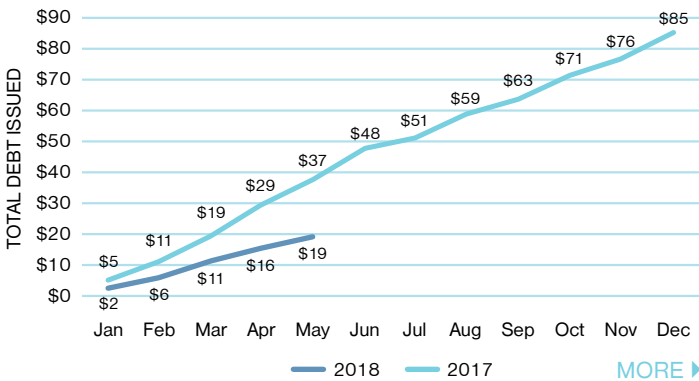
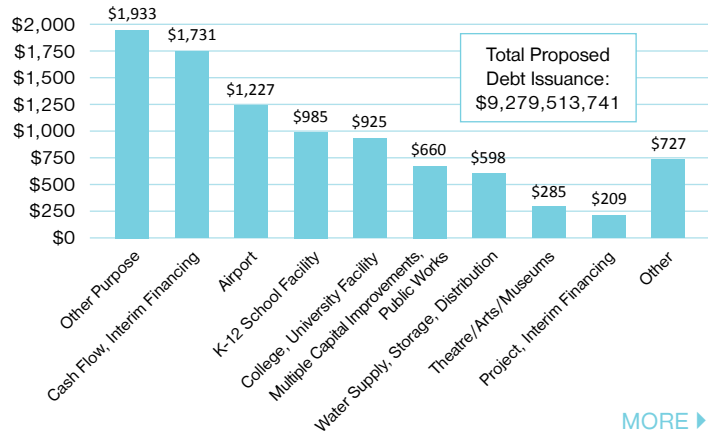


## California Public Debt Issuance Monthly Data

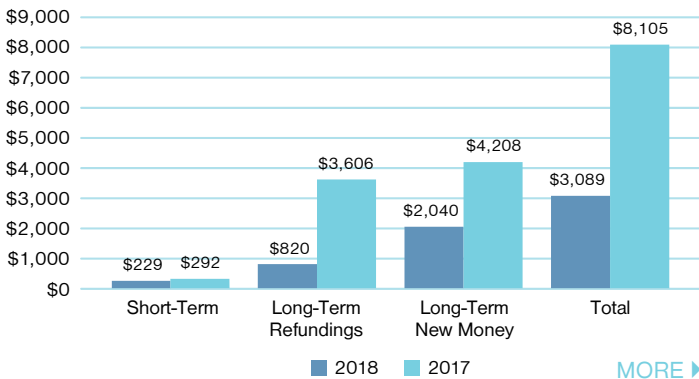
CUMULATIVE CALIFORNIA PUBLIC DEBT ISSUANCE (IN BILLIONS)<sup>1</sup>



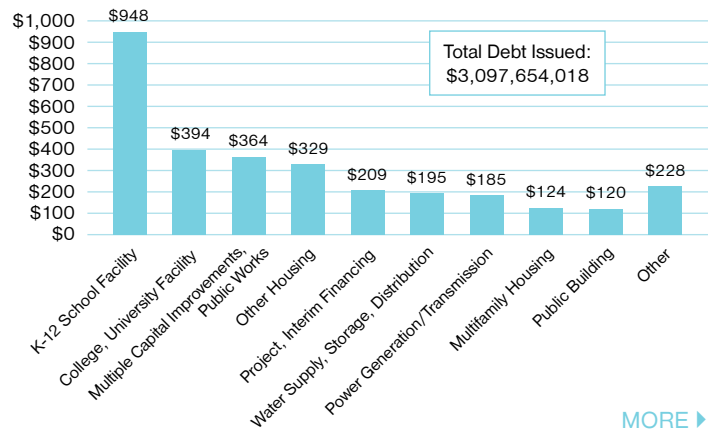
REPORTS OF PROPOSED DEBT ISSUANCE RECEIVED 5-16-2018 THROUGH 6-15-2018, BY PURPOSE (IN MILLIONS)



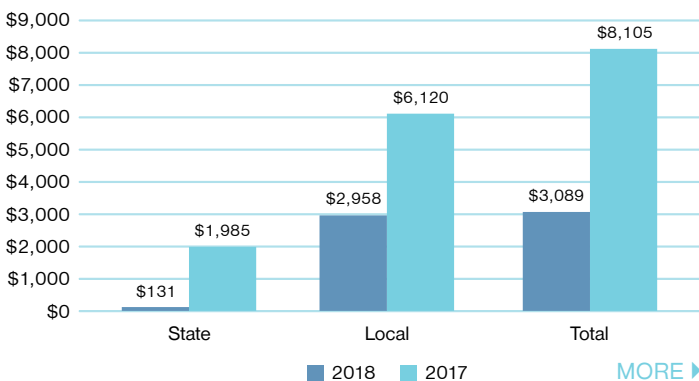
CALIFORNIA PUBLIC DEBT ISSUANCE, MAY (IN MILLIONS)<sup>1</sup>



TOTAL REPORTS OF FINAL SALE RECEIVED 5-16-2018 THROUGH 6-15-2018, BY PURPOSE (IN MILLIONS)



STATE\* VERSUS LOCAL DEBT ISSUANCE, MAY (IN MILLIONS)<sup>1</sup>



\* State issuers include the State of California, its agencies, commissions, authorities, departments and The Student Loan Corporation.

<sup>1</sup> Data may not include issuances reported after the 22<sup>nd</sup> day of the following month.

More detailed debt issuance information is available in the monthly [Debt Line Calendar](#). **DL**

### INSIDE THIS ISSUE

Data Corner	<a href="#">2</a>
California CABs Come Back to Earth	<a href="#">4</a>
Legislation Affecting State and Local Governments	<a href="#">6</a>
Save the Date	<a href="#">14</a>
Municipal Market Regulatory Activity	<a href="#">15</a>



CDIAC

CALIFORNIA  
DEBT AND  
INVESTMENT  
ADVISORY  
COMMISSION

Chairman:

JOHN CHIANG  
California State Treasurer

Members:

EDMUND G. BROWN JR.  
Governor

BETTY T. YEE  
State Controller

SABRINA CERVANTES  
Assemblymember

DAVID BAUM  
Finance Director  
City of San Leandro

JOSÉ CISNEROS  
Treasurer and Tax Collector  
City and County of San Francisco

Executive Director:  
MARK B. CAMPBELL

Debt Line is published monthly by the California Debt and Investment Advisory Commission (CDIAC).

