



**SAN DIEGO COUNTY
REGIONAL AIRPORT AUTHORITY
STAFF REPORT**

Item No.
4

Meeting Date: **APRIL 7, 2011**

Subject:

April 2011 Legislative Report

Recommendation:

Adopt Resolution No. 2011-0038, approving the April 2011 Legislative Report.

Background/Justification:

The Legislative Advocacy Program Policy adopted by the Board on November 10, 2003, requires Authority staff to present the Board with monthly reports concerning the status of legislation with potential impact to the Authority. The April 2011 Legislative Report updates Board members on legislative activities that have taken place during the month of March. The Authority Board can give direction to staff on legislative issues contained in the attached Legislative Report (Attachment A).

State Legislative Action

Governor Jerry Brown signed thirteen budget bills on March 24, 2011, collectively reducing state general fund spending by \$11.2 billion. The Governor is also attempting to obtain support to extend several taxes set to expire July 1, 2011, to eliminate redevelopment agencies, and to increase taxes for businesses. These provisions would reduce the deficit by another \$14 billion. The Governor is proposing to place the tax extensions before California voters in June.

The Authority's Legislative team recommends the Board adopt a Support position on AB 36 (Perea), legislation that would allow Authority employees to exclude or deduct medical care expenses for adult dependents under 27 years old from their income.

The Authority's Legislative team also recommends the Board adopt a Watch position on several bills concerning the governance and financing of the High-Speed Rail Authority (AB 76, AB 133, AB 385, AB 471, AB 492, AB 615, SB 517 and SB 749).

Additionally, the Authority's Legislative team also recommends the Board adopt a Watch position on AB 60 (Blumenfeld), a bill that would establish a 12 member Blue Ribbon Task Force on Public Transportation for the 21st Century. This Task Force would prepare a report to the Governor and Legislature on the current state of California's transit system, and the cost and potential funding sources to improve the system.

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The Authority's Legislative team also recommends the Board adopt a Watch position on AB 1377 (Butler) that would place an airport law enforcement officer regularly employed by the Los Angeles World Airports within a different category of peace officers with the authority to carry firearms.

Additionally, the Authority's Legislative team recommends the Board adopt a Support position on AJR 3 (Dickinson), a resolution of the State Legislature sponsored by the California Airports Council to urge the U.S. Congress to extend the alternative minimum tax (AMT) holiday for airport private activity bonds.

Additionally, the Authority's Legislative team recommends the Board adopt an Oppose position on SB 295 (Price), a bill that removes the current obligation of community college districts to notify the Caltrans Division of Aeronautics before locating a new school, or adding an addition onto a present school located within two miles of an airport runway.

Finally, the Authority's Legislative team also recommends the Board adopt a Watch position on SB 468 (Kehoe) that would impose additional requirements on the Department of Transportation for proposed capacity-increasing state highway projects located in the coastal zone.

Federal Legislative Action

The Authority's Legislative team recommends the Board adopt a Support position on H.R. 386 (Lungren), a bill that would impose a criminal penalty for aiming a laser pointer at an aircraft.

The Authority's Legislative team also recommends the Board adopt a Support position on H.R. 674/S.89 (Herger/Vitter), legislation to repeal a law that will take effect next year requiring the Authority to withhold 3 percent from payments for goods and services.

The Authority's Legislative team also recommends the Board adopt an Oppose position on H.R. 235 (Brady) that would eliminate grants to large and medium hub airports under the Airport Improvement Program (AIP).

Authority staff will continue to support efforts by the American Association of Airport Executives and Airports Council International-North America during the consideration of the Federal Aviation Administration Reauthorization bill to protect AIP funding and to increase the current PFC limit.

Environmental Review:

- A. This Board action is not a project that would have a significant effect on the environment as defined by the California Environmental Quality Act (CEQA), as amended. 14 Cal. Code Regs. §15378. This Board action is not a "project" subject to CEQA. Cal. Pub. Res. Code §21065.
- B. California Coastal Act Review: This Board action is not a "development" as defined by the California Coastal Act. Cal. Pub. Res. Code §30106.

Equal Opportunity Program:

Not applicable.

