Introduced by Senator De León

February 19, 2014

An act to add Chapter 14 (commencing with Section 5880) to Division 5 of the Public Resources Code, relating to financing a safe neighborhood parks, rivers, and coastal protection program, by providing the funds necessary therefor through an election for the issuance and sale of bonds of the State of California and for the handling and disposition of those funds.

LEGISLATIVE COUNSEL'S DIGEST

SB 1086, as introduced, De León. The Safe Neighborhood Parks, Rivers, and Coastal Protection Bond Act of 2014.

Under existing law, various measures have been approved by the voters to provide funds for park, river, and coastal protections and programs.

This bill would enact the Safe Neighborhood Parks, Rivers, and Coastal Protection Bond Act of 2014, which, if adopted by the voters, would authorize the issuance of bonds in an unspecified amount pursuant to the State General Obligation Bond Law to finance a safe neighborhood parks, rivers, and coastal protection program.

Vote: $\frac{2}{3}$. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. The Legislature finds and declares as follows:
- 2 (a) California's residents value state, local, and regional parks
- 3 and the natural lands of the state as they provide the following:

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(1) Access to the serenity and inspiration of nature, outdoor spaces, and places for play and exercise.

- (2) Facilities for directed and self-directed recreation.
- (3) Activities that facilitate social connections, human development, the arts, and lifelong learning.
- (4) Positive alternatives for youth that help lower crime and delinquency.
- (b) California's parks and natural resources infrastructure have social, health, environmental, recreational, and intrinsic value to the citizens of the state and, importantly, outdoor recreation can be a critical economic driver to the state.
- (c) Continued investment in the state's parks, natural resources, and in greening urban areas will mitigate the effects of global warming, thus reducing California's carbon footprint.
- (d) Demand for local parks has exceeded available funding by a factor of eight to one.
- (e) Investments to protect and restore the state's rivers, lakes, streams, and coastal waters and their related watersheds will improve water quality and reliability, enhance fishery and wildlife habitats, and provide recreational, economic, and public health benefits to Californians.
- SEC. 2. Chapter 14 (commencing with Section 5880) is added to Division 5 of the Public Resources Code, to read:

Chapter 14. The Safe Neighborhood Parks, Rivers, and Coastal Protection Bond Act of 2014

Article 1. Title

5880. This chapter shall be known, and may be cited, as the Safe Neighborhood Parks, Rivers, and Coastal Protection Bond Act of 2014.

Article 2. Definitions

5880.5. As used in this chapter, the following terms have the following meanings:

(a) "Acquisition" means the acquisition of a fee interest or any other interest in real property including easements, leases, and development rights.

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(b) "Board" means the Wildlife Conservation Board.

1 2

- (c) "Department" means the Department of Parks and Recreation.
- (d) "Development" includes, but is not limited to, the physical improvement of real property including the construction of facilities or structures.
- (e) "Disadvantaged community" means a community with a median household income less than 80 percent of the statewide average.
- (f) "Greenprint" means a plan for providing parks, greenspace, and urban forestry within an urbanized area and for the protection of agricultural and open-space lands around a developed area consistent with a sustainable communities strategy or other land use plan.
- (g) "Interpretation" includes, but is not limited to, a visitor serving amenity that educates and communicates the significance and value of natural, historical, and cultural resources in a way that increases the understanding and enjoyment of these resources and that may utilize the expertise of a naturalist or other specialist skilled at educational interpretation.
- (h) "Local conservation corps" means a program operated by a public agency or nonprofit organization that meets the requirements of Section 14406.
- (i) "Nonprofit organization" means any organization qualified to do business in California, and qualified under Section 501(c)(3) of the Internal Revenue Code.
- (j) "Preservation" means rehabilitation, stabilization, restoration, development, and reconstruction, or any combination of those activities.
- (k) "Protection" means those actions necessary to prevent harm or damage to persons, property, or natural resources or to allow the continued use and enjoyment of property or natural resources, and includes acquisition, development, restoration, preservation, and interpretation.
- (*l*) "Restoration" means the improvement of physical structures or facilities and, in the case of natural systems and landscape features includes, but is not limited to, projects for the control of erosion, the control and elimination of exotic species, prescribed burning, fuel hazard reduction, fencing out threats to existing or restored natural resources, road elimination, and other plant and

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wildlife habitat improvement to increase the natural system value of the property.

