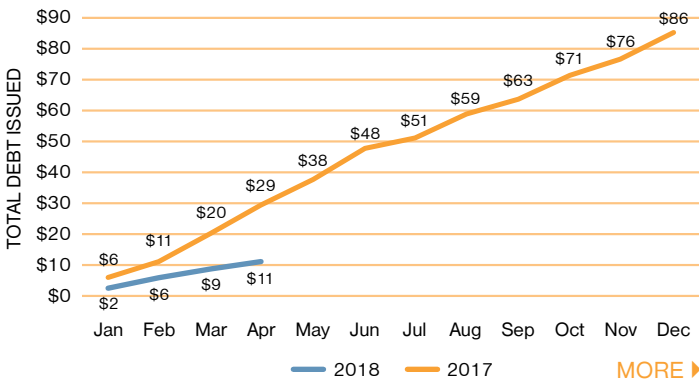
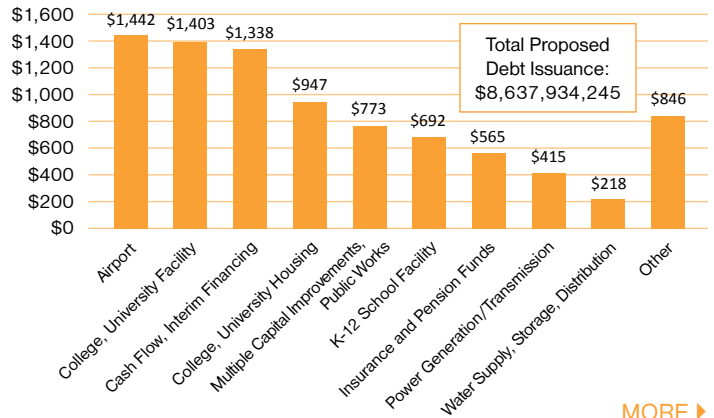


## California Public Debt Issuance Monthly Data

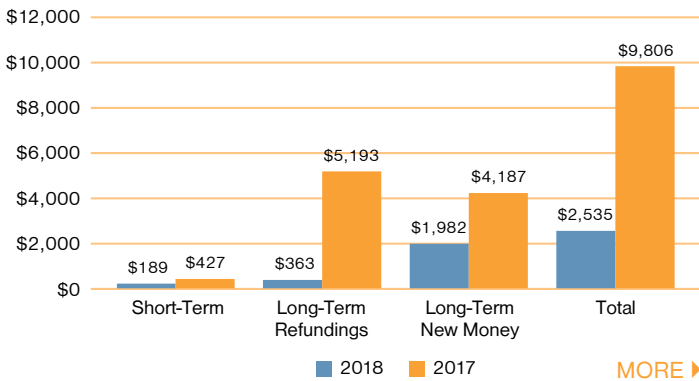
CUMULATIVE CALIFORNIA PUBLIC DEBT ISSUANCE (IN BILLIONS)<sup>1</sup>



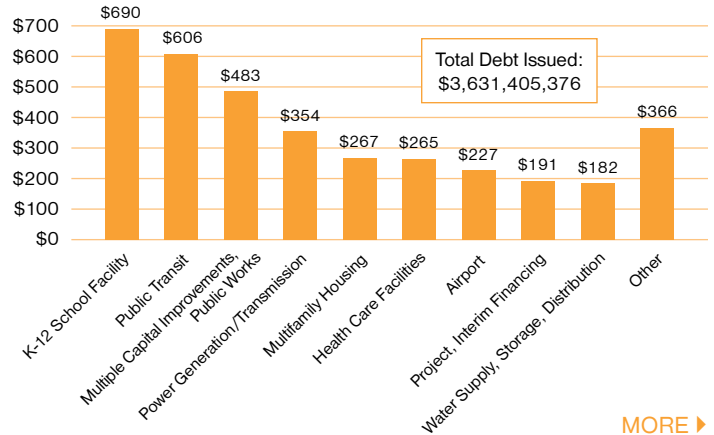
REPORTS OF PROPOSED DEBT ISSUANCE RECEIVED 4-16-2018 THROUGH 5-15-2018, BY PURPOSE (IN MILLIONS)



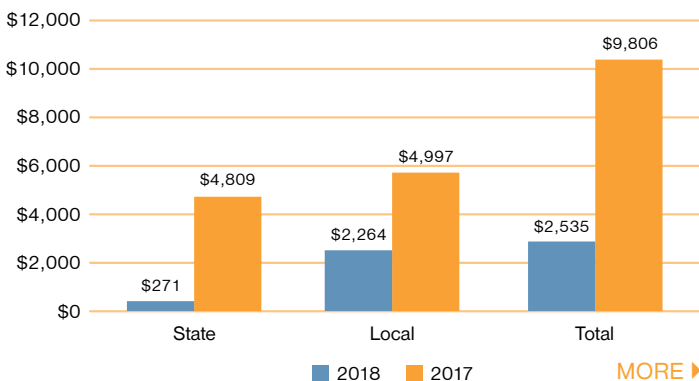
CALIFORNIA PUBLIC DEBT ISSUANCE, APRIL (IN MILLIONS)<sup>1</sup>



TOTAL REPORTS OF FINAL SALE RECEIVED 4-16-2018 THROUGH 5-15-2018, BY PURPOSE (IN MILLIONS)



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



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



\* 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.

