

Making Great Communities Happen

APA CALIFORNIA LEGISLATIVE UPDATE OCTOBER 2019

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Session Adjourns and Governor's Actions on Planning Bills Take Center Stage

The Legislature adjourned for the year on September 13th and will return in January 2020. Since that date, the Governor has signed and vetoed a number of high-profile bills of major interest to planners. October 13th was his deadline to act on all of the bills that reached his desk. By the end of session, some of APA's hot bills were made two-year bills before the Legislature adjourned – those bills still have the opportunity to move forward next year. A list of key bills and their final status is located below.

Overall the 2019 Legislative Session was another busy one for APA California. APA, the Legislative Review Team members, and the housing and environmental special committees spent hours working on amendments to bills that had goals consistent with APA's policies, but with provisions that were not practical or feasible as written. APA was successful in amending many measures, which removed our opposition to the bills, many of which were eventually signed into law.

Housing continued to be a major hot topic in the Legislature, and major bills regarding ADUs, the Housing Accountability Act, and the Permit Streamlining Act focused on increasing residential production were signed into law. 2020 will likely continue to be focused heavily on housing and impact fees. Several very high-profile measures addressing those issues were tabled this year, including SB 50 (Wiener) mandating higher housing density around transit and jobs, and AB 1484 (Grayson) which will be the vehicle for changes in impact fees based on the HCD/Terner Fee Study. Hearings and stakeholder meetings are being planned this fall on those two measures. (The HCD/Terner impact fee study can be found here:

http://ternercenter.berkeley.edu/uploads/Residential Impact Fees in California August 2019.pdf.)

Unfortunately, one measure strongly supported by APA, SB 5 by Senator Beall, was vetoed by the Governor. SB 5 would have given the state a major on-going stake in funding housing and infrastructure. It would have established a new program that would have eventually shifted up to \$2 billion annually from local ERAFs to pay for projects approved by the state for affordable housing, transit-oriented development, infill development, and housing-related infrastructure. The state would have matched any reductions in ERAF

that would otherwise be used to support schools to backfill those losses. In vetoing the bill, the Governor said:

"California is in a housing crisis, and I have consistently maintained we need to use all the tools in our toolbox to address it. However, this bill would increase costs by \$2 billion annually once fully implemented. Legislation with such a significant fiscal impact needs to be part of budget deliberations so that it can be considered in light of other priorities. I will continue to work collaboratively with the Legislature next year to continue to support increased housing production at all income levels across our state."

APA hopes that the Governor and Legislature will work next year along with stakeholders to fund a similar program. Without such a commitment from the state, there isn't enough funding available to build all of the affordable-income, or even moderate-income housing, to match the number of units needed in California.

Major Rent Stabilization Measure Signed into Law

AB 1482, authored by Assembly Housing Committee Chair David Chiu, was signed by the Governor. It establishes a statewide rent stabilization and eviction limitation program in California. Local ordinances are permissible, so long as they do not provide less protection than AB 1482.

Supported by APA, AB 1482 will be effective January 1, 2020 and sunset in 2030. It will apply to most multi-family dwellings in California, with exemptions for units constructed in the last 15 years, condominiums and single-family homes (unless they are owned by a corporation or real estate investment trust), duplexes where the owner lives in one of the units, and affordable housing that is subject to a recorded regulatory agreement.

The rent stabilization provisions of AB 1482 limit annual increases to 5 percent, plus inflation, or 10 percent, whichever is lower, for tenants who have occupied the unit for 12 months or more. Eviction limitations state that a landlord may only evict a tenant from a covered unit for "just cause," as defined by the statute. A "no fault" eviction (for example, for an owner move-in or a condo conversion) requires the landlord pay the tenant relocation assistance.

Legislative Update at the APA California Conference

The PowerPoint from the 2019 Legislative Session from APA California's conference in Santa Barbara has been posted on the APA California website. Thank you to those of you who attended. There is never enough time to get through all the activity in the Legislature, but we hope the session and the PowerPoint are helpful!

How You Can Get Involved in Shaping APA California's Legislative Positions

We encourage you to participate in APA California's Legislative Review Team, whose members advise APA California on legislative positions, potential amendments and key planning policies. Information on the Review Team and sign up information are located

on the APA California website legislation page. To find APA's positions on all of the major planning-related bills, and to review APA's letters on those bills, please go to the legislative tab on APA's website at www.apacalifornia.com. All position letters are posted on the APA California website "Legislation" page, which can be found here: https://www.apacalifornia.org/legislation/legislative-review-teams/position-letters/.