Article 3. General Provisions

- 5881. The proceeds of bonds issued and sold pursuant to this chapter shall be deposited in the Safe Neighborhood Parks, Rivers, and Coastal Protection Fund of 2014, which is hereby created in the State Treasury. Except as specifically provided in this chapter, moneys in the fund shall be available for appropriation by the Legislature in the manner and for the purposes set forth in this chapter.
- 5881.5. (a) Projects funded with proceeds of bonds issued and sold pursuant to this chapter shall promote state planning priorities consistent with Section 65041.1 of the Government Code and sustainable communities strategies consistent with subparagraph (B) of paragraph (2) of subdivision (b) of Section 65080 of the Government Code.
- (b) To the extent feasible in implementing this chapter, state agencies shall seek to achieve wildlife conservation objectives through projects on public lands or voluntary projects on private lands. Funds may be used, in consultation with the Department of Fish and Wildlife, for payments for the creation of measurable habitat improvements or other improvements to the condition of endangered or threatened species including through the development and implementation of habitat credit exchanges.
- (c) In evaluating projects for protection of natural resources and wildlife, priority shall be given to projects that implement adopted Natural Community Conservation Plans or endangered species recovery plans.
- (d) The Natural Resources Agency shall develop and adopt a statewide resource protection plan to identify priorities for expending funds provided in this act that reflects statewide and regional resource protection, public access and availability to underserved populations. Conservation plans developed and adopted by departments and conservancies shall be consistent with statewide priorities adopted by the Natural Resources Agency.
- (e) Restoration projects shall include the planning, monitoring, and reporting necessary to ensure successful implementation of the project objectives.

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1 2	Article 4. Parks
3	5882. The sum of dollars (\$) from the fund shall be
4	available to the department for the creation and expansion of safe
5	neighborhood parks and for the preservation, protection, and
6	restoration of regional and state parks in accordance with the
7	following schedule:
8 9	(a) dollars (\$) shall be available for grants in accordance with Chapter 3.3 (commencing with Section 5640).
10	(b) dollars (\$) shall be available for grants for local
11	park rehabilitation and improvement to local governments on a
12	per capita basis.
13	(c) dollars (\$) shall be available for grants for the
14	restoration, preservation, and protection of regional parks and
15	parklands, including state parks whose operation and management
16	have been taken over by local or regional agencies, and other parks
17	operated through cooperative agreements or pursuant to joint power
18	authorities that include state and local agencies.
19	(d) dollars (\$) shall be available for restoration and
20	preservation of existing state park facilities and units to preserve
21	public access and to protect natural resources.
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23	Article 5. Rivers, Lakes, and Streams
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25	5883. The sum of dollars (\$) from the fund shall be
26	available for the protection of rivers, lakes, streams, and their
27	watersheds in accordance with the following schedule:
28	(a) Not less than dollars (\$) shall be available to match
29	federal and local funds for the protection and restoration of the
30	Los Angeles River parkway.
31	(b) Up to dollars (\$) shall be available to the Natural
32	Resources Agency for the River Parkway Program.
33	(c) Up to dollars (\$) shall be available to fund
34	statewide priorities to protect water quality, fish and wildlife, and
35	other resources.
36	(d) dollars (\$) shall be available to the Department
37	of Conservation for the protection and restoration of watersheds.
38	(e) dollars (\$) shall be available to the Department
39	of Water Resources for establishment or enhancement of flood
40	corridors to provide multiple public benefits.

