose of submitting to the voters of any public body the question of issuing bonds for any public purpose, those bonds, if hereafter authorized by the required vote and in accordance with the proceedings heretofore taken, and issued and delivered in accordance with that authorization, shall be the legal, valid, and binding obligations of the public body.

- SEC. 7. (a) This act shall operate to supply legislative authorization as may be necessary to authorize, confirm, and validate any acts and proceedings heretofore taken pursuant to authority the Legislature could have supplied or provided for in the law under which those acts or proceedings were taken.
- (b) This act shall be limited to the validation of acts and proceedings to the extent that the same can be effectuated under the California State and the United States Constitution.
- (c) This act shall not operate to authorize, confirm, validate, or legalize any act, proceeding, or other matter being legally contested or inquired into in any legal proceeding now pending and undetermined or that is pending and undetermined during the period of 30 days from and after the effective date of this act.
- (d) This act shall not operate to authorize, confirm, validate, or legalize any act, proceeding, or other matter that has heretofore been determined in any legal proceeding to be illegal, void, or ineffective.
- (e) This act shall not operate to authorize, confirm, validate, or legalize a contract between any public body and the United States.
- SEC. 8. Any action or proceeding contesting the validity of any action or proceeding heretofore taken under any law, or under color of any law, for the formation, organization, or incorporation of any public body, or for any annexation thereto, detachment or exclusion therefrom, or other change of boundaries thereof, or for the consolidation, merger, or dissolution of any public bodies, or for, or in connection with, the authorization, issuance, sale, execution, delivery, or exchange of bonds thereof upon any ground involving any alleged defect or illegality not effectively validated by the prior provisions of this act and not otherwise barred by any statute of limitations or by laches shall be commenced within six months of the effective date of this act, otherwise each and all of those matters shall be held to be valid and in every respect legal and incontestable. This act shall not extend the period allowed for legal action beyond the period that it would be barred by any presently existing valid statute of limitations.
- SEC. 9. This act shall not be construed to render the creation of any public body, or any change in the boundaries of any public body, effective for purposes of assessment or taxation unless the statement, together with the map or plat, required to be filed pursuant to Chapter 8 (commencing with Section 54900) of Part 1 of Division 2 of Title 5 of the Government Code, is filed within the time and substantially in the manner required by those sections.

immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

In order to validate the organization, boundaries, acts, proceedings, and bonds of public bodies as soon as possible, it is necessary that this act take immediate effect.

BILL NUMBER: SB 182

INTRODUCED

BILL TEXT

INTRODUCED BY Committee on Governance and Finance (Senators Wolk (Chair), Beall, DeSaulnier, Emmerson, Hernandez, Knight, and Liu)

FEBRUARY 6, 2013

An act to validate the organization, boundaries, acts, proceedings, and bonds of public bodies, and to provide limitations of time in which actions may be commenced, relating to validations, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

SB 182, as introduced, Committee on Governance and Finance. Validations.

This bill would enact the Second Validating Act of 2013, which would validate the organization, boundaries, acts, proceedings, and bonds of the state and counties, cities, and specified districts, agencies, and entities.

This bill would declare that it is to take effect immediately as an urgency statute.

Vote: 2/3. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. This act shall be known, and may be cited, as the Second Validating Act of 2013.

SEC. 2. As used in this act:

- (a) "Public body" means the following:
- (1) The state and all departments, agencies, boards, commissions, and authorities of the state. Except as provided in paragraph (2), "public body" also means all cities, counties, cities and counties, districts, authorities, agencies, boards, commissions, and other entities, whether created by a general statute or a special act, including, but not limited to, the following:

Agencies, boards, commissions, or entities constituted or provided for under or pursuant to the Joint Exercise of Powers Act (Chapter 5 (commencing with Section 6500) of Division 7 of Title 1 of the Government Code).

Air pollution control districts of any kind.

Air quality management districts.

Airport districts.