Prepared by:

MICHAEL KULIS
DIRECTOR, INTER-GOVERNMENTAL RELATIONS

RESOLUTION NO. 2011-0038

A RESOLUTION OF THE BOARD OF THE SAN
DIEGO COUNTY REGIONAL AIRPORT AUTHORITY
APPROVING THE APRIL 2011 LEGISLATIVE
REPORT

WHEREAS, the Authority operates San Diego International Airport as well as plans for necessary improvements to the regional air transportation system in San Diego County, including serving as the responsible agency for airport land use planning within the County; and

WHEREAS, the Authority has a responsibility to promote public policies consistent with the Authority's mandates and objectives; and

WHEREAS, Authority staff works locally and coordinates with legislative advocates in Sacramento and Washington, D.C. to identify and pursue legislative opportunities in defense and support of initiatives and programs of interest to the Authority; and

WHEREAS, under the Authority's Legislative Advocacy Program Policy, the Authority Board gives direction to Authority staff on pending legislation; and

WHEREAS, the Authority Board in directing staff may adopt positions on legislation that has been determined to have a potential impact on the Authority's operations and functions;

NOW, THEREFORE, BE IT RESOLVED that the Board of the San Diego County Regional Airport Authority hereby approves the April 2011 Legislative Report (Attachment A); and

BE IT FURTHER RESOLVED that the Board of the San Diego County Regional Airport Authority finds that this Board action is not a "project" as defined by the California Environmental Quality Act (CEQA), Pub. Res. Code Section 21065; and is not a "development" as defined by the California Coastal Act, Pub. Res. Code Section 30106.

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PASSED, ADOPTED, AND APPROVED by the Board of the San Diego County Regional Airport Authority at a regular meeting this 7th day of April, 2011, by the following vote:

AYES: Board Members:

NOES: Board Members:

ABSENT: Board Members:

ATTEST:

**TONY RUSSELL
DIRECTOR CORPORATE SERVICES/
AUTHORITY CLERK**

APPROVED AS TO FORM:

**BRETON K. LOBNER
GENERAL COUNSEL**

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April 2011 Legislative Report

State Legislation

New or Amended Legislation

Legislation/Topic
State Budget

Background/Summary

Governor Jerry Brown signed thirteen budget bills on March 24, 2011, collectively reducing state general fund spending by \$11.2 billion. The most significant reductions, totaling \$1.5 billion, were to health and welfare programs.

The Governor is also attempting to obtain support to extend several taxes set to expire July 1, 2011, to eliminate redevelopment agencies, and to increase taxes for businesses. These provisions would reduce the deficit by another \$14 billion. The Governor is proposing to place the tax extensions before California votes in June.

Anticipated Impact/Discussion

There is no direct impact to SDIA or the Authority. The Authority's legislative team will continue to monitor the state budget to identify any potential impacts.

Legislation/Topic

AB 36 (Perea) – Federal Conformity of Income and Employment Taxes

Background/Summary

This bill amends California's Personal Income and Corporation Income Tax laws to conform with federal income tax laws following the passage of the federal Patient Protection and Affordable Care Act and the Health Care and Education Reconciliation Act of 2010. Specifically, this bill would allow individuals to exclude or deduct from their state taxable income the costs of extending health benefits to adult children under the age of 27.

Anticipated Impact/Discussion

This bill would allow Authority employees to exclude or deduct medical care expenses for adult dependents under 27 years old from their income.

Status: 3/24/11 – Enrolled and sent to the Governor for signature

Position: Support

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Legislation/Topic

AB 76 (Harkey) – High-Speed Rail

Background/Summary

On November 4, 2008, California voters passed Proposition 1A, the "Safe, Reliable High-Speed Passenger Train Bond Act for the 21st Century," authorizing the issuance of \$9.95 billion in general obligation bonds for a high-speed rail system. This bill would reduce the amount of high-speed rail general obligation debt to the amount under contract as of January 1, 2012.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 1/27/11 – Introduced and referred to the Assembly Committee on Transportation

