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OC SAN
ORANGE COUNTY SANITATION DISTRICT

Legislative Update
February 7, 2022

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Sacramento General Overview 2022

- 2022 is the second year of the 2-year legislative cycle
- Legislature returned from Interim Recess on January 3, 2022
- Legislature's top focus in 2022 expected to be on continued COVID-19 response, housing and homelessness, and climate resiliency
- New bill introduction deadline for 2022 is February 18



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2022-2023 January Budget Framework

Budget Details

- \$286.4 Billion Total Spending (9.1% Increase)
- **COVID-19 Relief:** Provides approximately **\$2.7 billion** over two years to support testing, vaccine distribution, and healthcare workers.
- **Climate Resiliency:** Major investments in forest health, wildfire resiliency, drought support, and nature-based solutions.
- **Housing/Homelessness:** Additional **\$4 billion** for programs and solutions with emphasis on sustainability in development

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2022-2023 January Budget Framework

Budget Details (continued)

- **Supply Chain Resiliency:** **\$2.3 billion** proposed for investments in ports and goods moving infrastructure, ZEV equipment, and workforce training
- **Air Quality:** Additional **\$6.1 billion** over 5 years for ZEV deployment prioritizing heavy fleets such as buses in DAC communities
- **Drought Response:** **\$750 million** for one-time drought resilience and response. Money will go toward conservation, direct drought relief, and contingency for the Spring

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2022-2023 January Budget Framework

Projected 2022-2023 Budget Surplus: \$45.7 billion

- \$16.1 billion in Proposition 98 obligations
- \$3.9 billion to pay down unfunded retirement liabilities
- \$5.1 billion for reserves
- ***Remaining discretionary total: \$20.6 billion***

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Next Steps/Key Dates

- February, March, April will be Budget Committee and Sub-Committee hearings to negotiate line items in the Budget
- Governor's May Revise Budget – updated tax revenue numbers
- Budget deadline – June 15, 2022

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2022 Legislation of Interest

Bill	Author	Description	Status
AB 1001	C. Garcia [D]	Makes changes to CEQA in DAC areas. Requires mitigation to compensate for adverse air or water quality impacts in a DAC to mitigate those impacts directly in the affected community.	Currently in the Senate
AB 1434	Friedman [D]	Would make changes to the indoor water use standards with stricter goals and targets	Dead. Author will re-introduce soon
AB 1724	Stone [D]	Would require that all washing machines sold as new in California contain a microfiber filtration system by 2024	Introduced. Must sit for 30 days
SB 230	Portantino [D]	Would establish a Constituents of Emerging Concern Program to recommend areas for further study on the occurrence of CECs in drinking water	Currently in the Assembly

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State Budget Request

- TPA is still working to set up meetings with the OC Legislative Delegation to request State Budget Funding for the following projects:
 - Mobile Wastewater Recycling Educational and Demonstration Unit
 - Newport Beach Pump Station Pressurization Improvements
 - Wastehauler Station Environmental Safety and Security Improvements

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Thank You

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