

AMENDED IN SENATE AUGUST 23, 2016  
AMENDED IN SENATE AUGUST 18, 2016  
AMENDED IN SENATE AUGUST 16, 2016  
AMENDED IN SENATE AUGUST 2, 2016  
AMENDED IN ASSEMBLY MAY 31, 2016  
AMENDED IN ASSEMBLY APRIL 11, 2016  
AMENDED IN ASSEMBLY MARCH 28, 2016

CALIFORNIA LEGISLATURE—2015–16 REGULAR SESSION

**ASSEMBLY BILL**

**No. 1550**

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**Introduced by Assembly Member Gomez**

January 4, 2016

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An act to amend Section 39713 of the Health and Safety Code, relating to greenhouse gases.

LEGISLATIVE COUNSEL'S DIGEST

AB 1550, as amended, Gomez. Greenhouse gases: investment plan: disadvantaged communities.

The California Global Warming Solutions Act of 2006 designates the State Air Resources Board as the state agency charged with monitoring and regulating sources of emissions of greenhouse gases. The act authorizes the state board to include the use of market-based compliance mechanisms. Existing law requires all moneys, except for fines and penalties, collected by the state board as part of a market-based compliance mechanism to be deposited in the Greenhouse Gas Reduction Fund and to be available upon appropriation. Existing law

requires the Department of Finance, in consultation with the state board and any other relevant state agency, to develop, as specified, a 3-year investment plan for the moneys deposited in the fund. Existing law requires the investment plan to allocate a minimum of 25% of the available moneys in the fund to projects that provide benefits to disadvantaged communities, as defined, and a minimum of 10% to projects located in those disadvantaged communities. Existing law authorizes the allocation of 10% for projects located in disadvantaged communities to be used for projects included in the minimum allocation of 25% for projects that provide benefits to disadvantaged communities.

This bill would instead require the investment plan to allocate (1) a minimum of 25% of the available moneys in the fund to projects located within, and benefiting individuals living in, disadvantaged communities, ~~as described, and~~ (2) an additional minimum of 5% to projects that benefit low-income households or to projects located within, and benefiting individuals living in, ~~low-income communities, as defined: communities located anywhere in the state, and~~ (3) *an additional minimum of 5% either to projects that benefit low-income households that are outside of, but within a 1/2 mile of, disadvantaged communities, or to projects located within the boundaries of, and benefiting individuals living in, low-income communities that are outside of, but within a 1/2 mile of, disadvantaged communities.*

The bill would become ~~operational~~ operative only if AB 1613 of the 2015–16 Regular Session is enacted and becomes effective on or before January 1, 2017.

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

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

- 1 SECTION 1. Section 39713 of the Health and Safety Code is
- 2 amended to read:
- 3 39713. (a) The investment plan developed and submitted to
- 4 the Legislature pursuant to Section 39716 shall allocate a minimum
- 5 of 25 percent of the available moneys in the fund to projects located
- 6 within the boundaries of, and benefiting individuals living in,
- 7 communities described in Section 39711.
- 8 (b) ~~(1)~~ The investment plan shall allocate a minimum of 5
- 9 percent of the available moneys in the fund to projects that benefit
- 10 low-income households or to projects located within the boundaries

1 of, and benefiting individuals living in, low-income ~~communities.~~  
2 *communities located anywhere in the state.*

3 (c) *The investment plan shall allocate a minimum of 5 percent*  
4 *of the available moneys in the fund either to projects that benefit*  
5 *low-income households that are outside of, but within a 1/2 mile*  
6 *of, communities described in Section 39711, or to projects located*  
7 *within the boundaries of, and benefiting individuals living in,*  
8 *low-income communities that are outside of, but within a 1/2 mile*  
9 *of, communities described in Section 39711.*

10 ~~(2)~~

11 (d) For purposes of this subdivision, the following definitions  
12 shall apply:

13 ~~(A)~~

14 (1) “Low-income households” are those with household incomes  
15 at or below 80 percent of the statewide median income or with  
16 household incomes at or below the threshold designated as low  
17 income by the Department of Housing and Community  
18 Development’s list of state income limits adopted pursuant to  
19 Section 50093.

20 ~~(B)~~

21 (2) “Low-income communities” are census tracts with median  
22 household incomes at or below 80 percent of the statewide median  
23 income or with median household incomes at or below the  
24 threshold designated as low income by the Department of Housing  
25 and Community Development’s list of state income limits adopted  
26 pursuant to Section 50093.

27 ~~(e)~~

28 (e) ~~Moneys spent allocated pursuant to one subdivision (a) of~~  
29 ~~this section shall not count toward the minimum requirement~~  
30 ~~described in subdivision (b), and moneys spent pursuant to~~  
31 ~~subdivision (b) shall not count toward the minimum requirement~~  
32 ~~described in subdivision (a). requirements of any other subdivision~~  
33 ~~of this section.~~

34 SEC. 2. This act shall become operative only if Assembly Bill  
35 1613 of the 2015–16 Regular Session is enacted and becomes  
36 effective on or before January 1, 2017.