Date of Hearing: July 15, 2025

ASSEMBLY COMMITTEE ON WATER, PARKS, AND WILDLIFE Diane Papan, Chair SB 427 (Blakespear) – As Amended May 23, 2025

SENATE VOTE: 38-0

SUBJECT: Habitat Conservation Fund

SUMMARY: Extends the sunset of the Habitat Conservation Fund (HCF) from 2030 to 2035.

EXISTING LAW:

- 1) Declares, under the Wildlife Conservation Law of 1947, that the preservation, protection, and restoration of wildlife is necessary to provide for recreation and the public welfare and calls for a coordinated program to acquire and restore habitat lands. Establishes the Wildlife Conservation Board (WCB) and a number of programs within WCB to realize these goals [Fish and Game Code (FGC) §§ 1320 *et seq.*].
- 2) Establishes the California Wildlife Protection Act of 1990 (FGC §§ 2780 *et seq.*). Among other provisions, the California Wildlife Protection Act:
 - a) Creates the HCF, and specifies its uses, including the acquisition, enhancement, or restoration of certain habitats (FGC § 2786).
 - b) Requires the Controller to annually transfer \$30 million to the HCF from the General Fund less any monies provided from other sources such as the California Environmental License Plate Fund, and the Unallocated Account in the Cigarette and Tobacco Products Surtax Fund, among others (FGC § 2795 and § 2796).
 - c) Continuously appropriates money in the HCF to the Department of Parks and Recreation (State Parks; \$4.5 million annually for specified purposes); State Coastal Conservancy (\$4 million annually); Santa Monica Mountains Conservancy (\$5 million annually for 10 years, as provided); California Tahoe Conservancy (\$500,000 annually); and the balance to WCB (FGC § 2787).
 - d) Places certain conditions upon expenditures from the HCF, including that funds appropriated to WCB are expended approximately equally between Northern and Southern California (FGC § 2791).
 - e) Sunsets the HCF on July 1, 2030 unless a later enacted statute deletes or extends that date (FGC § 2787).
 - f) Prohibits the Legislature from changing the expenditure and transfer provisions, and reallocating any of the appropriated monies [Proposition 117 (1990), § 8].

FISCAL EFFECT: Unknown. This bill is keyed fiscal.

COMMENTS:

 Purpose of this bill. According to the author, "While the HCF annual allocation is relatively small in comparison to resource related bond acts that have passed over the life of Proposition 117, it has provided a necessary, consistent, and reliable revenue source for conservation efforts in California—helping to attract and secure other public and private funding critical to complete major acquisitions, restoration, and wildlife connectivity projects.

[This bill] will extend the sunset for this funding to 2035 to protect a necessary, consistent, and reliable revenue source for conservation efforts that benefit California's diverse communities and biodiversity."

2) Background. On June 5, 1990, voters approved Proposition 117: The California Wildlife Protection Act. Proposition 117 created the HCF and requires \$30 million to be annually transferred from existing environmental funds and the General Fund to the HCF to support the acquisition, enhancement, or restoration of certain lands for wildlife or open space purposes. Originally, Proposition 117 included a sunset for the HCF in 2020, but language in Proposition 117 allowed the legislature to extend the sunset without a four-fifths vote. SB 85 (Chapter 31, Statutes of 2019) later extended the sunset to 2030. This bill would further extend the sunset to 2035.

HCF. HCF monies are to be expended on the acquisition of habitat for the protection of deer and mountain lions; the acquisition of habitat to protect rare, endangered, threatened, or fully protected species; the acquisition of habitat for significant natural areas; the acquisition, enhancement, or restoration of wetlands; the acquisition, restoration, or enhancement of aquatic habitat for anadromous salmonids and trout resources; and the acquisition, restoration, or enhancement of riparian habitat. Since 1990, over \$1 billion has been transferred into the HCF. Three state entities use their HCF allotment for public grants.

State entities and projects. Created by the Wildlife Conservation Law of 1947, WCB is a state grant-making agency within the Department of Fish and Wildlife, dedicated to safeguarding California's spectacular biological diversity and wild spaces by working in partnership with tribes, conservation organizations, and government agencies to acquire lands and design and implement habitat restoration and public access projects statewide through a variety of programs. One such program is the Habitat Enhancement and Restoration Program which is funded primarily through HCF and provides for coastal, wetland, and grassland habitat restoration, wildlife corridors, and fisheries enhancement. Some projects include:

- The Green Oak Wetland and Riparian Restoration Project (\$1,124,485) in San Mateo County to restore hydrologic function for a property in Año Nuevo State Park;
- The Mattley Meadow and Riparian Restoration Project (\$538,314) in Calaveras County to restore hydrologic function and improve riparian habitat;
- The Allensworth Ecological Reserve (\$38,071) in Tulare County for acquisitions.
- The Imperial Wildlife Area Wetland Restoration (\$2,400,000) in Imperial County for the restoration and enhancement of migratory bird habitat;

- The Agoura Hills, Santa Monica Mountains Gateway (\$2,300,000) in Los Angeles for acquisitions to preserve endangered species; and
- The East Contra Costa County Habitat Conservation Plan (\$229,868) in Contra Costa for acquisitions to preserve endangered species.