915 Capitol Mall, Room 400  
Sacramento, CA 95814  
P (916) 653-3269  
F (916) 654-7440  
cdiac@treasurer.ca.gov  
www.treasurer.ca.gov/cdiac

Debt Line publishes articles on debt financing and public fund investment that may be of interest to our readers; however, these articles do not necessarily reflect the views of the Commission.

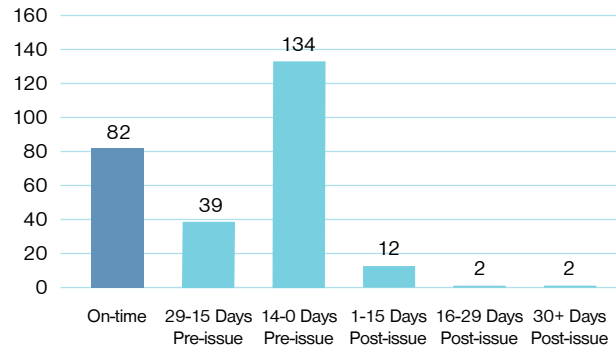
Business correspondence and editorial comments are welcome.

All rights reserved. No part of this document may be reproduced without written credit given to CDIAC. Permission to reprint with written credit given to CDIAC is hereby granted.

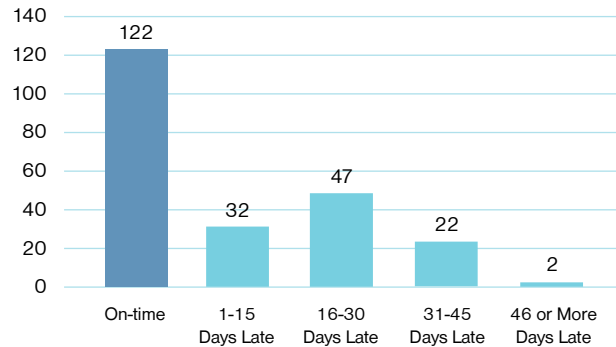
# DATA - CORNER

## TIMELINESS OF SUBMITTAL OF REPORTS

REPORTS OF PROPOSED DEBT ISSUANCE (RPDI)<sup>1</sup> RECEIVED MAY 2018



REPORTS OF FINAL SALE (RFS)<sup>2</sup> RECEIVED MAY 2018



## DATA UNIT ACTIVITY MAY 2018

- ✓ RECEIVED AND PROCESSED **271** RPDI
- ✓ RECEIVED AND PROCESSED **225** RFS
- ✓ RECEIVED **1** MARKS-ROOS YEARLY FISCAL STATUS REPORTS FOR FY 2016-17
- ✓ RECEIVED **0** MELLO-ROOS YEARLY FISCAL STATUS REPORTS FOR FY 2016-17
- ✓ RECEIVED **0** ANNUAL DEBT TRANSPARENCY REPORTS FOR FY 2016-17

<sup>1</sup> California Government Code Section 8855(i) states that the issuer of any proposed debt issue of state and local government shall, no later than 30 days prior to the sale of any debt issue, submit a report of proposed issuance to the commission by any method approved by the commission.

<sup>2</sup> California Government Code Section 8855(j) states that the issuer of any debt issue of state or local government, not later than 21 days after the sale of the debt, shall submit a report of final sale to the commission by any method approved by the commission.

# Mello-Roos and Marks-Roos Reporting Requirements

Issuers of Mello-Roos and Marks-Roos bonds with debt outstanding are required by statute to report certain information to the California Debt and Investment Advisory Commission (CDIAC). Described in this article are the annual and periodic reporting requirements for issuers of these types of bonds.

## YEARLY FISCAL STATUS REPORTS (YFSRS)

**MELLO-ROOS REPORTS.** Community Facilities Districts (CFDs) issuing under the Mello-Roos Community Facilities Districts Act on or after January 1, 1993 are required to annually file with CDIAC no later than October 30<sup>th</sup> a Yearly Fiscal Status Report (YFSR).<sup>1</sup>

The 2017-18 YFSR report covers Mello-Roos bonds that were issued on or after January 1, 1993 through June 30, 2018 and contains specific information on each financing, including fund balances, assessed values, tax collection and reported delinquencies which includes the number of parcels that are delinquent with respect to their special tax payments, the amount that each parcel is delinquent, the total amount of special taxes due on the delinquent parcels, the length of time that each has been

delinquent as of the latest equalized tax roll within the reporting year. The online submittal system will be modified to accept an uploaded. Issuers are required to file the annual Mello-Roos YFSR until the bonds have matured or been redeemed.

**MARKS-ROOS REPORTS.** Bonds which were issued under the Marks-Roos Local Bond Pooling Act on or after January 1, 1996, and which used the bonds proceeds to acquire local obligations or transferred to a Local Obligor under the terms of a debt contract between the Authority and Local Obligor, are required to annually file an Marks-Roos YFSR with CDIAC no later than October 30<sup>th</sup>.<sup>2</sup>

The 2017-18 report covers bonds issued on or after January 1, 1996 through June 30, 2018. Information contained in the report includes the principal amount of bonds outstanding for the authority bonds, and local obligations purchased with Marks-Roos bond proceeds, reserve fund balance, and administrative fees paid and collected. Annual Marks-Roos reporting is also required until the bonds have matured or been redeemed.

To facilitate this mandatory reporting, CDIAC has developed a YFSR for each type of bond. These reports may be submitted electronically using CDIAC's online reports. The Data Collection and Analysis Unit (Data Unit) mails courtesy reminders annually by August 31<sup>st</sup> to all issuers of Mello-Roos and Marks-Roos bonds identified in the CDIAC debt issuance database. This reminder contains the

CDIAC Number and password needed to access online filing. Guidelines for completing the reports are available on CDIAC's website.<sup>3</sup>

## DRAW-ON-RESERVE AND DEFAULTS

Issuers of both Mello-Roos and Marks-Roos bonds are also required to report any defaults or draws on reserve to CDIAC.<sup>4</sup> Notification to CDIAC must occur within ten days of the default or draw on reserve. Unlike the YFSR, reporting of a default or draw on reserve applies to all Mello-Roos and Marks-Roos bonds regardless of issuance date.

MELLO-ROOS issuers are required to report either:

- A failure to pay principal and interest on a scheduled payment date, or
- A withdrawal from a reserve fund to pay principal and interest on the bond, if the withdrawal reduces the reserve fund below the required reserve amount.

MARKS-ROOS authorities are required to report either:

- A failure to pay principal and interest on a scheduled payment date, or
- A withdrawal from a reserve fund to pay principal and interest on bonds issued by the authority or any bonds acquired by the authority, if the withdrawal reduces the reserve fund below the required reserve amount.

Although not statutorily required, CDIAC issuers may voluntarily report

<sup>1</sup> Government Code Section 53359.5(b)

<sup>2</sup> Government Code Section 6599.1(b)

<sup>3</sup> <http://www.treasurer.ca.gov/cdiac/reporting.asp>

<sup>4</sup> Government Code Section 53359.5(c) and 6599.1(c)

to CDIAAC the replenishment of reserve funds, as well.