Position: Watch

Legislation/Topic

AB 133 (Galgiani) – High-Speed Rail

Background/Summary

This bill would require that federal funds made available to the state for high-speed rail purposes be available for preliminary engineering, project-level environment work, mitigation, final design, and construction for the following four segments approved by the Federal Railroad Administration: San Francisco to San Jose; Merced to Fresno; Fresno to Bakersfield; and Los Angeles to Anaheim.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 2/3/11 – Introduced and referred to the Assembly Committee on Transportation

Position: Watch

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Legislation/Topic
AB 385 (Harkey) – High-Speed Rail

Background/Summary

Existing law requires the High-Speed Rail Authority to approve and submit a detailed funding plan for the development and implementation of high-speed train service to the Director of Finance, a specified peer review group, and the Legislature's transportation and fiscal committees. This bill would require the High-Speed Rail Authority to also approve and submit an investment grade analysis to those entities.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 2/14/11 – Introduced

Position: Watch

Legislation/Topic
AB 471 (Lowenthal) – High-Speed Rail: Inspector General

Background/Summary

This bill would create an office of the Inspector General within the High-Speed Rail Authority, and require the High-Speed Rail Authority to appoint an Inspector General, who would serve at the pleasure of the Authority. The Inspector General would be required to prepare specified reports and audits relating to high-speed rail.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/3/11 – Referred to the Assembly Committee on Transportation

Position: Watch

Legislation/Topic
AB 492 (Galgiani) – High-Speed Rail Authority

Background/Summary

This bill would authorize the High-Speed Rail authority to consider, to the extent permitted by federal and state law, the creation of jobs in California when awarding major contracts or purchasing high-speed trains.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/3/11 – Referred to the Assembly Committee on Transportation

Position: Support

Legislation/Topic
AB 615 (Lowenthal) – High-Speed Rail

Background/Summary

Existing law generally requires the approval of the Department of General Services before a state agency may acquire, hire, dispose of, or let real property. It also requires General Services to inventory most state-owned property, and establishes the process for leasing property acquired for highway use to former owners. This bill would enact authorizations, and exemptions relative to real property obtained for high-speed rail purposes by the High-Speed Rail Authority. The bill would also enact similar exceptions, authorizations and new provisions governing acquisition or disposal of right-of-way property by the Authority. In addition, this bill would exempt the High-Speed Rail Authority from obtaining approval from the Department of Finance and State Public Works Board before expanding funds from an appropriation for capital outlay purposes.

This bill would also provide that the High-Speed Rail Authority is the responsible agency for projects under its jurisdiction.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/3/11 – Referred to the Assembly Committee on Transportation

Position: Watch

Legislation/Topic

AB 650 (Blumenfeld) – Blue Ribbon Taskforce on Public Transportation

Background/Summary

This bill would establish the Blue Ribbon Task Force on Public Transportation for the 21st Century. The bill would require the task force to be comprised of 12 members jointly appointed by the Senate Committee on Rules and the Speaker of the Assembly by March 31, 2012.

The bill would also require the task force prepare a report to the Governor, the Legislature and several legislative committees on the current state of California's transit system, and the estimated cost and potential funding sources needed by March 31, 2013.

The bill would appropriate \$750,000 from the Public Transportation Account to the Department of Transportation to accomplish these purposes.

Anticipated Impact/Discussion

Although this bill would not have any direct impact on the Authority or SDIA, it could affect transit connections to SDIA.

Status: 3/7/11 – Referred to the Assembly Committee on Transportation

Position: Watch

Legislation/Topic

AB 1377 (Butler) – Peace Officers, Airport Law Enforcement

Background/Summary

Individuals employed as airport law enforcement officers are peace authorized to carry firearms only if he or she is so authorized by the peace officer's employing agency.

This bill would place an airport law enforcement officer regularly employed by the Los Angeles World Airports within a different category of peace officers with the authority to carry specified firearms. This bill would also make legislative findings and declarations concerning the necessity of a special statute for the City of Los Angeles relating to law enforcement at the Los Angeles International Airport.

Anticipated Impact/Discussion

This bill is only relative to Airport law enforcement officers at Los Angeles World Airports.

