(Without Reference to File)

SENATE THIRD READING

SB 122 (Committee on Budget and Fiscal Review)

As Amended June 22, 2020

Majority vote. Budget Bill Appropriation Takes Effect Immediately

SUMMARY:

This trailer bill makes statutory changes related to transportation necessary to implement the Budget Act of 2020.

Major Provisions

- 1) Two-Year Hold Harmless Provision for Transit Operators. Institutes a two-year hold harmless provision for the calculation and allocation of the individual transit agency factors the State Controller makes to allocate 50% of revenues flowing through the State Transit Assistance Program, the STA-based State of Good Repair Program and the Low Carbon Transit Operations Program, all programs that rely on calculations of "Local Revenue" earned by transit operators.
- 2) Temporary Suspension of Financial Penalties for Transit Operators. Prohibits the imposition of a penalty for the allocation of funding from the State Transit Assistance Program if an operator does not maintain the required ratio of fare revenues to operating cost during the 2019-20 and 2020-21 fiscal year. Also, for 2020-21 and 2021-22 temporarily eliminates financial penalties for transit operators for non-compliance with specified efficiency standards.
- 3) Reporting Requirements for Aviation Fuel Tax Revenues. Requires an aviation fuel retailer to provide to the California Department of Tax and Fee Administration quarterly information on revenue from aviation fuel taxes beginning January 1, 2020, and requires the department to post this information on its website.
- 4) *High-Speed Rail Business Plan*. Delays until no later than December 15, 2020, the business plan that the High-Speed Rail Authority was required to submit by May 1, 2020, and requires the independent peer review group to review the plan prior to the authority adopting the plan. Also, eliminates the requirement that the authority provide a project update report to the Legislature on or before March 1, 2021.

COMMENTS:

This bill is a budget trailer bill within the overall 2020-21 budget package to implement actions related to transportation.

According to the Author:

None

Arguments in Support:

None on file.

Arguments in Opposition:

None on file.

FISCAL COMMENTS:

This bill appropriates \$1.7 million to the Department of Motor Vehicles from the Air Pollution Control Fund to develop an interface system for the department's vehicle registration system to communicate with the state Air Resources Board's compliance database.

VOTES:

SENATE FLOOR: 27-9-2

YES: Allen, Archuleta, Atkins, Beall, Bradford, Caballero, Dodd, Durazo, Galgiani, Glazer, Hertzberg, Hill, Hueso, Hurtado, Leyva, McGuire, Mitchell, Monning, Pan, Portantino, Roth,

Rubio, Skinner, Stern, Umberg, Wieckowski, Wiener

NO: Bates, Chang, Grove, Jones, Moorlach, Morrell, Nielsen, Stone, Wilk

ABS, ABST OR NV: Borgeas, Jackson

UPDATED:

VERSION: June 22, 2020

CONSULTANT: Farra Bracht / BUDGET / (916) 319-2099 FN: 0003116