CDIAAC developed the Mello-Roos/Marks-Roos Draw on Reserve/Default Filing Form to facilitate reporting. All draws on reserve and/or defaults and replenishments may be

filed using our online form, which can be accessed using the issuer's CDIAAC Number and password.

Access to the online reporting portal and all reporting forms, instructions and reporting requirements, are available on the CDIAAC website under "Report-

ing Debt Issuance" at [www.treasurer.ca.gov/cdiac/reporting.asp](http://www.treasurer.ca.gov/cdiac/reporting.asp).

Requests for filing assistance or additional information can be made by email to the Data Unit at [CDIAC\\_issuance@treasurer.ca.gov](mailto:CDIAC_issuance@treasurer.ca.gov) or by contacting the Data Unit at (916) 653-3269. **DL**

## California CABs Come Back to Earth

Capital appreciation bonds (CABs) have long been a presence in California public finance. While their popularity has fluctuated from year to year, since 2009 around 17 percent of all local general obligation bond issues in California contain a capital appreciation component. Similar to US savings bonds, CABs (also called "zero-coupon" bonds) have historically allowed issuers to borrow funds from investors and defer the payment of interest and principal into the future – sometimes as long as 35 to 40 years into the future. The most frequent issuers of CABs in California have been K-12 school districts and community college districts.

In late 2013, the California State Legislature passed AB 182 (Chapter 477, Statutes of 2013) to implement controls on CAB issuance that, due to several high-profile cases in which school districts were faced with massive debt service burdens, had come to be viewed as imprudent. The law went into effect on January 1, 2014. CABs issued after that date have to adhere to certain restrictions – most notably a maximum debt-service-to-principal ratio of 4 to 1, a maximum 25-year maturity, and mandatory 10-year bond call provisions.

Oddly, however, in the year following the enactment of AB 182, CAB issuance by

school districts in California more than tripled. In 2014, the total initial principal amount of CAB issuance by California school districts was \$306 million. For 2015, that figure was just over \$1 billion. But, as sharply as CAB issuance increased in 2015, in the two years since its drop has been just as precipitous. The drop in CAB volume has been coincident with a slight increase in long-term issuance overall by school districts. 2015 levels were such that around seven (7%) percent of the \$14.2 billion in long-term debt issued by school districts had a CAB structure. In 2016, however, CAB issuance showed more than a 50 percent drop, while overall issuance increased around 11 percent (Figure 1). Since, both CAB and overall issuance have decreased, although the CAB rate of decline has been much steeper.

In addition to the drop in overall volume, CAB issuance in 2016 and 2017 also showed a drop in the ratio of total debt service (across the life of the bond) to initial

principal (Figure 2). CAB issues in the last two years have typically featured repayment schedules whose totals at maturity were less than two times the amount of initial principal. The limit established by the AB 182 legislation allowed for a total four times the initial principal amount.

The case which sounded the loudest alarm concerning capital appreciation bond issuance leading up to the passage of AB 182 involved Poway Unified School District in San Diego County. Its \$105 million series, issued without a call option, required \$1 billion of debt service over its 40-year term. A look at CAB issuance by county (Figure 3) shows that San Diego County districts remained a frequent CAB issuers even in the wake of AB 182 and Poway. However, their activity has curtailed drastically since the 2015 peak, with only one new CAB issue in 2017. Los Angeles County school districts accounted for the highest number and dollar volume of CAB issuance in 2014, 2016, and 2017.

**FIGURE 1**  
CALIFORNIA K-12 SCHOOL & COMMUNITY COLLEGE DISTRICTS  
LONG TERM DEBT ISSUANCE BY YEAR

YEARS	ALL ISSUANCE	CAB ISSUANCE (INITIAL PRINCIPAL AMOUNT)	CAB PERCENT
2014	\$11,605,258,289	\$306,367,628	2.60%
2015	14,224,266,304	1,011,686,163	7.10
2016	15,745,962,723	491,325,226	3.10
2017	15,477,305,284	420,329,421	2.70

**FIGURE 2****CALIFORNIA CAPITAL APPRECIATION BOND TOTALS  
(PRINCIPAL VS. TOTAL DEBT SERVICE)**

YEAR/ISSUER TYPE	TOTAL INITIAL PRINCIPAL	TOTAL DEBT SERVICE (PRINCIPAL PLUS ACCRETED INTEREST)	RATIO: DEBT SERVICE TO PRINCIPAL ("TO ONE")
2014	\$633,494,196	\$1,496,509,901	2.36
Joints Powers Authorities (JPA)	327,126,568	719,416,917	2.20
K-14 Schools	306,367,628	777,092,984	2.54
2015	1,100,837,338	2,687,818,695	2.44
K-14 Schools	1,011,686,163	2,486,933,695	2.46
Joints Powers Authorities (JPA)	89,151,175	200,885,000	2.25
2016	552,662,582	1,057,145,268	1.91
K-14 Schools	491,325,226	929,648,088	1.89
Counties	58,651,825	123,797,180	2.11
Cities	2,685,531	3,700,000	1.38
2017	451,790,028	877,808,419	1.94
K-14 Schools	420,329,421	840,133,420	2.00
Counties	17,936,806	21,594,999	1.20
Cities	13,523,802	16,080,000	1.19

In conclusion, although K-14 districts continue to use CABs as a means of financing, the total volume of CAB issuance has declined since the peak in 2015. Additionally, indications suggest that issuers are issuing CABs with a ratio of total debt service to principal issued below the mandated four-to-one limit.

Any questions concerning the data presented in this article may be addressed to the Data Unit by email at [CDIAC\\_Issuance@treasurer.ca.gov](mailto:CDIAC_Issuance@treasurer.ca.gov) or by calling 916-653-3269. **DL**

