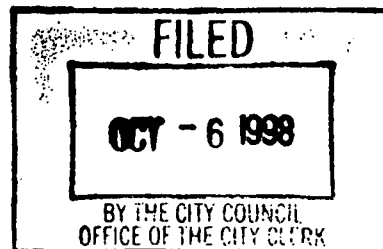


11.1

October 1, 1998



Honorable Mayor and Members of the City Council
City of Sacramento

Highlights of 1998 Session

The Governor completed his review of 1998 legislation at midnight September 30. The following represents the highlights of the principal legislation affecting the City of Sacramento.

Sponsored Legislation.

SB 2236 (P. Johnston). Authority for city 1/2 cent sales tax by majority vote. Failed in Assembly Revenue and Taxation Committee.

State Budget Appropriations

- \$250,000 Combine military museum in Old Sacramento with McClellan Museum and relocate.
- \$250,000 Sacramento Sports Commission for promotion of US Olympic Track and Field trials.
- \$13 m. Final piece of state share of funding for SAFCA for Common Elements.

Major Support Legislation.

AB 95 (Sweeney). Return of property tax from ERAF account. Failed in Sen. Appropriations.

SB 1477 (Kopp). New funding for local streets and roads. \$2.2 m. for Sacramento over 3 yrs. Vetoed.

ACA 42 (Aguiar). LCC sponsored constitutional amendment to protect existing city revenue sources. Failed to gain Democratic support in Assembly Revenue and Taxation Committee.

SB 328 (Greene). Authorizes North Area Local Flood Control Project. Empowers SAFCA to seek up to \$12.8 million in reimbursement from the State for its share of the cost of the project. Vetoed.

SB 974 (Greene). Extension of Northgate Enterprise Zone into McClellan AFB by adding 250 acres for an additional 15 years. Sponsored by Sacramento County. Failed passage due primarily to lack of time. Introduced with three weeks left in the session.

Major Oppose Legislation.

AB 2797 (Machado). Immediate VLF cut of 25%. Approved. If specific revenue targets are met through 2002-03, VLF will be reduced by 67.5% over 5 years. Initially, state general fund reimburses local government \$1 billion by continuing appropriation.

AB 1614 (Lempert). Approved. Restrictions on city taxation of telecommunications and internet commerce. Defeated in objectionable form. Approved once League and cities withdrew their opposition.

AB 2065 (Cardenas). Defeated. Restrictions on municipal business license taxation relating to home-based businesses.

SB 14 (Polanco). Defeated. Preemption of city ordinances regulating gasoline powered leaf blowers.

Watch -- Legislation of Special Interest to Individual Council Members

SB 2170 (Sher). Union Pacific site in Curtis Park. Amendment proposed to require DTSC to link approval of Union Pacific clean-up plan for Curtis Park railyards to current and future city land use designations. Proposed language would have prevented DTSC from issuing a final certificate of clean-up to Union Pacific before the city had completed amendments to its general plan and zoning ordinance which are now in process. Amendments were not accepted because they were opposed by UP.

SB 1574 (Thompson). Defeated. Break-away fences on the Sacramento River levee. This bill would have declared that the prohibition of break-away fences on the levee applies both to newly installed fences as well as fences already standing on January 1, 1998.

AB 270 (Torlakson). Defeated. LAFCO funding. Would have required cities to contribute 1/3rd of the costs of funding LAFCO.

SB 1540 (Karnette). Group Homes. Sober Living Facilities. Vetoed. Would have required the State Department of Social Services to develop a plan by May 1, 1999 for a statewide database and needs assessment for group homes, to be used by local government in developing local siting plans to address overconcentration problems.