Assessment districts, benefit assessment districts, and special assessment districts of any public body.

Bridge and highway districts.

California water districts.

Citrus pest control districts.

City maintenance districts.

Community college districts.

Community development commissions in their capacity to act as a housing authority for other community development purposes of the jurisdiction in which the commission operates, except for any action taken with respect to the commission's authority to act as a

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community redevelopment agency.
   Community facilities districts.
   Community rehabilitation districts.
   Community services districts.
   Conservancy districts.
   Cotton pest abatement districts.
   County boards of education.
   County drainage districts.
   County flood control and water districts.
   County free library systems.
   County maintenance districts.
   County sanitation districts.
   County service areas.
   County transportation commissions.
   County water agencies.
   County water authorities.
   County water districts.
   County waterworks districts.
   Department of Water Resources and other agencies acting pursuant
to Part 3 (commencing with Section 11100) of Division 6 of the Water
Code.
   Distribution districts of any public body.
   Drainage districts.
   Fire protection districts.
   Flood control and water conservation districts.
   Flood control districts.
  Garbage and refuse disposal districts.
  Garbage disposal districts.
  Geologic hazard abatement districts.
  Harbor districts.
  Harbor improvement districts.
  Harbor, recreation, and conservation districts.
  Health care authorities.
  Highway districts.
  Highway interchange districts.
  Highway lighting districts.
  Housing authorities.
  Improvement districts or improvement areas of any public body.
  Industrial development authorities.
  Infrastructure financing districts.
  Integrated financing districts.
  Irrigation districts.
  Joint highway districts.
  Levee districts.
  Library districts.
  Library districts in unincorporated towns and villages.
  Local agency formation commissions.
  Local health care districts.
  Local health districts.
  Local hospital districts.
  Local transportation authorities or commissions.
  Maintenance districts.
  Memorial districts.
  Metropolitan transportation commissions.
  Metropolitan water districts.
  Mosquito abatement and vector control districts.
  Multifamily improvement districts.
  Municipal improvement districts.
  Municipal utility districts.
  Municipal water districts.
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Nonprofit corporations. Nonprofit public benefit corporations. Open-space maintenance districts. Parking and business improvement areas. Parking authorities. Parking districts. Permanent road divisions. Pest abatement districts. Police protection districts. Port districts. Property and business improvement areas. Protection districts. Public cemetery districts. Public utility districts. Rapid transit districts. Reclamation districts. Recreation and park districts. Regional justice facility financing agencies. Regional park and open-space districts. Regional planning districts. Regional transportation commissions. Resort improvement districts. Resource conservation districts. River port districts. Road maintenance districts. Sanitary districts. School districts of any kind or class. School facilities improvement districts. Separation of grade districts. Service authorities for freeway emergencies. Sewer districts. Sewer maintenance districts. Small craft harbor districts. Special municipal tax districts. Stone and pome fruit pest control districts. Storm drain maintenance districts. Storm drainage districts. Storm drainage maintenance districts. Storm water districts. Toll tunnel authorities. Traffic authorities. Transit development boards. Transit districts. Unified and union school districts' public libraries. Vehicle parking districts. Water agencies. Water authorities. Water conservation districts. Water districts. Water replenishment districts. Water storage districts. Watermaster districts. Wine grape pest and disease control districts. Zones, improvement zones, or service zones of any public body. (2) Notwithstanding paragraph (1), a "public body" does not include any of the following: (A) A community redevelopment agency formed pursuant to the Community Redevelopment Law (Part 1 (commencing with Section 33000) of Division 24 of the Health and Safety Code). (B) A community development commission, with respect to its

exercise of the powers of a community redevelopment agency.