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1	Article 6 Coast and Ocean Drotaction
1 2	Article 6. Coast and Ocean Protection
3	5884. The sum of dollars (\$) from the fund shall be
4	available for the protection of beaches, bays, coastal, and ocean
5	resources in accordance with the following schedule:
6	(a) dollars (\$) shall be available to the State Coastal
7	Conservancy pursuant to Division 21 (commencing with Section
8	31000).
9	(b) dollars (\$) shall be available to the Ocean
10	Protection Council pursuant to Division 26.5 (commencing with
11	Section 35500).
12	(c) dollars (\$) shall be available for matching local
13	and federal funds for the restoration of wetlands in the San
14	Francisco Bay.
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16	Article 7. Forests and Working Lands
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18	5885. The sum of dollars (\$) from the fund shall be
19	available for the protection of forests, working lands, and wildlife
20	in accordance with the following schedule:
21	(a) dollars (\$) shall be available to the Sierra Nevada
22	Conservancy for projects pursuant to Division 23.3 (commencing
23	with Section 33300).
24	(b) dollars (\$) shall be available to the board for
25	protection of forests, rangelands, and for wildlife protection
26	pursuant to Chapter 4 (commencing with Section 1300) of Division
27	2 of the Fish and Game Code.
28	(c) dollars (\$) shall be available to the Department
29	of Conservation for protection of working lands including for the
30	purposes of the Farmland Conservancy Program.
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32	Article 8. Regional Conservation Priorities
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34	5886 dollars (\$) from the fund shall be available
35	for protection, preservation, and restoration projects by state
36	conservancies in accordance with their operating statutes to address
37	regional conservation priorities throughout the state.

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1 Article 9. Youth Employment in Conservation 2 3 5887. ____ dollars (\$____) from the fund shall be available to 4 the California Conservation Corps, local conservation corps, and 5 for grants to other organizations that provide youth employment 6 opportunities in conservation for projects that protect and restore 7 natural resources, improve access to parks, and provide 8 employment and training opportunities to youth in disadvantaged 9 communities. 10 11 Article 10. Urban Forestry and Sustainable Communities 12 13 __ dollars (\$____) from the fund shall be available for urban forestry, urban greening, and greenprint projects to 14 15 support sustainable communities strategies. 16 17 Article 11. Fiscal Provisions 18 19 5889. (a) Bonds in the total amount of _____ dollars (\$____), 20 or so much thereof as is necessary, not including the amount of 21 any refunding bonds issued in accordance with Section 5895 may 22 be issued and sold to provide a fund to be used for carrying out 23 the purposes expressed in this chapter and to reimburse the General Obligation Bond Expense Revolving Fund pursuant to Section 24 25 16724.5 of the Government Code. The bonds, when sold, shall be 26 and constitute a valid and binding obligation of the State of 27 California, and the full faith and credit of the State of California 28 is hereby pledged for the punctual payment of both principal of, 29 and interest on, the bonds as the principal and interest become due 30 and payable. 31 (b) The Treasurer shall sell the bonds authorized by the 32 committee pursuant to this section. The bonds shall be sold upon the terms and conditions specified in a resolution to be adopted 33 34 by the committee pursuant to Section 16731 of the Government 35 Code. 36 5889.5. The bonds authorized by this chapter shall be prepared, 37 executed, issued, sold, paid, and redeemed as provided in the State 38 General Obligation Bond Law (Chapter 4 (commencing with 39 Section 16720) of Part 3 of Division 4 of Title 2 of the Government 40 Code), and all of the provisions of that law apply to the bonds and

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to this chapter and are hereby incorporated in this chapter as though set forth in full in this chapter, except subdivisions (a) and (b) of Section 16727 of the Government Code.

- 5890. (a) Solely for the purpose of authorizing the issuance and sale pursuant to the State General Obligation Bond Law (Chapter 4 (commencing with Section 16720) of Part 3 of Division 4 of Title 2 of the Government Code) of the bonds authorized by this chapter, the Safe Neighborhood Parks, Rivers, and Coastal Protection Finance Committee is hereby created. For purposes of this chapter, the Safe Neighborhood Parks, Rivers, and Coastal Protection Finance Committee is "the committee" as that term is used in the State General Obligation Bond Law.
- (b) The committee consists of the ____, ___, ___, and ____. Notwithstanding any other provision of law, any member may designate a representative to act as that member in his or her place for all purposes, as though the member were personally present.
 - (c) The ____ shall serve as chairperson of the committee.
 - (d) A majority of the committee may act for the committee.
- 5890.5. The committee shall determine whether or not it is necessary or desirable to issue bonds authorized pursuant to this chapter in order to carry out the actions specified in this chapter and, if so, the amount of bonds to be issued and sold. Successive issues of bonds may be authorized and sold to carry out those actions progressively, and it is not necessary that all of the bonds authorized to be issued be sold at any one time.
- 5891. For purposes of the State General Obligation Bond Law, "board," as defined in Section 16722 of the Government Code, means the
- 5891.5. There shall be collected each year and in the same manner and at the same time as other state revenue is collected, in addition to the ordinary revenues of the state, a sum in an amount required to pay the principal of, and interest on, the bonds each year. It is the duty of all officers charged by law with any duty in regard to the collection of the revenue to do and perform each and every act that is necessary to collect that additional sum.
- 5892. Notwithstanding Section 13340 of the Government Code, there is hereby appropriated from the General Fund in the State Treasury, for the purposes of this chapter, an amount that will equal the total of the following:

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(a) The sum annually necessary to pay the principal of, and interest on, bonds issued and sold pursuant to this chapter, as the principal and interest become due and payable.

(b) The sum that is necessary to carry out the provisions of Section 5893.5, appropriated without regard to fiscal years.

5892.5. The board may request the Pooled Money Investment Board to make a loan from the Pooled Money Investment Account in accordance with Section 16312 of the Government Code for the purpose of carrying out this chapter less any amount withdrawn pursuant to Section 5893.5. The amount of the request shall not exceed the amount of the unsold bonds that the committee has, by resolution, authorized to be sold for the purpose of carrying out this chapter. The board shall execute those documents required by the Pooled Money Investment Board to obtain and repay the loan. Any amounts loaned shall be deposited in the fund to be allocated in accordance with this chapter.

5893. Notwithstanding any other provision of this chapter, or of the State General Obligation Bond Law, if the Treasurer sells bonds that include a bond counsel opinion to the effect that the interest on the bonds is excluded from gross income for federal tax purposes under designated conditions or is otherwise entitled to any federal tax advantage, the Treasurer may maintain separate accounts for the bond proceeds invested and for the investment earnings on those proceeds, and may use or direct the use of those proceeds or earnings to pay any rebate, penalty, or other payment required under federal law or take any other action with respect to the investment and use of those bond proceeds, as may be required or desirable under federal law in order to maintain the tax-exempt status of those bonds and to obtain any other advantage under federal law on behalf of the funds of this state.

5893.5. For the purposes of carrying out this chapter, the Director of Finance may authorize the withdrawal from the General Fund of an amount or amounts not to exceed the amount of the unsold bonds that have been authorized by the committee to be sold for the purpose of carrying out this chapter less any amount borrowed pursuant to Section 5892.5. Any amounts withdrawn shall be deposited in the fund. Any money made available under this section shall be returned to the General Fund, with interest at the rate earned by the money in the Pooled Money Investment

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1 Account, from proceeds received from the sale of bonds for the purpose of carrying out this chapter.

5894. All money deposited in the fund that is derived from premium and accrued interest on bonds sold pursuant to this chapter shall be reserved in the fund and shall be available for transfer to the General Fund as a credit to expenditures for bond interest, except that amounts derived from premium may be reserved and used to pay the cost of bond issuance prior to any transfer to the General Fund.

5894.5. Pursuant to Chapter 4 (commencing with Section 16720) of Part 3 of Division 4 of Title 2 of the Government Code, the cost of bond issuance shall be paid out of the bond proceeds, including premium, if any. To the extent the cost of bond issuance is not paid from premiums received from the sale of bonds, these costs shall be shared proportionately by each program funded through this chapter by the applicable bond sale.

5895. The bonds issued and sold pursuant to this chapter may be refunded in accordance with Article 6 (commencing with Section 16780) of Chapter 4 of Part 3 of Division 4 of Title 2 of the Government Code, which is a part of the State General Obligation Bond Law. Approval by the voters of the state for the issuance of the bonds under this chapter shall include approval of the issuance of any bonds issued to refund any bonds originally issued under this chapter or any previously issued refunding bonds.

5895.5. The proceeds from the sale of bonds authorized by this chapter are not "proceeds of taxes" as that term is used in Article XIII B of the California Constitution, and the disbursement of these proceeds is not subject to the limitations imposed by that article.

SEC. 3. Section 2 of this act shall take effect upon the approval by the voters of the Safe Neighborhood Parks, Rivers, and Coastal Protection Bond Act of 2014, as set forth in that section.