1998 CITY OF SACRAMENTO LEGISLATION

As of October 1, 1998
 Kenneth Emanuels Associates
 444-6789 FAX 444-0303

3

| Bill/Author | Subject | Status | Position/Comments |
|--|---|--|--|
| ERAF Return | | | |
| AB 95 (Sweeney) SB 1032 (Polanco) | ERAF; property tax revenue return to local government | Dead | Support |
| ACA 4 (Aguiar) | " | Dead | Support |
| SB 880 (Craven) | " | Dead | Support |
| SB 2226 (Schiff) | " | Dead | Support |
| Budget Bill - SB 1391 (Thompson) | | | |
| | Ortiz request. \$500,000 budget request for 1-year continuation of OCJP grant, Title V. | Refused by budget conference committee | Support |
| | Ortiz request. \$1 m. budget request. Sacramento Greenway/Sacramento River Parkway. | Deleted by Governor | Support |
| | Ortiz request. Combine military museum in Old Sacramento with McClellan AFB Museum and relocate. \$1.5 m. | Approved by Governor. \$250,000 | |
| | Bowler request. \$5 m. State Parks for Horse Drawn Carriage Museum and Horse Stables in Old Sacramento adjacent to RR Museum. Proposed by Rick Stevenson. Cost estimate by Joe Angello. | Approved by Governor. \$150,000 | |
| | Pat Johnston request. \$250,000 to Sacramento Sports Comm. for promotion of US Olympic Track & Field Trials in Sacramento July 2000. | Approved by Governor. | |
| | Peace Officer Training Fund Augmentation of \$14 m. | Approved by Governor | Support |
| | Final piece of state share of funding for SAFCA for Common Elements. \$13 m. | Approved by Governor | |
| Fiscal | | | |
| AB 511 (Migden) | Returns 50% of state bank in lieu tax to cities & counties. \$65-70 m. to cities 1st yr. \$140 m. 2nd yr. | Dead | Support |
| AB 1614 (Lempert) | As passed to Senate, restricted future application of city utility user taxes & cable franchise fees on telecomm. service. As amended, objections resolved. | Signed by Governor. Chapter 351 | Oppose. LCC has withdrawn its opposition |
| AB 1776 (McClintock) ACA 45 (McClintock) SB 1723 (Hayes) SB 1998 (Hurt) SB 2001 (Hurt) | Repeals Vehicle License Fee; city revenue source of approx. \$40/capita replacement revenue not constitutionally guaranteed (except for ACA 45) | Up to 67% VLF cut will be implemented by budget bill and trailer bills | Oppose |

1998 CITY OF SACRAMENTO LEGISLATION

As of October 1, 1998

Kenneth Emanuels Associates

444-6789 FAX 444-0303

4

| | | | |
|---|--|---|--|
| AB 2065 (Cardenas) | As amended, prohibits city business license taxation of home based business with respect to artists, writers, musicians, producers | Dead | Oppose |
| SB 1477 (Kopp) | New funding for local street rehabilitation. \$150 m./yr for cities for 1-1/2 years. \$2.2 m. for Sacramento over 3 years. | Vetoed. | Support |
| SB 2236 (P. Johnston) | Authorizes 1/4- or 1/2-cent local sales tax subject to citywide majority approval | Failed passage in Assem. Rev & Tax. Will reintroduce in 1999. | Sponsor |
| ACA 37 (McClintock) | Local agency Indebtedness | Dead | Oppose |
| ACA 42 (Aguiar) | Protection of current city revenue. LCC sponsor. | Dead | Support |
| Flood Protection/Water Supply | | | |
| AB 254 (Machado) | Flood Protection Bond Act of 1998 | Failed Passage | 8/27 deadline for Nov. 3 ballot |
| SB 312 (Costa) | Identical to AB 254. Includes funds for Capitol Area Protection Account. | Dead | SAFCA is co-sponsor |
| SB 328 (L. Greene) | Flood protection funding authorization; state match for North Area project | Vetoed. | Support; SAFCA is sponsor |
| Environmental Quality (agricultural protection, air & water quality) | | | |
| AB 1699 (Ortiz) | Rice straw burning | Dead | Support |
| AB 2632 (Thomson) | Rice straw burning | Dead | Support |
| SB 2 (Thompson) | 1998 Watershed, Wildlife & Parks Improvement Bond | Dead | Support |
| SB 2170 (Sher) | Hazardous Substance Account Act. Curtis Park toxic clean-up language relating to Union Pacific railyard | Failed Passage | |
| Public Safety | | | |
| AB 955 (Ortiz/Alby) | Contingent \$10 m. loan for Sacramento Co. for fire/building codes improvement at McClellan | Dead | Support |
| AB 1632 (Ortiz) | Pilot funding for Sacramento Co. for child safety & family violence protection | Failed Passage | Sponsored by Sacramento County. Several sites within city. Support if amended. |
| AB 1735 (Pacheco) SB 1455 (Rainey) | Gang Violence & Juvenile Crime Prevention Act of 1998 | Dead Dead | Support |
| AB 1773 (Leach) | Reimbursement of firefighter safety clothing & equipment | Dead | Support |
| AB 2585 (Ortiz) | Sanctions against violations of civil injunctions against gang activities | Failed Passage | Support |
| AB 2586 (Ortiz) | Permits cities to provide EMS without county approval | Dead | Support |
| SB 1136 (Kopp) | Repeals red light photoradar sunset of 1/1/99 | Signed by Governor. Chapter 54 | Support |