- (C) A joint powers authority that includes a community redevelopment agency or a community development commission as a member, with respect to its exercise of the powers of a community redevelopment agency.
- (b) "Bonds" means all instruments evidencing an indebtedness of a public body incurred or to be incurred for any public purpose, all leases, installment purchase agreements, or similar agreements wherein the obligor is one or more public bodies, all instruments evidencing the borrowing of money in anticipation of taxes, revenues, or other income of that body, all instruments payable from revenues or special funds of those public bodies, all certificates of participation evidencing interests in the leases, installment purchase agreements, or similar agreements, and all instruments funding, refunding, replacing, or amending any thereof or any indebtedness.
- (c) "Hereafter" means any time subsequent to the effective date of this act.
- (d) "Heretofore" means any time prior to the effective date of this act.
 - (e) "Now" means the effective date of this act.
- SEC. 3. All public bodies heretofore organized or existing under any law, or under color of any law, are hereby declared to have been legally organized and to be legally functioning as those public bodies. Every public body, heretofore described, shall have all the rights, powers, and privileges, and be subject to all the duties and obligations, of those public bodies regularly formed pursuant to law.
- SEC. 4. The boundaries of every public body as heretofore established, defined, or recorded, or as heretofore actually shown on maps or plats used by the assessor, are hereby confirmed, validated, and declared legally established.
- SEC. 5. All acts and proceedings heretofore taken by any public body or bodies under any law, or under color of any law, for the annexation or inclusion of territory into those public bodies or for the annexation of those public bodies to any other public body or for the detachment, withdrawal, or exclusion of territory from any public body or for the consolidation, merger, or dissolution of any public bodies are hereby confirmed, validated, and declared legally effective. This shall include all acts and proceedings of the governing board of any public body and of any person, public officer, board, or agency heretofore done or taken upon the question of the annexation or inclusion or of the withdrawal or exclusion of territory or the consolidation, merger, or dissolution of those public bodies.
- SEC. 6. (a) All acts and proceedings heretofore taken by or on behalf of any public body under any law, or under color of any law, for, or in connection with, the authorization, issuance, sale, execution, delivery, or exchange of bonds of any public body for any public purpose are hereby authorized, confirmed, validated, and declared legally effective. This shall include all acts and proceedings of the governing board of public bodies and of any person, public officer, board, or agency heretofore done or taken upon the question of the authorization, issuance, sale, execution, delivery, or exchange of bonds.
- (b) All bonds of, or relating to, any public body heretofore issued shall be, in the form and manner issued and delivered, the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore awarded and sold to a purchaser and hereafter issued and delivered in accordance with the

contract of sale and other proceedings for the award and sale shall be the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore authorized to be issued by ordinance, resolution, order, or other action adopted or taken by or on behalf of the public body and hereafter issued and delivered in accordance with that authorization shall be the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore authorized to be issued at an election and hereafter issued and delivered in accordance with that authorization shall be the legal, valid, and binding obligations of the public body. Whenever an election has heretofore been called for the purpose of submitting to the voters of any public body the question of issuing bonds for any public purpose, those bonds, if hereafter authorized by the required vote and in accordance with the proceedings heretofore taken, and issued and delivered in accordance with that authorization, shall be the legal, valid, and binding obligations of the public body.