High Priority Bills with Positions

Below are some of the main high priority bills APA California worked on in 2019. Position letters for these bills are located on the APA California website. To view the full list of hot planning bills, copies of the measures, up-to-the minute status and APA California letters and positions, please continue to visit the legislative page on APA California's website at www.apacalifornia.org.

Housing and Infrastructure Bills

AB 11 (Chiu) - Redevelopment 2.0 for infrastructure to support housing

Position: Support Status: Two-Year Bill

AB 36 (Bloom) Rent Control

Position: Watch Status: Two-Year Bill

AB 68 (Ting) Major changes to accessory dwelling unit law

Position: Neutral as Amended Status: Signed by the Governor

AB 139 (Quirk-Silva) Emergency and transitional housing

Position: Support

Status: Signed by the Governor

AB 670 (Friedman) Accessory dwelling units in common interest developments

Position: Support

Status: Signed by the Governor

AB 725 (Wicks) Restrictions on above moderate housing on single-family sites

Position: Oppose Unless Amended

Status: Two-Year Bill

AB 891 (Burke) Safe Parking Programs

Position: Support if Amended Status: Vetoed by the Governor

AB 1250 (Gloria) New limitations on subdivisions

Position: Oppose Unless Amended

Status: Two-Year Bill

AB 1279 (Bloom) By right approval of housing development projects in high-resource areas

Position: Support if Amended

Status: Two-Year Bill

AB 1399 (Bloom) Rent Control: Withdrawal of Accommodations

Position: Support

Status: Signed by the Governor

AB 1482 (Chiu) Tenant Protection, Rent Caps, Eviction Restrictions

Position: Support

Status: Signed by the Governor

AB 1483 (Grayson) Requirements for web posting of fees imposed on housing developments and additional annual housing report requirements

Position: Oppose Unless Amended Status: Signed by the Governor

AB 1484 (Grayson) Vehicle for Fee Recommendations from HCD Fee Study and Posting Requirements for Fees Applicable to Housing Developments

Position: Support existing fee language if amended

Status: Two-Year Bill

AB 1485 (McCarty) Prohibition on applying for state grants if jurisdiction found in violation of state housing law

Position: Watch Status: Two-Year Bill

AB 1717 (Friedman) Transit-Oriented Affordable Housing Funding Program Act

Position: Support Status: Two-Year Bill

AB 1763 (Chiu) 100% Density Bonus and Other Incentives for 100% Affordable Housing

Position: Support

Status: Signed by the Governor

ACA 1 (Aguiar-Curry) Local government financing for affordable housing and infrastructure

Position: Support Status: Two-Year Bill

SB 4 (McGuire) By right approval for transit-oriented development and small multifamily developments

Position: Watch

Status: Two-Year Bill (was merged with SB 50)

SB 5 (Beall) Affordable Housing and Community Development Investment Program: State Approved Alternative Redevelopment Process

Position: Support

Status: Vetoed by the Governor

SB 6 (Beall) Available land database

Position: Support

Status: Signed by the Governor

SB 13 (Wieckowski) Major changes to accessory dwelling unit law

Position: Neutral as Amended Status: Signed by the Governor

SB 18 (Skinner) – Tenant Assistance: Keep Californians Housed Act

Position: Support

Status: Signed by the Governor

SB 48 (Wiener) Interim low-barrier shelter housing developments

Position: Support if Amended

Status: Two-Year Bill (Included in Housing Budget Trailer Bills)

SB 50 (Wiener) Housing development incentives and requirements

Position: Oppose Unless Amended

Status: Two-Year Bill

SB 330 (Skinner) Housing Crisis Act of 2019

Position: Neutral as Amended Status: Signed by the Governor

SB 592 (Wiener) Housing Accountability Act

Position: Oppose Unless Amended

Status: Two-Year Bill

Wildfire Planning/Safety Element Changes

AB 747 (Levine) Evacuation routes capacity

Position: Support as Amended Status: Signed by the Governor

SB 99 (Nielsen) Evaluation of existing evacuation routes

Position: Support

Status: Signed by the Governor

SB 182 (Jackson) Wildfire planning in wildland urban interface areas

Position: Support Status: Two-Year Bill

CEQA

AB 490 (Salas) Affordable housing streamlining

Position: Support Status: Two-Year Bill

AB 782 (Berman) Land trust transfers

Position: Support

Status: Signed by the Governor