Status: 2/20/11 – Introduced

Position: Watch

Legislation/Topic

AJR 3 (Dickinson) – Federal Taxation

Background/Summary

This resolution of the State Legislature would urge the U.S. Congress to extend the alternative minimum tax (AMT) holiday for private activity bonds. The American Recovery and Reinvestment Act of 2009 exempted airport private activity bonds (pab's) issued in 2009 and 2010 from the AMT, saving airports an estimated \$1 billion. This AMT exemption expired at the end of 2010.

This exemption is expected to save the Authority approximately \$45 million over the life of the bonds issued for the Green Build.

Anticipated Impact/Discussion

This bill is sponsored by the California Airports Council. If Congress were to extend the AMT exemption for PAB's, it would benefit the Authority financially by enabling the Authority to issues future bonds at a lower interest rate.

Status: 2/24/11 – Referred to the Assembly Committee on Revenue and Taxation

Position: Support

Legislation/Topic

SB 295 (Price) – Community College Site Acquisition

Background/Summary

This bill removes the current obligation of the community college districts to notify the Caltrans Division of Aeronautics before locating a new school, or adding an addition onto a present school located within two miles of an airport runway. It also removes the provision prohibiting the use of state funds for the school site or addition if the community college decides to overrule the recommendation by Caltrans not to site a school.

Anticipated Impact/Discussion

If a community college's proposal is located in SDIA's Airport Influence Area, they are required to submit an application for consistency pursuant to the provisions of the Public Utilities Code. However, this bill would remove the additional layer of notice when a community college attempts to develop near an airport.

Status: 2/24/11 – Referred to the Assembly Committee on Education

Position: Watch

Legislation/Topic

SB 468 (Kehoe) – State Highways in the Coastal Zone

Background/Summary

This bill would impose additional requirements on the Department of Transportation for proposed capacity-increasing state highway projects located in the coastal zone. Included in the new requirements is the completion of mass transit prior to construction of the proposed highway project.

Anticipated Impact/Discussion

This bill could impact the proposal by Caltrans to widen Interstate 5, which could affect future travelers going to and from SDIA.

Status: 3/15/011 – Referred to the Senate Committee on Transportation and Housing

Position: Watch

Legislation/Topic

SB 517 (Lowenthal) – High-Speed Rail Authority

Background/Summary

This bill would place the High-Speed Rail Authority within the Business, Transportation and Housing (BTH) Agency, and provide for the BTH Secretary to serve on the authority as a nonvoting, member. The bill would also require the Secretary to propose an annual budget for the Authority.

The bill would require the members of the Authority appointed by the Governor to be appointed with the advice and consent of the Senate. This bill would vacate the current membership of the Authority and provide for the appointment or reappointment of members by January 31, 2012, under staggered terms.

This bill also would provide that the executive director is subject to appointment with the advice and consent of the Senate, and would enact various conflict-of-interest provisions applicable to members of the authority and its staff.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/3/11 – Referred to the Senate Committee on Transportation and Housing

Position: Watch

Legislation/Topic
SB 545 (Anderson) – Transportation

Background/Summary

Under existing law there are various transportation programs to develop and implement improvements to transportation systems. This bill would state the intent of the Legislature to enact legislation enabling the state to examine efficiency in administering solutions to California's transportation needs.

Anticipated Impact/Discussion

This "spot bill" states the Legislature's intent to possibly enact legislation in the future. Staff will monitor this bill as details are provided to identify any potential impacts to SDIA or other aviation planning or operations

Status: 3/3/011 – Referred to the Senate Committee on Rules

Position: Watch

Legislation/Topic
SB 749 (Steinberg) – High-Speed Rail

Background/Summary

This bill would provide that the five High-Speed Rail Authority members appointed by the Governor are subject to the advice and consent of the Senate.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/3/011 – Referred to the Senate Committee on Transportation and the Senate Committee on Rules

Position: Watch

Legislation/Topic

AB 31 (Beall) – High-Speed Rail and Local Master Planning

Background/Summary

This bill would establish the High-Speed Rail Local Master Plan Pilot Program, authorizing jurisdictions with an approved high-speed rail station to participate in the program. Participating jurisdictions may prepare and adopt a master plan for development in the areas surrounding the high-speed rail system in their jurisdiction. Participating jurisdictions may collaborate with the State Air Resources Board to develop incentives to encourage development while concurrently reducing greenhouse gas emissions, consistent with or pursuant to the California Global Warming Solutions Act of 2006. Jurisdictions adopting a high-speed rail master plan may finance any publicly-owned facility or amenity necessary to implement the master plan.