- SEC. 7. (a) This act shall operate to supply legislative authorization as may be necessary to authorize, confirm, and validate any acts and proceedings heretofore taken pursuant to authority the Legislature could have supplied or provided for in the law under which those acts or proceedings were taken.
- (b) This act shall be limited to the validation of acts and proceedings to the extent that the same can be effectuated under the California Constitution and the United States Constitution.
- (c) This act shall not operate to authorize, confirm, validate, or legalize any act, proceeding, or other matter being legally contested or inquired into in any legal proceeding now pending and undetermined or that is pending and undetermined during the period of 30 days from and after the effective date of this act.
- (d) This act shall not operate to authorize, confirm, validate, or legalize any act, proceeding, or other matter that has heretofore been determined in any legal proceeding to be illegal, void, or ineffective.
- (e) This act shall not operate to authorize, confirm, validate, or legalize a contract between any public body and the United States.
- SEC. 8. Any action or proceeding contesting the validity of any action or proceeding heretofore taken under any law, or under color of any law, for the formation, organization, or incorporation of any public body, or for any annexation thereto, detachment or exclusion therefrom, or other change of boundaries thereof, or for the consolidation, merger, or dissolution of any public bodies, or for, or in connection with, the authorization, issuance, sale, execution, delivery, or exchange of bonds thereof upon any ground involving any alleged defect or illegality not effectively validated by the prior provisions of this act and not otherwise barred by any statute of limitations or by laches shall be commenced within six months of the effective date of this act, otherwise each and all of those matters shall be held to be valid and in every respect legal and incontestable. This act shall not extend the period allowed for legal action beyond the period that it would be barred by any presently existing valid statute of limitations.
- SEC. 9. This act shall not be construed to render the creation of any public body, or any change in the boundaries of any public body, effective for purposes of assessment or taxation unless the statement, together with the map or plat, required to be filed pursuant to Chapter 8 (commencing with Section 54900) of Part 1 of Division 2 of Title 5 of the Government Code, is filed within the time and substantially in the manner required by those sections. SEC. 10. This act is an urgency statute necessary for the

immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

In order to validate the organization, boundaries, acts, proceedings, and bonds of public bodies as soon as possible, it is necessary that this act take immediate effect.

BILL NUMBER: SB 183

INTRODUCED

BILL TEXT

INTRODUCED BY Committee on Governance and Finance (Senators Wolk (Chair), Beall, DeSaulnier, Emmerson, Hernandez, Knight, and Liu)

FEBRUARY 6, 2013

An act to validate the organization, boundaries, acts, proceedings, and bonds of public bodies, and to provide limitations of time in which actions may be commenced, relating to validation.

LEGISLATIVE COUNSEL'S DIGEST

SB 183, as introduced, Committee on Governance and Finance. Validations.

This bill would enact the Third Validating Act of 2013, which would validate the organization, boundaries, acts, proceedings, and bonds of the state and counties, cities, and specified districts, agencies, and entities.

Vote: majority. Appropriation: no. Fiscal committee: no. State-mandated local program: no.

THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. This act shall be known, and may be cited, as the Third Validating Act of 2013.

SEC. 2. As used in this act:

- (a) "Public body" means the following:
- (1) The state and all departments, agencies, boards, commissions, and authorities of the state. Except as provided in paragraph (2), "public body" also means all cities, counties, cities and counties, districts, authorities, agencies, boards, commissions, and other entities, whether created by a general statute or a special act, including, but not limited to, the following:

Agencies, boards, commissions, or entities constituted or provided for under or pursuant to the Joint Exercise of Powers Act (Chapter 5 (commencing with Section 6500) of Division 7 of Title 1 of the Government Code).

Air pollution control districts of any kind.

Air quality management districts.

Airport districts.

Assessment districts, benefit assessment districts, and special assessment districts of any public body.

Bridge and highway districts.

California water districts.

Citrus pest control districts.

City maintenance districts.

Community college districts.

Community development commissions in their capacity to act as a housing authority for other community development purposes of the jurisdiction in which the commission operates, except for any action taken with respect to the commission's authority to act as a community redevelopment agency.

Community facilities districts.

Community rehabilitation districts.