**FIGURE 3****CAPITAL APPRECIATION ISSUANCE, K-12 SCHOOL & COMMUNITY COLLEGE DISTRICTS, BY COUNTY & NUMBER OF ISSUES**

	COUNTY	NO. OF ISSUES	TOTAL INITIAL PRINCIPAL	TOTAL DEBT SERVICE	AVG DEBT SERVICE RATIO		COUNTY	NO. OF ISSUES	TOTAL INITIAL PRINCIPAL	TOTAL DEBT SERVICE	AVG DEBT SERVICE RATIO
2014	Los Angeles	6	\$99,489,104	\$187,921,882	1.89	2015	Multiple	7	\$234,332,065	\$609,149,404	2.60
	Fresno	5	27,956,406	56,640,000	2.03		San Diego	6	266,628,248	686,553,302	2.57
	San Diego	3	73,449,517	211,620,000	2.88		Sonoma	5	15,298,673	29,439,229	1.92
	Sonoma	3	5,004,536	12,280,000	2.45		Merced	4	46,671,725	184,460,000	3.95
	Merced	2	4,198,032	6,650,000	1.58		Riverside	4	59,158,527	148,455,000	2.51
	All Other Counties	12	96,270,032	301,981,102	3.14		All Other Counties	27	389,596,925	828,876,762	2.13
2016	Los Angeles	5	\$134,288,119	\$233,200,000	1.74	2017	Los Angeles	8	\$169,504,443	\$266,255,000	1.57
	Multiple	5	9,977,337	25,213,263	2.53		Monterey	3	5,585,274	11,119,964	1.99
	San Mateo	5	74,716,123	153,532,182	2.05		Multiple	3	14,559,099	30,550,000	2.10
	Sacramento	3	78,853,652	162,084,635	2.06		Fresno	2	20,667,337	37,645,000	1.82
	Monterey	2	81,360,467	113,680,000	1.40		Tuolumne	2	2,966,946	5,815,000	1.96
	All Other Counties	17	112,129,528	241,938,008	2.16		All Other Counties	13	207,046,322	488,748,456	2.36

# State Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.*	AUTHOR	TITLE	INTRODUCED	LAST AMENDED	LAST ACTION	LAST COMMITTEE	STATUS
GO Bonds	<a href="#">AB 18</a>	Garcia	California Clean Water, Climate, and Coastal Protection and Outdoor Access For All Act of 2018	12/5/2016	8/30/2017	9/1/2017	Senate Appropriations	Active - In Committee
Other	<a href="#">AB 113</a>	Committee on Budget	Health	1/10/2017	6/15/2017	2/15/2018	Senate Budget and Fiscal Review	Active - In Committee
Public Finance	<a href="#">AB 161</a>	Levine	Department of Finance: Infrastructure Investment	1/13/2017	-	9/1/2017	Senate Appropriations	Inactive - Failed Deadline Pursuant to Rule 61(a)(12)
Public Finance	<a href="#">AB 171</a>	Lackey	Airport Districts: Temporary Negotiable Notes	1/17/2017	7/10/2017	8/24/2017	Senate Governance and Finance	Inactive File
Public Finance	<a href="#">AB 196</a>	Bigelow	Greenhouse Gas Reduction Fund: Water Supply and Wastewater Systems	1/19/2017	3/6/2017	9/1/2017	Senate Appropriations	Inactive - Failed Deadline Pursuant to Rule 61(a)(12)
Other	<a href="#">AB 271</a>	Caballero	Property Assessed Clean Energy Program	2/1/2017	5/10/2017	9/16/2017	Senate Appropriations	Inactive File
Other	<a href="#">AB 448</a>	Daly	Joint Powers Authorities: Orange County Housing Trust	2/13/2017	6/27/2018	6/27/2018	Senate Transportation and Housing	Active - In Committee
GO Bonds	<a href="#">AB 668</a>	Gonzalez Fletcher	Voting Modernization Bond Act of 2018	2/14/2017	9/1/2017	9/15/2017	Senate Appropriations	Inactive File
Other	<a href="#">AB 734</a>	Bonta	California Environmental Quality Act: Oakland Sports and Mixed-Use Project	2/15/2017	6/4/2018	6/21/2018	Senate Judiciary	Active - In Committee
GO Bonds	<a href="#">AB 776</a>	Harper	School District Elections: School Bond Measures	2/15/2017	5/2/2017	7/14/2017	Senate Elections and Constitutional Amendments	Inactive - Failed Deadline Pursuant to Rule 61(a)(10)
Other	<a href="#">AB 964</a>	Calderon	Economic Development: Capital Access Loan Program: Low Emission Vehicles	2/16/2017	6/21/2017	9/1/2017	Senate Appropriations	Inactive - Failed Deadline Pursuant to Rule 61(a)(12)
Other	<a href="#">AB 1547</a>	Quirk-Silva	California Development Financing Authority	2/17/2017	6/18/2018	6/26/2018	Senate Appropriations	Active - In Committee
Public Finance	<a href="#">AB 1561</a>	Quirk-Silva	Inland Port Development and Management Act	2/17/2017	4/30/2018	6/26/2018	Senate Appropriations	Active - In Committee
Public Finance	<a href="#">AB 1596</a>	Gloria	Property Taxation: Base Year Value Transfers	2/17/2017	4/18/2018	6/26/2018	Senate Appropriations	Active - In Committee
Other	<a href="#">AB 1756</a>	Brough	Transportation Funding	1/4/2018	-	1/16/2018	Assembly Transportation	Active - In Committee
Investments	<a href="#">AB 1770</a>	Steinorth	Local Government: Investments	1/4/2018	-	6/21/2018	Senate Governance and Finance	Active - In Committee
Other	<a href="#">AB 1806</a>	Ting	Budget Act of 2018	1/10/2018	5/31/2018	6/4/2018	Assembly Budget	Active - In Committee
Other	<a href="#">AB 1866</a>	Fong	Transportation Funding	1/12/2018	-	1/29/2018	Assembly Transportation	Active - In Committee

# State Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.*	AUTHOR	TITLE	INTRODUCED	LAST AMENDED	LAST ACTION	LAST COMMITTEE	STATUS
GO Bonds	<a href="#">AB 2025</a>	Maienschein	Elders Living with Dignity, Empathy, Respect, and Support (ELDERS) Bond Act.	2/5/2018	3/21/2018	5/25/2018	Assembly Appropriations	Active - Held Under Submission
Other	<a href="#">AB 2035</a>	Mullin	Affordable Housing Authorities	2/6/2018	5/16/2018	6/20/2018	Senate Transportation and Housing	Active - In Committee
Other	<a href="#">AB 2060</a>	Garcia	Water: Grants: Advanced Payments	2/6/2018	5/25/2018	6/21/2018	Senate Natural Resources and Water	Active - In Committee
Other	<a href="#">AB 2253</a>	Irwin	Public Social Services Programs: Qualified ABLE Program Accounts	2/13/2018	-	5/25/2018	Assembly Appropriations	Active - Held Under Submission
Parcel Tax	<a href="#">AB 2458</a>	Weber	Qualified Special Taxes: Exemption: Information	2/14/2018	6/20/2018	6/20/2018	Senate Appropriations	Active - In Committee
GO Bonds	<a href="#">AB 2530</a>	Melendez	Bonds: Transportation	2/14/2018	-	4/16/2018	Assembly Transportation	Active - In Committee
Public Finance	<a href="#">AB 2692</a>	Arambula	Drinking Water: Infrastructure Funding	2/15/2018	3/19/2018	4/24/2018	Assembly Environmental Safety and Toxic Materials	Active - In Committee
GO Bonds	<a href="#">AB 2712</a>	Allen	Bonds: Safe, Reliable High-Speed Passenger Train Bond Act for the 21st Century	2/15/2018	3/12/2018	4/16/2018	Assembly Transportations	Active - In Committee
GO Bonds	<a href="#">AB 2771</a>	Eggman	Education finance: Higher Education Facilities Bond Act of 2018	2/16/2018	4/26/2018	6/20/2018	Senate Governance and Finance	Active - In Committee
Other	<a href="#">AB 2922</a>	Gipson	Income Taxes: Credits: Qualified Developer: Affordable Housing.	2/16/2018	5/2/2018	5/25/2018	Assembly Appropriations	Active - Held Under Submission
Bonds	<a href="#">AB 2927</a>	Nazarian	California Earthquake Authority	2/16/2018	6/18/2018	6/18/2018	Senate Insurance	Active - In Committee
Investments	<a href="#">AB 3253</a>	Committee on Banking and Finance	Local Government: Financial Affairs	3/12/2018	4/10/2018	4/16/2018	Assembly Local Governance	Active - In Committee
Public Finance	<a href="#">ACA 4</a>	Aguiar-Curry	Local Government Financing: Affordable Housing and Public Infrastructure	2/17/2017	-	4/24/2017	Assembly Local Government and Appropriations	Active - In Committee
GO Bonds	<a href="#">ACA 6</a>	Harper	School Facilities: Bonded Indebtedness: Vote Requirement	2/17/2017	-	2/19/2017	Assembly Rules	Active - In Committee
Parcel Tax	<a href="#">ACA 12</a>	Gloria	Property Taxation: Base Year Value Transfers: Persons with a Severely Disabled Child	3/30/2017	4/18/2018	5/1/2018	Senate Appropriations	Active - In Committee
Other	<a href="#">ACA 19</a>	Mayes	Local Government Taxation: Voter Approval	9/6/2017	-	9/7/2017	Assembly Rules	Active - In Committee