Anticipated Impact/Discussion

Although this legislation is not expected to have any impact the Authority, it could impact the development of the area surrounding a high-speed rail station in San Diego.

Status: 3/24/10 – Amended and re-referred to the Assembly Committee on Local Government

Position: Watch (2/10/11)

Legislation/Topic

AB 58 (Gagliani) – High-Speed Rail

Background/Summary

Existing law provides for appointment of an executive director by the Authority, who is exempt from civil service and serves at the pleasure of the authority. This bill would authorize the Governor to appoint up to six deputy directors exempt from civil service who would serve at the pleasure of the executive director.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/17/11 – Amended and re-referred to the Assembly Committee on Transportation

Position: Watch (2/10/11)

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Legislation/Topic

AB 81 (Beall) – Aircraft Jet Fuel Taxes

Background/Summary

This bill would exempt from state sales and use taxes gross receipts from the sale of, storage, use or consumption of fuel and petroleum products by an air common carrier provided that the gross receipts are in excess of the average spot price per gallon over the previous five years. This bill would also require the State Board of Equalization, beginning on January 1, 2013 to submit a report to the Legislature setting forth the state fiscal impact of the exemption.

Anticipated Impact/Discussion

Although this legislation would not directly impact the Authority or SDIA, it could financially benefit airlines that operating at SDIA.

Status: 3/24/11 – Amended and re-referred to the Assembly Committee on Revenue and Taxation

Position: Watch (2/10/11)

Legislation/Topic

AB 145 (Gagliani/Levanthal) – High-Speed Rail Governance

Background/Summary

This bill would limit the High-Speed Rail Authority policy decisions relative to implementation of high-speed rail consistent with Proposition 1A. The bill would also create the Department of High-Speed Trains within the Business, Transportation and Housing Agency, transferring certain powers and responsibilities of the Authority to the Department. The director of the Department would be appointed by the Governor, who would serve at the pleasure of the Authority, and the Governor would be authorized to appoint up to ten officers of the Department who would be exempt from civil service and serve at the pleasure of the director. The bill would also provide for acquisition and disposition by the Department of rights-of-way for the high-speed rail project.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 3/17/11 – Amended and re-referred to the Assembly Committee on Transportation

Position: Watch (2/10/11)

Legislation/Topic

AB148 (Smyth) – Local Government Ethics Training Disclosure

Background/Summary

Existing law defines the term “ethics laws” to include, among others, laws relating to government transparency. This bill would expand the term “ethics laws” to also include compensation setting guidelines as established by specified organizations or a local agency. It would also require ethics training records for officials to be posted to the agency’s website, and to submit a copy of such records to the State Controller. In addition, it requires local agencies to post their written attendance compensation policy or written reimbursement policy to the agency’s website.

Anticipated Impact/Discussion

If passed, this legislation would require the Authority to post ethics training records and attendance compensation/reimbursement policy information on the Authority’s website.

Status: 3/17/11 – Amended and re-referred to the Assembly Committee on Local Government

Position: Watch (2/10/11)

Legislation/Topic

SB 22 (La Malfa) – High-Speed Rail

Background/Summary

Existing law, pursuant to the “Safe, Reliable High-Speed Passenger Train Bond Act for the 21st Century,” provides for the issuance of \$9.95 billion in general obligation bonds for high-speed rail and related purposes. This bill would reduce the amount of high-speed rail general obligation debt to the amount contracted as of January 1, 2012.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 12/6/10 – Introduced
3/24/11 – Referred to the Senate Committee on Rules

Position: Watch (2/10/11)

Legislation/Topic

SB 186 (Kehoe) – State Controller Audit and Investigation Authority

Background/Summary

Existing law authorizes the State Controller to appoint a qualified accountant to make an investigation and to obtain the information required for the annual report of financial transactions. This bill would expand the Controller's authority, authorizing the Controller to exercise discretionary authority to perform an audit or investigation of any county, city, special district, or redevelopment agency, in order to ensure compliance with state law, grant agreements, local ordinances, and to determine fiscal viability. This bill would require the Controller to prepare a report of the results of an audit or investigation and to file a copy with the local legislative body.