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Community services districts.
   Conservancy districts.
   Cotton pest abatement districts.
   County boards of education.
   County drainage districts.
   County flood control and water districts.
   County free library systems.
   County maintenance districts.
   County sanitation districts.
   County service areas.
   County transportation commissions.
   County water agencies.
   County water authorities.
   County water districts.
   County waterworks districts.
   Department of Water Resources and other agencies acting pursuant
to Part 3 (commencing with Section 11100) of Division 6 of the Water
  Distribution districts of any public body.
  Drainage districts.
  Fire protection districts.
  Flood control and water conservation districts.
  Flood control districts.
  Garbage and refuse disposal districts.
  Garbage disposal districts.
  Geologic hazard abatement districts.
  Harbor districts.
  Harbor improvement districts.
  Harbor, recreation, and conservation districts.
  Health care authorities.
  Highway districts.
  Highway interchange districts.
  Highway lighting districts.
  Housing authorities.
  Improvement districts or improvement areas of any public body.
  Industrial development authorities.
  Infrastructure financing districts.
  Integrated financing districts.
  Irrigation districts.
  Joint highway districts.
  Levee districts.
  Library districts.
  Library districts in unincorporated towns and villages.
  Local agency formation commissions.
  Local health care districts.
  Local health districts.
  Local hospital districts.
  Local transportation authorities or commissions.
  Maintenance districts.
  Memorial districts.
  Metropolitan transportation commissions.
  Metropolitan water districts.
  Mosquito abatement and vector control districts.
  Multifamily improvement districts.
  Municipal improvement districts.
  Municipal utility districts.
  Municipal water districts.
  Nonprofit corporations.
  Nonprofit public benefit corporations.
  Open-space maintenance districts.
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Parking and business improvement areas. Parking authorities. Parking districts. Permanent road divisions. Pest abatement districts. Police protection districts. Port districts. Property and business improvement areas. Protection districts. Public cemetery districts. Public utility districts. Rapid transit districts. Reclamation districts. Recreation and park districts. Regional justice facility financing agencies. Regional park and open-space districts. Regional planning districts. Regional transportation commissions. Resort improvement districts. Resource conservation districts. River port districts. Road maintenance districts. Sanitary districts. School districts of any kind or class. School facilities improvement districts. Separation of grade districts. Service authorities for freeway emergencies. Sewer districts. Sewer maintenance districts. Small craft harbor districts. Special municipal tax districts. Stone and pome fruit pest control districts. Storm drain maintenance districts. Storm drainage districts. Storm drainage maintenance districts. Storm water districts. Toll tunnel authorities. Traffic authorities. Transit development boards. Transit districts. Unified and union school districts' public libraries. Vehicle parking districts. Water agencies. Water authorities. Water conservation districts. Water districts. Water replenishment districts. Water storage districts. Watermaster districts. Wine grape pest and disease control districts. Zones, improvement zones, or service zones of any public body. (2) A "public body" does not include any of the following: (A) A community redevelopment agency formed pursuant to the Community Redevelopment Law (Part 1 (commencing with Section 33000) of Division 24 of the Health and Safety Code). (B) A community development commission, with respect to its exercise of the powers of a community redevelopment agency. (C) A joint powers authority that includes a community redevelopment agency or a community development commission as a

member, with respect to its exercise of the powers of a community

redevelopment agency.

- (b) "Bonds" means all instruments evidencing an indebtedness of a public body incurred or to be incurred for any public purpose, all leases, installment purchase agreements, or similar agreements wherein the obligor is one or more public bodies, all instruments evidencing the borrowing of money in anticipation of taxes, revenues, or other income of that body, all instruments payable from revenues or special funds of those public bodies, all certificates of participation evidencing interests in the leases, installment purchase agreements, or similar agreements, and all instruments funding, refunding, replacing, or amending any thereof or any indebtedness.
- (c) "Hereafter" means any time subsequent to the effective date of this act.
- (d) "Heretofore" means any time prior to the effective date of this act.
 - (e) "Now" means the effective date of this act.
- SEC. 3. All public bodies heretofore organized or existing under any law, or under color of any law, are hereby declared to have been legally organized and to be legally functioning as those public bodies. Every public body, heretofore described, shall have all the rights, powers, and privileges, and be subject to all the duties and obligations, of those public bodies regularly formed pursuant to law.
- SEC. 4. The boundaries of every public body as heretofore established, defined, or recorded, or as heretofore actually shown on maps or plats used by the assessor, are hereby confirmed, validated, and declared legally established.
- SEC. 5. All acts and proceedings heretofore taken by any public body or bodies under any law, or under color of any law, for the annexation or inclusion of territory into those public bodies or for the annexation of those public bodies to any other public body or for the detachment, withdrawal, or exclusion of territory from any public body or for the consolidation, merger, or dissolution of any public bodies are hereby confirmed, validated, and declared legally effective. This shall include all acts and proceedings of the governing board of any public body and of any person, public officer, board, or agency heretofore done or taken upon the question of the annexation or inclusion or of the withdrawal or exclusion of territory or the consolidation, merger, or dissolution of those public bodies.
- SEC. 6. (a) All acts and proceedings heretofore taken by or on behalf of any public body under any law, or under color of any law, for, or in connection with, the authorization, issuance, sale, execution, delivery, or exchange of bonds of any public body for any public purpose are hereby authorized, confirmed, validated, and declared legally effective. This shall include all acts and proceedings of the governing board of public bodies and of any person, public officer, board, or agency heretofore done or taken upon the question of the authorization, issuance, sale, execution, delivery, or exchange of bonds.
- (b) All bonds of, or relating to, any public body heretofore issued shall be, in the form and manner issued and delivered, the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore awarded and sold to a purchaser and hereafter issued and delivered in accordance with the contract of sale and other proceedings for the award and sale shall be the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore authorized to be issued by ordinance, resolution, order, or other action adopted or