# State Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.*	AUTHOR	TITLE	INTRODUCED	LAST AMENDED	LAST ACTION	LAST COMMITTEE	STATUS
GO Bonds	<a href="#">ACA 28</a>	Mathis	Water: Projects: Funding	2/26/2018	–	2/27/2018	Assembly Rules	Active - In Committee
GO Bonds	<a href="#">SB 7</a>	Moorlach	School District and Community College District Bonds: Project Information	12/5/2016	–	2/1/2018	Senate Education and Rules	Active - Returned to Secretary of Senate Pursuant to Joint Rule 56
Parcel Tax	<a href="#">SB 37</a>	Roth	Local Government Finance: Property Tax Revenue Allocations: Vehicle License Fee Adjustments	12/5/2016	–	2/1/2018	Senate Appropriations	Active - Returned to Secretary of Senate Pursuant to Joint Rule 56
Public Finance	<a href="#">SB 337</a>	Bates	Repatriation Infrastructure Fund	2/13/2017	–	2/1/2018	Senate Transportation and Housing	Active - Returned to Secretary of Senate Pursuant to Joint Rule 56
GO Bonds	<a href="#">SB 414</a>	Vidak	Transportation Bonds: Highway, Street, and Road Projects	2/15/2017	1/3/2018	2/1/2018	Senate Transportation and Housing and Governance and Finance	Active - Returned to Secretary of Senate Pursuant to Joint Rule 62(a)
GO Bonds	<a href="#">SB 474</a>	Galgiani	Disaster Preparedness and Flood Prevention Bond Act of 2006	2/16/2017	3/30/2017	2/1/2018	Senate Appropriations	Active - Returned to Secretary of Senate Pursuant to Joint Rule 62(a)
Other	<a href="#">SB 477</a>	Cannella	Intercity Rail Corridors: Extensions	2/16/2017	5/26/2017	9/1/2017	Assembly Appropriations	Inactive - Failed Deadline Pursuant to Rule 61(a)(12)
GO Bonds	<a href="#">SB 483</a>	Glazer	Education Finance: Higher Education Facilities Bond Act of 2018	2/16/2017	5/3/2017	2/1/2018	Senate Appropriations	Active - Returned to Secretary of Senate pursuant to Joint Rule 56
Other	<a href="#">SB 640</a>	Hertzberg	Taxation	2/17/2017	–	2/1/2018	Senate Governance and Finance	Active - Returned to Secretary of State Pursuant to Joint Rule 56
Other	<a href="#">SB 659</a>	Stern	Alternative Energy Financing	2/17/2017	–	2/1/2018	Senate Rules	Active - Returned to Secretary of State Pursuant to Joint Rule 56
GO Bonds	<a href="#">SB 701</a>	Hueso	Salton Sea Obligations Act of 2018	2/17/2017	7/3/2017	9/1/2017	Assembly Appropriations	Active - Held Under Submission
Other	<a href="#">SB 839</a>	Mitchell	Budget Act of 2018	1/10/2018	5/24/2018	5/24/2018	Senate Budget and Fiscal Review	Active - In Committee
Other	<a href="#">SB 930</a>	Hertzberg	Financial Institutions: Cannabis	1/25/2018	5/25/2018	6/19/2018	Assembly Business and Professions	Active - In Committee
GO Bonds	<a href="#">SB 1073</a>	Dodd	Flood Control: Napa River	2/12/2018	6/19/2018	6/19/2018	Assembly Water, Parks, and Wildlife	Active - In Committee
Public Finance	<a href="#">SB 1145</a>	Leyva	Enhanced Infrastructure Financing Districts: Maintenance	2/14/2018	4/12/2018	6/14/2018	Senate Local Governance	Active - In Committee



## State Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.*	AUTHOR	TITLE	INTRODUCED	LAST AMENDED	LAST ACTION	LAST COMMITTEE	STATUS
Other	<a href="#">SB 1206</a>	DeLeon and Moorlach	No Place Like Home Act of 2018	2/15/2018	5/25/2018	6/11/2018	Assembly Health	Active - Held at Desk
GO Bonds	<a href="#">SB 1225</a>	Glazer	Education Finance: Higher Education Facilities Bond Act of 2018	2/15/2018	-	6/27/2018	Assembly Appropriations	Active - Held at Desk
Other	<a href="#">SB 1498</a>	Committee on Governance and Finance	Local Government Omnibus Act of 2018	3/1/2018	6/19/2018	6/19/2018	Assembly Local Governance	Active - In Committee
Bonds	<a href="#">SB 1509</a>	Committee on Governance and Finance	State Finance	3/21/2018	6/19/2018	6/19/2018	Assembly Accountability & Administrative Review	Active - In Committee
Other	<a href="#">SCA 2</a>	Newman	Motor Vehicle Fees and Taxes: Restriction on Expenditures	1/18/2017	3/30/2017	4/17/2017	Senate Appropriations	Inactive File - Per Author's Request
Public Finance	<a href="#">SCA 3</a>	Dodd	Local Government Financing: Public Libraries: Voter Approval	1/30/2017	3/6/2017	9/13/2017	Senate Elections & Constitutional Amendments	Inactive File - Per Author's Request
Other	<a href="#">SCA 6</a>	Wiener	Local Transportation Measures: Special Taxes: Voter Approval	2/16/2017	5/1/2017	5/25/2017	Senate Appropriations	Active - Suspense File
Other	<a href="#">SCA 7</a>	Moorlach	California Stem Cell Research and Cures Act: Repeal	2/14/2017	-	6/8/2017	Senate Health and Elections & Constitutional Amendments	Active - In Committee

\* Click through to link to the legislation. Once connected, refresh screen (F5) to view the latest amendments, votes, and status.