Anticipated Impact/Discussion

This legislation was introduced in response to last year's controversy with the City of Bell official's salaries. Since the Authority is not considered a "special district" this legislation would have no direct impact on the Authority.

This bill was amended to delete the provision that costs incurred by the Controller shall be borne by the county, city, or redevelopment agency.

Status: 2/22/11 – Amended and re-referred to the Senate Committee on Appropriations

Position: Watch (3/3/11)

Existing State Legislation

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Legislation/Topic

AB 16 (Perea) – High-Speed Rail Authority

Background/Summary

Existing law, pursuant to the “Safe, Reliable High-Speed Passenger Train Bond Act for the 21st Century”, authorizes \$9.95 billion in general obligation bonds for high-speed rail development and other related purposes. The Federal American Recovery and Reinvestment Act of 2009 (ARRA) also provides funding for high-speed rail projects. This bill would require the High-Speed Rail Authority to make every effort to purchase high-speed train rolling stock and related equipment manufactured in California, consistent with federal and state laws.

Anticipated Impact/Discussion

Although this legislation would have no direct impact on the Authority or SDIA, it could affect the potential connection of high-speed rail to the San Diego region and SDIA.

Status: 1/24/11 – Referred to the Assembly Committee on Transportation

Position: Support (2/10/11)

Legislation/Topic

SB 49 (Strickland) – Local Government Emergency Response Fees

Background/Summary

Existing law authorizes public agencies to hold liable any person who is under the influence of an alcoholic beverage, any drug, or the combination of an alcoholic beverage and any drug, whose negligent operation of a motor vehicle, a boat or vessel, or a civil aircraft caused by that influence proximately causes any incident resulting in an appropriate emergency response, and any person whose intentionally wrongful conduct proximately causes an incident resulting in an appropriate emergency response, for the expense of that emergency response. This bill would prohibit a city, including a charter city, county, district, municipal corporation, or public authority from charging a fee to any person, regardless of residency, for the expense of an emergency response, as specified, except where a fee is otherwise authorized.

Anticipated Impact/Discussion

Under this legislation the City of San Diego and Harbor Police would be prohibited from recovering any expenses from an individual during an emergency response.

Status: 2/10/11 – Referred to the Senate Committee on Public Safety

Position: Watch (3/3/11)

Legislation/Topic

AB 23 (Smyth) – Prohibition of Simultaneous Local Agency Meetings

Background/Summary

The Brown Act requires each legislative body of a local agency to provide the time and place for holding regular meetings and requires that all meetings of a legislative body be open and public and all persons be permitted to attend unless a closed session is authorized.

This bill would prohibit the members of a legislative body, during a meeting of that legislative body, from convening simultaneous or serial order meetings of any other legislative body for which the members of the convened legislative body constitute at least a quorum.

Anticipated Impact/Discussion

If passed, this legislation would prohibit the Authority Board from holding joint committee meetings or from meeting as the Airport Land Use Commission following a Board meeting.

Status: 1/24/11 – Referred to the Assembly Committee on Local Government

Position: Watch (3/3/11)

Legislation/Topic

SB 446 (Dutton) – Ontario International Airport

Background/Summary

The bill states the intent of the Legislature to establish the Ontario International Airport Authority and to transfer management and operational control of Ontario Airport to the new Authority.

Anticipated Impact/Discussion

Although this “spot bill” has no direct impact on the Authority, staff will continue to monitor the bill and identify any potential impact to the Authority or SDIA.