taken by or on behalf of the public body and hereafter issued and delivered in accordance with that authorization shall be the legal, valid, and binding obligations of the public body. All bonds of, or relating to, any public body heretofore authorized to be issued at an election and hereafter issued and delivered in accordance with that authorization shall be the legal, valid, and binding obligations of the public body. Whenever an election has heretofore been called for the purpose of submitting to the voters of any public body the question of issuing bonds for any public purpose, those bonds, if hereafter authorized by the required vote and in accordance with the proceedings heretofore taken, and issued and delivered in accordance with that authorization, shall be the legal, valid, and binding obligations of the public body.

- SEC. 7. (a) This act shall operate to supply legislative authorization as may be necessary to authorize, confirm, and validate any acts and proceedings heretofore taken pursuant to authority the Legislature could have supplied or provided for in the law under which those acts or proceedings were taken.
- (b) This act shall be limited to the validation of acts and proceedings to the extent that the same can be effectuated under the California Constitution and the United States Constitution.
- (c) This act shall not operate to authorize, confirm, validate, or legalize any act, proceeding, or other matter being legally contested or inquired into in any legal proceeding now pending and undetermined or that is pending and undetermined during the period of 30 days from and after the effective date of this act.
- (d) This act shall not operate to authorize, confirm, validate, or legalize any act, proceeding, or other matter that has heretofore been determined in any legal proceeding to be illegal, void, or ineffective.
- (e) This act shall not operate to authorize, confirm, validate, or legalize a contract between any public body and the United States. SEC. 8. Any action or proceeding contesting the validity of any action or proceeding heretofore taken under any law, or under color of any law, for the formation, organization, or incorporation of any public body, or for any annexation thereto, detachment or exclusion therefrom, or other change of boundaries thereof, or for the consolidation, merger, or dissolution of any public bodies, or for, or in connection with, the authorization, issuance, sale, execution, delivery, or exchange of bonds thereof upon any ground involving any alleged defect or illegality not effectively validated by the prior provisions of this act and not otherwise barred by any statute of limitations or by laches shall be commenced within six months of the effective date of this act; otherwise each and all of those matters shall be held to be valid and in every respect legal and incontestable. This act shall not extend the period allowed for legal action beyond the period that it would be barred by any presently existing valid statute of limitations.
- SEC. 9. Nothing contained in this act shall be construed to render the creation of any public body, or any change in the boundaries of any public body, effective for purposes of assessment or taxation unless the statement, together with the map or plat, required to be filed pursuant to Chapter 8 (commencing with Section 54900) of Part 1 of Division 2 of Title 5 of the Government Code, is filed within the time and substantially in the manner required by those sections.