## Federal Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.	AUTHOR	TITLE	INTRODUCED	LAST ACTION	LAST COMMITTEE	STATUS
Other	<a href="#">HR 10</a>	Hensarling	Financial CHOICE Act of 2017	4/26/2017	7/13/2017	Senate Committee on Banking, Housing, and Urban Affairs.	Active - In Committee
Other	<a href="#">HR 23</a>	Valadao	Gaining Responsibility on Water Act of 2017	1/3/2017	7/18/2017	Senate Energy and Natural Resources	Active - In Committee
Federal Reserve	<a href="#">HR 24</a>	Massie	Federal Reserve Transparency Act of 2017	1/3/2017	9/21/2017	House Oversight and Government Reform	Active - In Committee
Securities	<a href="#">HR 78</a>	Wagner	SEC Regulatory Accountability Act	1/3/2017	1/17/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Federal Budget	<a href="#">HR 85</a>	Blackburn	To make 1 percent across-the-board rescissions in non-defense, non-homeland-security, and non-veterans-affairs discretionary spending for each of the fiscal years 2017 and 2018.	1/3/2017	1/3/2017	House Appropriations	Active - In Committee
Other	<a href="#">HR 139</a>	Conyers	Protecting Employees and Retirees in Municipal Bankruptcies Act of 2017	1/3/2017	1/23/2017	House Judiciary	Active - In Committee
Commodities	<a href="#">HR 238</a>	Conaway	Commodity End-User Relief Act	1/4/2017	1/17/2017	Senate Agriculture, Nutrition, and Forestry	Active - In Committee

# Federal Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.	AUTHOR	TITLE	INTRODUCED	LAST ACTION	LAST COMMITTEE	STATUS
Securities	<a href="#">HR 316</a>	Capuano	Futures Investor Protection Act	1/5/2017	1/26/2017	House Agriculture	Active - In Committee
Federal Budget	<a href="#">HR 422</a>	McClintock	Default Prevention Act	1/10/2017	1/10/2017	House Ways and Means	Active - In Committee
Other	<a href="#">HR 434</a>	Denham	New Water Available To Every Reclamation (WATER) State Act	1/11/2017	2/7/2017	House Natural Resources;	Active - In Committee
Municipal Finance	<a href="#">HR 493</a>	Capuano	Subsidy Reserve Act of 2017	1/12/2017	1/12/2017	House Financial Services	Active - In Committee
Federal Budget	<a href="#">HR 523</a>	Marchant	Debt Transparency and Accountability Act	1/13/2017	1/13/2017	House Ways and Means	Active - In Committee
Banking	<a href="#">HR 547</a>	DeLauro	National Infrastructure Development Bank Act of 2017	1/13/2017	1/17/2017	House Energy and Commerce; Transportation and Infrastructure; Financial Services; Ways and Means	Active - In Committee
Securities	<a href="#">HR 585</a>	Ellison	Investor Choice Act of 2017	1/17/2017	1/17/2017	House Financial Services	Active - In Committee
Securities	<a href="#">HR 594</a>	Capuano	Markets and Trading Reorganization Act	1/20/2017	2/13/2017	House Financial Services; Subcommittee on Commodity Exchanges, Energy, and Credit	Active - In Committee
Federal Reserve	<a href="#">HR 595</a>	Capuano	Bailout Prevention Act of 2017	1/20/2017	1/20/2017	House Financial Services; Rules; Oversight and Government Reform	Active - In Committee
Other	<a href="#">HR 761</a>	Renacci	Pension and Budget Integrity Act of 2017	1/31/2017	1/31/2017	House Rules; Budget	Active - In Committee
Securities	<a href="#">HR 790</a>	Kaptur	Return to Prudent Banking Act of 2017	2/1/2017	2/3/2017	House Financial Services	Active - In Committee
Bonds	<a href="#">HR 811</a>	Russell	No Tax Subsidies for Stadiums Act	2/1/2017	2/1/2017	House Ways and Means	Active - In Committee
Bonds	<a href="#">HR 960</a>	Kelly	To amend the Internal Revenue Code of 1986 to provide for the tax-exempt financing of certain government-owned buildings.	2/7/2017	2/7/2017	House Ways and Means	Active - In Committee
Municipal Finance	<a href="#">HR 1031</a>	Ratcliffe	To eliminate the Bureau of Consumer Financial Protection by repealing title X of the Dodd-Frank Wall Street Reform and Consumer Protection Act, commonly known as the Consumer Financial Protection Act of 2010.	2/14/2017	2/14/2017	House Financial Services	Active - In Committee
Federal Budget	<a href="#">HR 1065</a>	Messer	Biennial Budgeting and Enhanced Oversight Act of 2017	2/15/2017	2/15/2017	House Budget; Oversight and Government Reform; Rules	Active - In Committee
Bonds	<a href="#">HR 1080</a>	Ellison	HBCU Investment Expansion Act	2/15/2017	2/15/2017	House Ways and Means; Financial Services	Active - In Committee
Bonds	<a href="#">HR 1115</a>	Hultgren	Modernizing American Manufacturing Bonds Act	2/16/2017	2/16/2017	House Ways and Means	Active - In Committee
Municipal Finance	<a href="#">HR 1116</a>	Tipton	Taking Account of Institutions with Low Operation Risk Act of 2017	2/16/2017	3/15/2018	Senate Banking Housing, and Urban Affairs	Active - In Committee