Status: 2/16/11 – Introduced

Position: Watch (3/3/11)

Federal Legislation

New or Amended Legislation

Legislation/Topic

H.R. 386 (Lungren) Securing Cockpits Against Lasers Act of 2011

Background/Summary

This Act amends the federal criminal code to prohibit the aiming of the beam of a laser pointer at an aircraft or in its flight path, and imposes a fine and/or prison term of up to five years. Exempts from such prohibition:

- Individuals conducting research and development or flight test operations for an aircraft manufacturer or the Federal Aviation Administration (FAA)
- Department of Defense (DOD) or Department of Homeland Security (DHS) personnel conducting research, development, operations, testing or training; or
- An individual using a laser emergency signaling device to send a distress signal.

Anticipated Impact/Discussion

Although this legislation would have no direct impact to the Authority or SDIA, it could enhance aviation safety by protecting pilots from laser interferences.

Status: 3/1/11 – Referred to the Senate Judiciary Committee

Position: Support

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Legislation/Topic

H.R. 674/S.89 (Herger/Vitter) IRS Code Amendment, Vendors

Background/Summary

Beginning January 1, 2012 federal, state, and local governments with total expenditures of \$100 million or more are required to withhold 3 percent from all payments for goods and services to guard against possible business tax evasion.

This bill would amend the Internal Revenue Code to repeal the imposition of the 3 percent withholding of payments.

Anticipated Impact/Discussion

This could negatively affect construction companies and could potentially force many small businesses out of the government market, increase the costs of performing public works contracts, and increase taxpayer costs.

Status: 2/11/11 – H.R. 674 Introduced and referred to the House
Committee on Ways and Means
1/25/11 – S.89 Introduced and referred to the Senate Committee
on Finance

Position: Support

Legislation/Topic

H.R. 235 (Brady) Cut Unsustainable and Top-Heavy Spending Act of 2011

Background/Summary

This bill eliminates several federal programs including grants to large and medium hub airports under the Airport Improvement Program (AIP). This bill also rescinds any unobligated funds made available for such grants.

Anticipated Impact/Discussion

SDIA relies on AIP funding for its capital improvements program and the elimination of this funding could limit the Authority from moving forward on many projects.

Status: 3/3/11 – Referred to the House Subcommittee on Department
Operations, Oversight, and Credit

Position: Oppose

Existing Legislation

Legislation/Topic

S. 223 (Rockefeller)/ H.R. 658 (Mica) - FAA Reauthorization Act

Background/Summary

House Version:

The House is currently considering a four-year FAA Reauthorization Bill with the following provisions:

- Passenger Facility Charge (PFC) cap stays at \$4.50
- Airport Improvement Funding (AIP) cut from \$3.5 to \$3.17 billion in FY 2011 and \$3 billion annually for FY 2012-2014
 - Essential Air Service Program for most communities phased out over three years
- Creates a pilot program allowing up to 5 airports to use PFC revenue for intermodal ground access projects

Senate Version:

The Senate passed a two-year Reauthorization Bill with the following provisions:

- Passenger Facility Charge (PFC) cap stays at \$4.50, but pilot program introduced for up to 6 airports where airports may impose a PFC without regard to dollar amount limitations if the airport collects the charge directly from passengers, and if approved by the Department of Transportation
- AIP funding at \$4 billion in FY 2010, and \$4.1 billion in FY 2011 (up from current \$3.5 billion)
- Increases minimum amount for discretionary AIP from \$148 million to \$520 million

Status: 2/15/11 – Passage by the Senate
2/17/11 – House Committee on Transportation and Infrastructure approved by a vote of 34 to 25 and referred to full House.

Position: House Version: Watch (3/3/11)
Senate Version: Support (3/3/11)

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Legislation/Topic

H.R. 1 (Rogers) The Full Year Continuing Appropriations Act of 2011

Background/Summary

The purpose of this legislation is to fund the federal government - including the programs and operations of DOT, FAA, DHS and TSA - for the remainder of the current fiscal year (2011) that runs through the end of September

Anticipated Impact/Discussion

AIP funding is proposed at its current level of \$3.5 billion.

Status: 2/11/11 – Introduced and referred to the House Committee on Appropriations
2/19/11 – Approved by the House by a vote of 235 to 189 and referred to the Senate

Position: Support (3/3/11)