BILL NUMBER: SB 772

INTRODUCED

BILL TEXT

INTRODUCED BY Senator Emmerson

FEBRUARY 22, 2013

An act to amend Section 56430 of the Government Code, to add Section 116453 to the Health and Safety Code, and to amend Section 2709 of the Public Utilities Code, relating to drinking water.

LEGISLATIVE COUNSEL'S DIGEST

SB 772, as introduced, Emmerson. Drinking water.

(1) Existing law, the California Safe Drinking Water Act, requires the State Department of Public Health to administer provisions relating to the regulation of drinking water to protect public health, including, but not limited to, conducting research, studies, and demonstration programs relating to the provision of a dependable, safe supply of drinking water, enforcing the federal Safe Drinking Water Act, adoption of enforcement regulations, and conducting studies and investigations to assess the quality of water in domestic water supplies.

This bill would require the department or the local health agency, where applicable, annually to provide the address and telephone number for each public water system and state small water system to the Public Utilities Commission and, as prescribed, to a local agency formation commission.

(2) Under the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000, each local agency formation commission is required to develop and determine the sphere of influence of each local governmental agency within the county and enact policies designed to promote the logical and orderly development of areas within the sphere of influence, and requires the commission, in preparing and updating spheres of influence, to conduct a service review of the municipal services provided in the county or other area designated by the commission. Existing law authorizes the commission, in conducting the service review, to request information from identified public or private entities that provide wholesale or retail supply of drinking water, and authorizes the commission to include a review of whether the agencies under review are in compliance with the California Safe Drinking Water Act, as specified.

This bill would require the commission to request information, as part of a service review, from identified public or private entities that provide wholesale or retail supply of drinking water, and would require the information submitted to include the identification of any retail water suppliers within or contiguous to the responding entity for the purpose of aiding the commission in creating a comprehensive review of retail water suppliers in the county. This bill would also require the commission to provide a copy of its sphere of influence review for retail private and public water suppliers to the Public Utilities Commission and the department.

(3) Under existing law, the Public Utilities Commission has regulatory authority over public utilities, including water corporations. Existing law authorizes the Public Utilities Commission to require any water corporation to file with the Public Utilities

Commission a statement in writing defining and describing the lands and territory to be supplied by the corporation with water.

This bill would require the commission to require the above-described statement, and would require the statement also to be filed with the local agency formation committee for the county in which the water corporation is located.

(4) By imposing additional duties on local officials this bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that, if the Commission on State Mandates determines that the bill contains costs mandated by the state, reimbursement for those costs shall be made pursuant to these statutory provisions.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

THE PEOPLE OF THE STATE OF CALIFORNIA DO ENACT AS FOLLOWS:

SECTION 1. The Legislature finds and declares all of the following:

- (a) Californians are dependent on public and private entities to deliver clean and safe drinking water. Public and private water companies provide an essential public service.
- (b) While the state's goal is to ensure clean and safe drinking water, some public water systems suffer poor water quality that fails to meet safe drinking water standards.
- (c) Private corporations and persons that, own, operate, control, or manage a system for production, generation, transmission, or furnishing of water, other than mutual water companies, are public utilities subject to the jurisdiction of the Public Utilities Commission. These regulated utilities are required to provide the Public Utilities Commission with a statement describing the territory served by the utility.
- (d) Mutual water companies are required to submit to the local agency formation commission for its county a map depicting the approximate boundaries of the territory served by the mutual water company.
- (e) Public agency water suppliers are required to submit to the local agency formation commission a description of their boundaries and service areas.
- (f) The State Department of Public Health, as part of its regulatory oversight of public water systems and state small water systems, collects information from each system, including its address and telephone number.
- (g) The Legislature has identified a need to have greater coordination between the local agency formation commissions, the Public Utilities Commission, and the State Department of Public Health in identifying public water systems and state small water systems for purposes of planning, assuring regulatory oversight by the appropriate entity, and compliance with regulatory requirements. Accordingly, this legislation is designed to require that a local agency formation commission, the State Department of Public Health, and the Public Utilities Commission share with each other the identity and other appropriate information of public water systems and state small water systems within their jurisdiction.
 - SEC. 2. Section 56430 of the Government Code is amended to read:

- 56430. (a) In order to prepare and to update spheres of influence in accordance with Section 56425, the commission shall conduct a service review of the municipal services provided in the county or other appropriate area designated by the commission. The commission shall include in the area designated for service review the county, the region, the subregion, or any other geographic area as is appropriate for an analysis of the service or services to be reviewed, and shall prepare a written statement of its determinations with respect to each of the following:
 - (1) Growth and population projections for the affected area.
- (2) The location and characteristics of any disadvantaged unincorporated communities within or contiguous to the sphere of influence.
- (3) Present and planned capacity of public facilities, adequacy of public services, and infrastructure needs or deficiencies including needs or deficiencies related to sewers, municipal and industrial water, and structural fire protection in any disadvantaged, unincorporated communities within or contiguous to the sphere of influence.
 - (4) Financial ability of agencies to provide services.
 - (5) Status of, and opportunities for, shared facilities.
- (6) Accountability for community service needs, including governmental structure and operational efficiencies.
- (7) Any other matter related to effective or efficient service delivery, as required by commission policy.
- (b) In conducting a service review, the commission shall comprehensively review all of the agencies that provide the identified service or services within the designated geographic area. The commission may assess various alternatives for improving efficiency and affordability of infrastructure and service delivery within and contiguous to the sphere of influence, including, but not limited to, the consolidation of governmental agencies.
- (c) In conducting a service review, the commission may include a review of whether the agencies under review, including any public water system as defined in Section 116275, are in compliance with the California Safe Drinking Water Act (Chapter 4 (commencing with Section 116270) of Part 12 of Division 104 of the Health and Safety Code). A public water system may satisfy any request for information as to compliance with that act by submission of the consumer confidence or water quality report prepared by the public water system as provided by Section 116470 of the Health and Safety Code.
- (d) The commission —may shall request information, as part of a service review under this section, from identified public or private entities that provide wholesale or retail supply of drinking water, including mutual water companies formed pursuant to Part 7 (commencing with Section 14300) of Division 3 of Title 1 of the Corporations Code, and private utilities, as defined in Section 1502 of the Public Utilities Code. The information submitted shall include the identification of any retail water supplier within or contiguous to the responding entity for the purpose of aiding the commission in creating a comprehensive review of retail water suppliers in the county.
- (e) The commission shall conduct a service review before, or in conjunction with, but no later than the time it is considering an action to establish a sphere of influence in accordance with Section 56425 or 56426.5 or to update a sphere of influence pursuant to Section 56425.
- (f) The commission shall provide a copy of its sphere of influence review for retail private and public water suppliers to the Public Utilities Commission and the State Department of Public Health.

- SEC. 3. Section 116453 is added to the Health and Safety Code, to read:
- 116453. The department or the local health agency, where applicable, annually shall provide the following:
- (a) The address and telephone number for each public water system and state small water system to the Public Utilities Commission.
- (b) The address and telephone number for each public water system and state small water system in a county to the local agency formation commission for that county.
- SEC. 4. Section 2709 of the Public Utilities Code is amended to read:
- 2709. (a) The commission may shall require any water corporation to file with the commission a statement in writing defining and describing the lands and territory to be supplied by the corporation with water.
- (b) A water corporation shall also file the statement described in subdivision (a) with a local agency formation commission formed pursuant to Division 3 (commencing with Section 56000) of Title 5 for the county in which the water corporation is located.
- SEC. 5. If the Commission on State Mandates determines that this act contains costs mandated by the state, reimbursement to local agencies and school districts for those costs shall be made pursuant to Part 7 (commencing with Section 17500) of Division 4 of Title 2 of the Government Code.