The mission of State Parks is to protect, maintain, and provide access to some of California's most valued natural and cultural resources. State Parks funds various projects with HCF such as land acquisition for habitat, wetlands, and trails and also funds educational and interpretive activities. In just the last two years, State Parks announced \$9.5 million in grants from HCF to 31 local projects. This includes grants to:

- The City of Carpinteria (\$183,438) for the construction of a new portion of trail to extend the Carpinteria Coastal Vista Trail;
- The City of Eureka's Camp Cooper Environmental Education Camp (\$126,257) to provide an eight-week summer camp on stewardship, wildlife habitats, conservation and interpretation for youth ages five through 12;
- The Kern County Park and Recreation Department (\$74,809) to provide a four-week outdoor education program for underserved communities in Bakersfield; and
- The City of San Fernando's Nature Adventure and Discovery Camp Program (\$42,895) to coordinate educational, interpretive, and recreational activities through University of California—Los Angeles and the North Valley Family YMCA.

The State Coastal Conservancy implements statewide and regional plans to protect, restore, and provide access to California's coast. The State Coastal Conservancy makes grants available to fund coastal projects through the support of HCF, General Fund, and bond funds, including:

- A total of \$7,137,633 for acquisitions in the City of Oxnard for the Ormond Beach Wetlands; and
- A total of \$629,545 for the study, acquisition, and restoration of the Tijuana Estuary.
- 3) Arguments in support. A coalition of environmental groups write in strong support of this bill. These groups celebrate the more than \$1 billion in HCF funds, which have protected over 1.2 million acres of wildlife habitat across California and have supported more than 350 local and regional park projects since 1990. They also note the urgency of signaling a commitment to the HCF, because "in the five years since the Legislature and Governor extended the HCF through 2030, the Department of Finance has proposed (through the May Revision process) to sweep the HCF twice and proposed in 2024 to terminate it altogether." The Legislature has rejected these efforts.
- 4) **Related legislation**. Proposition 117 created the HCF and guaranteed it funding of \$30 million per year for 30 years. Proposition 117 is a voter initiated measure that was placed on the ballot on June 5, 1990.

SB 85 (Committee on Budget and Fiscal Review), Chapter 31, Statues of 2019, among other things, extends the sunset of the HCF from 2020 to 2030.

REGISTERED SUPPORT / OPPOSITION:

Support

Audubon California (Co-Sponsor) National Wildlife Federation (Co-Sponsor) Alianza Coachella Valley Alta Peak Chapter, California Native Plant Society American River Conservancy Backcountry Hunters & Anglers **Ban Single Use Plastic Big Sur Land Trust Bolsa Chica Land Trust** Cactustocloud Institute California Association of Resource Conservation Districts California Bowmen Hunters/State Archery Association California Chapter of the Wild Sheep Foundation California Coastal Protection Network California Council of Land Trusts California Habitat Conservation Planning Coalition California Houndsmen for Conservation California Institute for Biodiversity California State Chapter of the National Wild Turkey Federation California State Parks Foundation California Trout California Waterfowl Association CalWild Center for Biological Diversity Cleanearth4kids.org **Coastal Corridor Alliance Coastal Ranches Conservancy Defenders of Wildlife** Delta Waterfowl East Bay Regional Park District Endangered Habitats League Environmental Center of San Diego **Environmental Protection Information Center** Feather River Trout Unlimited Forests Forever Friends Committee on Legislation of California Friends of the Inyo Grassland Water District Green Foothills Greenbelt Alliance Hills for Everyone Hispanic Access Foundation

In Defense of Animals Karmic Action Retribution Management Agency Land Trust of Santa Cruz County Los Angeles Climate Reality Project Los Angeles Neighborhood Land Trust Los Padres Forestwatch Midpeninsula Regional Open Space District Mojave Desert Land Trust Mount Shasta Bioregional Ecology Center Mountain Lion Foundation National Parks Conservation Association Nature for All Oswit Land Trust Pacific Forest Trust Planning and Conservation League Prosperity California **Resource Renewal Institute River Partners Rocky Mountain Elk Foundation** San Diego Bird Alliance San Diego County Wildlife Federation San Diego Humane Society - Project Wildlife Sea and Sage Audubon Society Sempervirens Fund Sequoia Riverlands Trust Shasta Land Trust Sierra Business Council Sierra Club California Sierra Consortium Sierra Nevada Alliance Sierra State Parks Foundation Social Compassion in Legislation Sonoma Land Trust Sonoma Mountain Preservation South Yuba River Citizens League Surfrider Foundation The Climate Reality Project Orange County Chapter The Climate Reality Project, California State Coalition The Climate Reality Project, Los Angeles Chapter The Climate Reality Project, San Diego Chapter The Climate Reality Project, San Fernando Valley CA Chapter The League to Save Lake Tahoe The Nature Conservancy The River Project The Wildlands Conservancy

Trout Unlimited

Trust for Public Land

Tulare Basin Wetlands Association

Tuolumne River Trust

Van Gelder Biological Western Nebraska Resources Council Wholly H2O Wildfutures Wildlands Network

Opposition

None on file

Analysis Prepared by: Stephanie Mitchell / W., P., & W. / (916) 319-2096