AMENDED IN SENATE APRIL 26, 2016 AMENDED IN SENATE MARCH 17, 2016

SENATE BILL

No. 951

Introduced by Senator McGuire

February 4, 2016

An act to amend Section 39719 of the Health and Safety Code, and to add and repeal Part 4 (commencing with Section 75240) of Division 44 of the Public Resources Code, relating to transportation, and making an appropriation therefor. *transportation*.

LEGISLATIVE COUNSEL'S DIGEST

SB 951, as amended, McGuire. Transportation: Golden State Patriot Passes Program.

Existing law requires all moneys, except for fines and penalties, collected by the State Air Resources Board from the auction or sale of allowances as part of a market-based compliance mechanism relative to reduction of greenhouse gas emissions to be deposited in the Greenhouse Gas Reduction Fund. Existing law continuously appropriates 10% of the annual proceeds of the fund to the Transit and Intercity Rail Capital Program and 5% of the annual proceeds of the fund to the Low Carbon Transit Operations Program.

Existing law creates various state transportation agencies, including the Department of Transportation, with specified powers and duties, including, but not limited to, coordinating and assisting, upon request of, the various public and private transportation entities to strengthen their development and operation of balanced integrated mass transportation, highway, aviation, maritime, railroad, and other transportation facilities and services in support of statewide and regional goals.

This bill would appropriate \$3,000,000 annually until the 2020-21 fiscal year from the Greenhouse Gas Reduction Fund for the Golden State Patriot Passes Program, which the bill would create, create the Golden State Patriot Passes Program to be administered by the Department of Transportation to provide veterans with free access to transit services. The bill would require the department, in coordination with the State Air Resources Board, department to develop guidelines that describe the methodologies that a participating transit operator would use to demonstrate that proposed expenditures would-reduce greenhouse gas emissions, increase veteran mobility, mobility and fulfill specified requirements. The bill would require the department to select 3 transit operators to participate, and would require a transit operator selected to participate in the program to match any state moneys that it receives through the program with local moneys. The bill would require the participating transit operators and the department to report on the program. The bill would repeal the program on January 1, 2022.

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

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

1 SECTION 1. This act shall be known and may be cited as the

- 2 Golden State Patriot Passes Program.
- 3 SEC. 2. Section 39719 of the Health and Safety Code is
 4 amended to read:
- 5 39719. (a) The Legislature shall appropriate the annual
- 6 proceeds of the fund for the purpose of reducing greenhouse gas
- 7 emissions in this state in accordance with the requirements of
 8 Section 39712.
- 9 (b) To carry out a portion of the requirements of subdivision 10 (a), annual proceeds are continuously appropriated for the
- 11 following:
- 12 (1) Beginning in the 2015–16 fiscal year, and notwithstanding
- 13 Section 13340 of the Government Code, 35 percent of annual
- 14 proceeds are continuously appropriated, without regard to fiscal

15 years, for transit, affordable housing, and sustainable communities

- 16 programs as following:
- 17 (A) Ten percent of the annual proceeds of the fund is hereby
- 18 continuously appropriated to the Transportation Agency for the
- 19 Transit and Intercity Rail Capital Program created by Part 2

- (commencing with Section 75220) of Division 44 of the Public 1 2 Resources Code. 3 (B) Five percent of the annual proceeds of the fund is hereby 4 continuously appropriated to the Low Carbon Transit Operations 5 Program created by Part 3 (commencing with Section 75230) of 6 Division 44 of the Public Resources Code. Funds shall be allocated 7 by the Controller, according to requirements of the program, and 8 pursuant to the distribution formula in subdivision (b) or (c) of 9 Section 99312 of, and Sections 99313 and 99314 of, the Public 10 **Utilities Code.** 11 (C) Twenty percent of the annual proceeds of the fund is hereby 12 continuously appropriated to the Strategic Growth Council for the 13 Affordable Housing and Sustainable Communities Program created by Part 1 (commencing with Section 75200) of Division 44 of the 14 15 Public Resources Code. Of the amount appropriated in this 16 subparagraph, no less than 10 percent of the annual proceeds, shall 17 be expended for affordable housing, consistent with the provisions 18 of that program. 19 (2) Beginning in the 2015-16 fiscal year, notwithstanding Section 13340 of the Government Code, 25 percent of the annual 20 21 proceeds of the fund is hereby continuously appropriated to the 22 High-Speed Rail Authority for the following components of the 23 initial operating segment and Phase I Blended System as described 24 in the 2012 business plan adopted pursuant to Section 185033 of 25 the Public Utilities Code: 26 (A) Acquisition and construction costs of the project. 27 (B) Environmental review and design costs of the project. 28 (C) Other capital costs of the project. 29 (D) Repayment of any loans made to the authority to fund the 30 project. 31 (c) In determining the amount of annual proceeds of the fund 32 for purposes of the calculation in subdivision (b), the funds subject 33 to Section 39719.1 shall not be included. 34 (d) There is hereby appropriated three million dollars
- 35 (a) There is hereby appropriated three minimized three minimized three 35 (33,000,000) annually for the 2017–18 to 2020–21, inclusive, fiscal
- 36 years from the proceeds of the fund to the Golden State Patriot
- 37 Passes Program created pursuant to Part 4 (commencing with
- 38 Section 75240) of Division 44 of the Public Resources Code.