# Federal Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.	AUTHOR	TITLE	INTRODUCED	LAST ACTION	LAST COMMITTEE	STATUS
Other	<a href="#">HR 1124</a>	Babin	State and Local Pensions Accountability and Security Act	2/16/2017	2/16/2017	House Education and the Workforce; Financial Services	Active - In Committee
Securities	<a href="#">HR 1144</a>	Ellison	Inclusive Prosperity Act of 2017	2/16/2017	2/16/2017	House Ways and Means	Active - In Committee
Other	<a href="#">HR 1319</a>	Marchant	Local and Municipal Health Care Choice Act of 2017	3/2/2017	3/17/2017	House Energy and Commerce	Active - In Committee
Federal Budget	<a href="#">HR 1529</a>	Sanford	Debt Limit Control and Accountability Act of 2017	3/15/2017	3/15/2017	House Ways and Means	Active - In Committee
Securities	<a href="#">HR 1530</a>	Issa	Financial Transparency Act of 2017	3/15/2017	3/23/2017	House Financial Services; Agriculture	Active - In Committee
Municipal Finance	<a href="#">HR 1624</a>	Messer	Municipal Finance Support Act of 2017	3/20/2017	10/4/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Municipal Finance	<a href="#">HR 1669</a>	Delaney	Partnership to Build America Act of 2017	3/22/2017	3/23/2017	House Transportation and Infrastructure; Ways and Means	Active - In Committee
Other	<a href="#">HR 1670</a>	Delaney	Infrastructure 2.0 Act	3/22/2017	3/23/2017	House Ways and Means; Rules; Transportation and Infrastructure	Active - In Committee
Other	<a href="#">HR 1673</a>	Conyers	Water Affordability, Transparency, Equity, and Reliability Act of 2017	3/22/2017	4/11/2017	House Transportation and Infrastructure; Energy and Commerce; Ways and Means; Agriculture	Active - In Committee
Other	<a href="#">HR 1971</a>	Smucker	Water Infrastructure Flexibility Act	4/6/2017	4/7/2017	House Transportation and Infrastructure; Energy and Commerce	Active - In Committee
Municipal Finance	<a href="#">HR 2995</a>	Esty	To amend title 31, United States Code, to provide for the issuance of Green Bonds and to establish the United States Green Bank, and for other purposes.	6/22/2017	6/23/2017	House Ways and Means; Energy and Commerce	Active - In Committee
Banking	<a href="#">HR 3977</a>	Faso	Infrastructure Bank for America Act of 2017	10/5/2017	10/6/2017	House Transportation and Infrastructure; Financial Services; Ways and Means	Active - In Committee
Other	<a href="#">HR 4056</a>	Kind	Disaster Insurance Risk Equality Act	10/12/2017	10/13/2017	House Transportation and Infrastructure; Financial Services; Ways and Means	Active - In Committee
Banking	<a href="#">HR 4293</a>	Zeldin	Stress Test Improvement Act of 2017	11/7/2017	4/12/2018	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Banking	<a href="#">HR 4566</a>	Poliquin	Alleviating Stress Test Burdens to Help Investors Act	12/6/2017	3/21/2018	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Municipal Finance	<a href="#">HR 4746</a>	Beatty	To amend the Dodd-Frank Wall Street Reform and Consumer Protection Act to specify when bank holding companies may be subject to certain enhanced supervision.	1/9/2018	1/9/2018	House Financial Services	Active - In Committee
Federal Reserve	<a href="#">HR 4755</a>	Davidson	Federal Reserve Regulatory Oversight Act	1/10/2018	1/10/2018	House Financial Services	Active - In Committee

# Federal Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.	AUTHOR	TITLE	INTRODUCED	LAST ACTION	LAST COMMITTEE	STATUS
Federal Reserve	<a href="#">HR 4758</a>	Tenney	To amend the Federal Reserve Act to require the Federal Open Market Committee to establish interest rates on balances maintained at a Federal Reserve Bank by depository institutions.	1/10/2018	1/10/2018	House Financial Services	Active - In Committee
Federal Reserve	<a href="#">HR 4771</a>	Love	Small Bank Holding Company Relief Act of 2018	1/11/2018	2/12/2018	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Federal Reserve	<a href="#">HR 4790</a>	Hill	To amend the Volcker rule to give the Board of Governors of the Federal Reserve System sole rulemaking authority, to exclude community banks from the requirements of the Volcker rule, and for other purposes.	1/12/2018	4/16/2018	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Federal Reserve	<a href="#">HR 4791</a>	Mooney	Federal Reserve Disclosure Act	1/12/2018	1/12/2018	House Financial Services	Active - In Committee
Municipal Finance	<a href="#">HR 5323</a>	Davidson	Derivatives Fairness Act	3/19/2018	3/21/2018	House Financial Services	Active - In Committee
Other	<a href="#">HR 5470</a>	Budd	To repeal the Office of Financial Research, and for other purposes.	4/11/2018	4/11/2018	House Financial Services	Active - In Committee
Other	<a href="#">HRes 780</a>	Buck	Providing for consideration of the bill (H.R. 4061) to amend the Financial Stability Act of 2010 to improve the transparency of the Financial Stability Oversight Council, to improve the SIFI designation process, and for other purposes, and providing for consideration of the bill (H.R. 4293) to reform the Comprehensive Capital Analysis and Review process, the Dodd-Frank Act Stress Test process, and for other purposes.	3/14/2018	3/15/2018	House Rules	Active - In Committee
Federal Reserve	<a href="#">HRes 811</a>	Buck	Sets forth the rule for consideration of HR 4790 to amend the Volcker rule to give the Board of Governors of the Federal Reserve System sole rulemaking authority, to exclude community banks from the requirements of the Volcker rule, and for other purposes, and providing for consideration of motions to suspend the rules.	4/10/2018	4/11/2018	House Rules	Active - In Committee
Federal Reserve	<a href="#">S 16</a>	Paul	Federal Reserve Transparency Act of 2017	1/3/2017	1/3/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Other	<a href="#">S 270</a>	Enzi	Pension and Budget Integrity Act of 2017	2/1/2017	2/1/2017	Senate Budget	Active - In Committee
Other	<a href="#">S 271</a>	Fischer	Build USA Infrastructure Act	2/1/2017	2/1/2017	Senate Homeland Security and Governmental Affairs	Active - In Committee
Bonds	<a href="#">S 326</a>	Heller	Public Buildings Renewal Act of 2017 - amend the Internal Revenue Code of 1986 to provide for the tax-exempt financing of certain government-owned buildings.	2/7/2017	2/7/2017	Senate Finance	Active - In Committee