1998 CITY OF SACRAMENTO LEGISLATION

As of October 1, 1998

Kenneth Emanuels Associates

444-6789 FAX 444-0303

5

| | | | |
|---|--|---|--|
| Economic Development (includes state buildings, redevelopment) | | | |
| AB 2488 (Cardoza) | Land use; restricts use of development fees | Dead | Oppose |
| AB 1677 (McClintock) | Redev. debt vote requirement. Requires cities & counties with redev. agencies to secure 2/3 vote of electorate before issuing bonds. | Dead | Oppose |
| SB 974 (Greene) | Expand enterprise zone into McClellan AFB | Failed. Author failed to find acceptable vehicle. | Support |
| SB 2079 (Costa) | Enterprise Zones | Failed Passage | Watch |
| Neighborhood Revitalization (code enforcement) | | | |
| AB 277 (Ortiz) | \$500,000 Natural Resources Infrastructure Fund for urban street trees | Failed Passage | Support |
| AB 871 (Wayne) SB 1898 (Polanco) | Extends sunset by 5 years on authority of SHRA to finance hazardous waste clean-up, etc. | Signed. Chapters 430, 438. | SHRA staff has helped draft legislation. Support |
| Social Service Siting (central city v. suburban housing elements, homeless sites) | | | |
| SB 1971 (Watson) | Residential care facilities data base | Failed Passage | Support |
| Positive Youth Alternatives | | | |
| AB 1418 (Ortiz) | START. School-based before & after school child care programs. | Signed by Governor. Chapter 64. | Support |
| City-Wide Inclusiveness | | | |
| Other | | | |
| AB 726 (Baugh) | Local regulation of sexually-oriented businesses | Signed by Governor. Chapter 294 | Support |
| AB 1427 (Pringle) | Allows cities to impound shopping carts without 3-day notice | Signed by Governor. Chapter 16 | Support |
| SB 1649 (Craven) | River port districts. Board of Election. Sacramento-Yolo Port District repeals Board of Election | Signed. Chapter 876. | Watch |
| SB 14 (Polanco) | Preempts local adoption of leaf blower ordinance | Failed Passage | Opposed |
| SB 1735 (Polanco) | Focused outreach & recruitment | Vetoed. | Support |
| SB 1932 (Johnston) | Establishes Center for Educational Excellence at SCUSD | Vetoed. | Support |
| SB 2026 (Rainey) | Library Construction & Renovation Bond Act | Failed Passage | Support |
| Distribution: Law & Legislation Committee; Mayor Joe Serna, Jr., Attn: Michael Picker; Office of City Attorney, Joe Robinson; Office of Budget & Policy Review, Debra Nyland; Office of City Manager, Betty Masuoka | | | |