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SEC. 3.
SEC. 2. Part 4 (commencing with Section 75240) is added to
Division 44 of the Public Resources Code, to read:
PART 4. GOLDEN STATE PATRIOT PASSES PROGRAM
75240. (a) The Golden State Patriot Passes Program is hereby
created as a pilot program to provide veterans with free access to
transit services and thereby reduce greenhouse gas emissions and
increase veteran mobility.
(b) The Department of Transportation shall administer the
(a) Manage appropriated by the Lagislature for this part shall
(c) Moneys appropriated by the Legislature for this part shall be allocated by the Controller, upon a determination by the
Department of Transportation that the expenditures proposed by
a participating transit operator meet the requirements of this part
and guidelines developed pursuant to subdivision (d).
(d) (1) The Department of Transportation, in coordination with
the State Air Resources Board, Transportation shall develop
guidelines that describe the methodologies that a participating
transit operator shall use to demonstrate that proposed expenditures
would reduce greenhouse gas emissions, increase veteran mobility,
<i>mobility</i> and fulfill the requirements specified in subdivisions (e)
and (f).
(2) Chapter 3.5 (commencing with Section 11340) of Part 1 of
Division 3 of Title 2 of the Government Code does not apply to
the development of guidelines for the program pursuant to this
part.
(e) (1) By January 1, 2018, the Department of Transportation
shall select three transit operator applicants to receive moneys
(2) If there are sufficient applicants, all of the following
requirements shall apply to the selection of transit operator
applicants:
(A) The Department of Transportation shall not select a transit
operator applicant that, at that time, provides veterans with free
access to transit services in its service area.
(B) The Department of Transportation shall select applicants
that serve entirely different counties.

1 (C) The Department of Transportation shall select one applicant 2 that primarily serves an urban area, one applicant that primarily 3 serves a suburban area, and one applicant that primarily serves a 4 rural area. For purposes of this part, the department shall determine 5 which areas are urban, suburban, and rural, based on United States 6 Census data.

7 (3) Only a public agency, including, but not limited to, a transit
8 operator within a city or county or city and county, shall be eligible
9 to participate in any manner in the program.

(f) (1) A transit operator selected to participate in the program
shall match any state moneys that it receives through the program
with local moneys made available to it for purposes consistent
with the program.

(2) The participating transit operator primarily serving an urban
area shall not receive more than two million dollars (\$2,000,000)
in state moneys per fiscal year under the program.

17 (3) The participating transit operator primarily serving a 18 suburban area shall not receive more than nine hundred thousand 19 dollars (\$900,000) in state moneys per fiscal year under the 20 program.

(4) The participating transit operator primarily serving a rural
area shall not receive more than one hundred thousand dollars
(\$100,000) in state moneys per fiscal year under the program.

(g) In order to receive free access to the transit services offered
pursuant to this part, a veteran shall provide a veterans
identification card issued by a veterans service organization, or a
driver's license or identification card, identifying the holder as a
veteran and issued by the Department of Motor Vehicles pursuant
to paragraph (5) of subdivision (c) of Section 12811 of the Vehicle
Code.

31 (h) In selecting applicants, the Department of Transportation
 32 shall ensure that benefits are provided by the pilot program to

32 shall ensure that benefits are provided by the pilot program to
 33 disadvantaged communities consistent with the requirements of

34 Section 39713 of the Health and Safety Code.

35 75245. (a) Each participating transit operator shall prepare
36 and submit a report regarding the pilot program to the Department
37 of Transportation by February 1, 2021.

38 (b) The Department of Transportation shall prepare and submit

39 a report based on the reports of the participating transit operators

40 to the Legislature by August 1, 2021.

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- 1 (c) The reports specified in subdivisions (a) and (b) shall include,
- 2 but not be limited to, a discussion of all of the following issues:
- 3 (1) Cost.
- 4 (2) Use of moneys.
- 5 (3) Estimated reduction in greenhouse gas emissions.
- 6 (4)
- 7 (3) Ridership.
- 8 75249. This part shall remain in effect only until January 1,
- 9 2022, and as of that date is repealed, unless a later enacted statute,
- 10 that is enacted before January 1, 2022, deletes or extends that date.

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