# Federal Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.	AUTHOR	TITLE	INTRODUCED	LAST ACTION	LAST COMMITTEE	STATUS
Federal Reserve	<a href="#">S 365</a>	Rounds	A bill to amend the Consumer Financial Protection Act of 2010 to remove the funding cap relating to the transfer of funds from the Board of Governors of the Federal Reserve System to the Bureau of Consumer Financial Protection, and for other purposes.	2/13/2017	2/13/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Municipal Finance	<a href="#">S 366</a>	Rounds	Taking Account of Institutions with Low Operation Risk Act of 2017	2/13/2017	7/13/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Municipal Finance	<a href="#">S 370</a>	Cruz	Eliminate the Bureau of Consumer Financial Protection by repealing Title X of the Dodd-Frank Wall Street Reform and Consumer Protection Act, commonly known as the Consumer Financial Protection Act of 2010.	2/14/2017	2/14/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Other	<a href="#">S 692</a>	Fischer	Water Infrastructure Flexibility Act	3/21/2017	10/13/2017	House Transportation and Infrastructure; Energy and Commerce	Active - In Committee
Municipal Finance	<a href="#">S 828</a>	Rounds	A bill to amend the Federal Deposit Insurance Act to require the appropriate Federal banking agencies to treat certain municipal obligations as level 2B liquid assets, and for other purposes.	4/5/2017	4/5/2017	Senate Banking, Housing, and Urban Affairs	Active - In Committee
Municipal Finance	<a href="#">S 1385</a>	Cornyn	North American Development Bank Improvement Act of 2017	6/20/2017	6/20/2017	Senate Foreign Relations	Active - In Committee
Municipal Finance	<a href="#">S 1406</a>	Murphy	A bill to amend title 31, United States Code, to provide for the issuance of Green Bonds and to establish the United States Green Bank, and for other purposes.	6/22/2017	6/22/2017	Senate Finance	Active - In Committee
Municipal Finance	<a href="#">S 1674</a>	Reed	School Building Improvement Act of 2017	7/31/2017	7/31/2017	Senate Finance	Active - In Committee
Other	<a href="#">S 2155</a>	Crapo	Economic Growth, Regulatory Relief, and Consumer Protection Act	11/16/2017	5/24/2018	Senate Banking, Housing, and Urban Affairs	Chaptered - Public Law No: 115-174

\* Click through to link to the legislation. Once connected, refresh screen (F5) to view the latest amendments, votes, and status.

DL

# SAVE THE DATE

---

## CDIAC Webinars, Seminars, and Conferences

### SEPTEMBER

---

SEPTEMBER 5, 2018

Fundamentals of Land-Secured Financing  
Riverside, CA

*More information to come.*

SEPTEMBER 6, 2018

Current Topics in Land-Secured Financing,  
Riverside, CA

*More information to come.*

### OCTOBER

---

OCTOBER 1, 2018

17<sup>th</sup> Annual Pre-Conference at  
*The Bond Buyer's* 28<sup>th</sup> Annual  
California Public Finance Conference  
Los Angeles, CA

*More information to come.*

Additional information regarding all  
seminars and webinars is available online at:  
[www.treasurer.ca.gov/cdiac/seminars](http://www.treasurer.ca.gov/cdiac/seminars)

## Other Seminars and Conferences

### JULY

---

JULY 22-25, 2018

Association of Public Treasurers of the  
United States and Canada  
Annual Conference  
Memphis, TN

[www.aptusc.org](http://www.aptusc.org)

### AUGUST

---

AUGUST 8-10, 2018

California Association of Sanitation Agencies  
Annual Conference  
Monterey, CA

[www.casaweb.org](http://www.casaweb.org)

AUGUST 11-15, 2018

National Association of State Auditors,  
Comptrollers and Treasurers  
Annual Conference  
Salt Lake City, UT

[www.nasact.org](http://www.nasact.org)

### SEPTEMBER

---

SEPTEMBER 12-14, 2018

League of California Cities  
Annual Conference & Expo  
Long Beach, CA

[www.cacities.org](http://www.cacities.org)

SEPTEMBER 23-26, 2018

International City/County  
Management Association  
104<sup>th</sup> Annual Conference  
Baltimore, MD

[www.icma.org](http://www.icma.org)

SEPTEMBER 24-27, 2018

California Special Districts Association  
Annual Conference  
Indian Wells, CA

[www.csda.net](http://www.csda.net)

SEPTEMBER 26-28, 2018

National Association of Bond Lawyers  
43<sup>rd</sup> Annual Bond Attorneys' Workshop  
Chicago, IL

[www.nabl.org](http://www.nabl.org)

SEPTEMBER 30-  
OCTOBER 3, 2018

National Association of State Treasurers  
Annual Conference  
Scottsdale, AZ

[www.nast.org](http://www.nast.org)

### OCTOBER

---

OCTOBER 1-3, 2018

*The Bond Buyer* California  
Public Finance Conference  
Los Angeles, CA

[www.bondbuyer.com](http://www.bondbuyer.com)

OCTOBER 2-5, 2018

California Association of County  
Treasurers and Tax Collectors  
Education Conference  
Burlingame, CA

[www.cacttc.org](http://www.cacttc.org)

OCTOBER 3-5, 2018

National Association of Municipal Advisors  
Annual Conference  
Providence, RI

[www.municipaladvisors.org](http://www.municipaladvisors.org)

OCTOBER 22-24, 2018

Municipal Management Association  
of Northern California  
Annual Conference  
Yosemite, CA

[www.mmanc.org](http://www.mmanc.org)

### NOVEMBER

---

NOVEMBER 7-9, 2018

Council of Development Finance Agencies  
National Development Finance Summit  
Dallas, TX

[www.cdfa.net](http://www.cdfa.net)

# Regulatory Activity Calendar

## JUNE 2018

NOVEMBER 27-30, 2018

California State Association of Counties  
Annual Meeting  
San Diego County, CA  
[www.counties.org](http://www.counties.org)

NOVEMBER 27-30, 2018

Association of California Water Agencies  
Fall Conference & Exhibition  
San Diego, CA  
[www.acwa.com](http://www.acwa.com)

NOVEMBER 29-DECEMBER 1, 2018

California School Boards Association  
Annual Education Conference  
and Trade Show  
San Francisco, CA  
[www.csba.org](http://www.csba.org)

## DECEMBER

DECEMBER 12-13, 2018

League of California Cities  
Municipal Finance Institute  
San Francisco, CA  
[www.cacities.org](http://www.cacities.org)

## JANUARY

JANUARY 8-11, 2019

California Society of  
Municipal Finance Officers  
Annual Conference  
Palm Springs, CA  
[www.csmfo.org](http://www.csmfo.org)

**DL**

Organizations may submit information on future educational seminars, meetings, or conferences by contacting emailing [cdiac\\_education@treasurer.ca.gov](mailto:cdiac_education@treasurer.ca.gov). Publication of announcements is subject to space limitations.

**14** Effective date of amendment to Municipal Securities Rulemaking Board (MSRB) Rule G-34 that municipal securities dealers acting as placement agents in private placements of municipal securities, including direct purchase transactions, must obtain a CUSIP number. The Securities and Exchange Commission approved the amendment to MSRB Rule G-34.

**15** Effective date of the requirements of GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements. The objective of this statement is to improve the information disclosure in notes to government financial statements related to debt, including direct borrowings and direct placements. [Additional Information.](#)

## AUGUST 2018

**6** Comment Deadline concerning the Municipal Securities Rulemaking Board (MSRB) Rule G-17 to Underwriters of Municipal Securities. MSRB seeks comments regarding the benefits, burdens of, and possible alternatives to the 2012 Guidance to determine its effectiveness and if amendments need to occur. [Additional Information.](#)

## SEPTEMBER 2018

State and municipal government officials should expect GFOA to send out a checklist on how to compile a master list of their leases this month in accordance with Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, which has concentrated all leases under the definition that leases are financings for the right to use an underlying asset. **DL**