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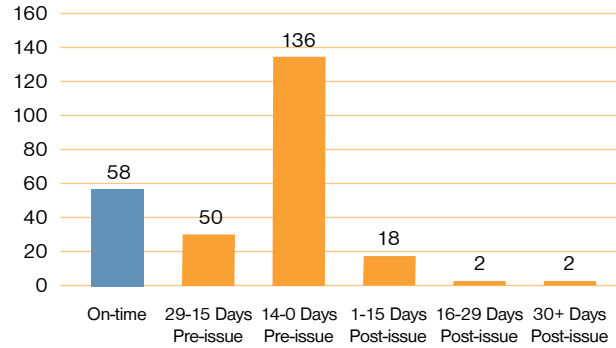
Business correspondence and editorial comments are welcome.

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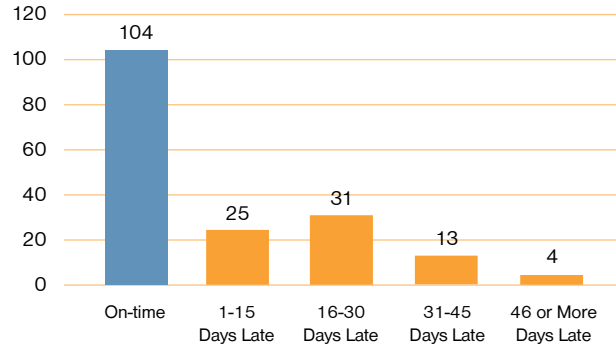
# DATA - CORNER

## TIMELINESS OF SUBMITTAL OF REPORTS

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



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



## DATA UNIT ACTIVITY APRIL 2018

- ✓ RECEIVED AND PROCESSED **266** RPDI
- ✓ RECEIVED AND PROCESSED **177** RFS
- ✓ RECEIVED **21** MARKS-ROOS YEARLY FISCAL STATUS REPORTS FOR FY 2016-17
- ✓ RECEIVED **8** MELLO-ROOS YEARLY FISCAL STATUS REPORTS FOR FY 2016-17
- ✓ RECEIVED **323** 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.

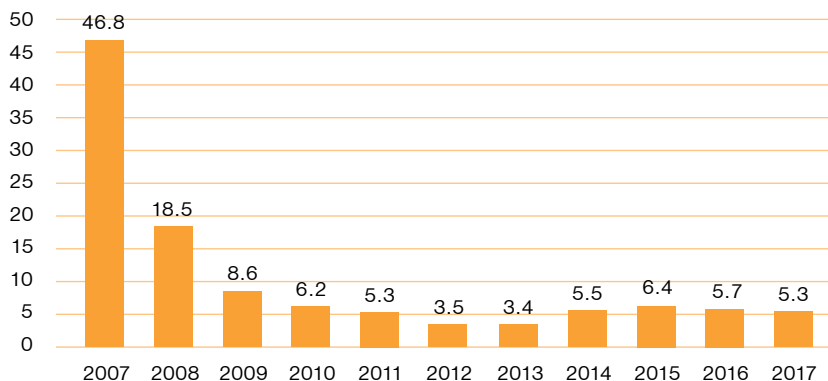
# Past and Present Landscape of Bond Insurance

## BACKGROUND AND DECLINE OF MARKET PENETRATION

The majority of municipal bonds issued by states, local governments, and other public entities in California are insured. Through the 1980s and 1990s, bond insurance saw exponential growth as a percentage of the outstanding debt. In 1980, the “penetration rate,” or the annual ratio of insured paper to debt issued in the municipal bond market was just three (3%) percent, but in 2005 it was approaching 60 percent. The increase was due in large measure to the credit ratings of the two primary insurers – AMBAC and MBIA – whose AAA-level ratings were effectively transferred to the underlying debt. Their seemingly invulnerable reputation, along with their economic viability, evaporated during the 2007-2008 market collapse.<sup>1</sup>

Since the Great Recession, financial guaranty insurers withdrew from the residential mortgage-backed securities (RMBS) market. Although the RMBS market fell outside the traditional purview of municipal bond insurance, bond insurers and many rating agencies were active in this market. For some insurers, the RMBS market became a greater portion of their insured issuances than municipal bonds. This was the most significant contributing factor in the dramatic decline in the

**FIGURE 1**  
PENETRATION RATE: 2007-2017



penetration rate since the housing market collapse.

At their peak in 2005, bond insurers covered about 57 percent of new municipal bond issuance. Beginning in 2008, the deterioration in insurers’ rating lowered the penetration rate to less than nine (9%) percent in 2009. Since 2010, the bond insurance penetration rate has averaged just over five percent of the municipal bond market.<sup>2,3</sup>

Figure 1 shows annual percent of municipal bond insurance market penetration rate for years 2007-2017. Penetration rate is the percent of all municipal bond issues in the United States that carry a financial guaranty.

## THE CASE FOR INSURED BONDS

A series of high-profile municipal defaults, bankruptcies, and restructurings in Puerto Rico, Michigan, Pennsylvania, California in the wake

of the 2007-2008 financial crisis demonstrates the value of bond insurance in the public finance market. Holders of insured bonds from those municipalities were protected from any potential loss by insurers.<sup>4</sup> In the secondary market, insured bonds generally exhibited price stability relative to comparable uninsured bonds of distressed issuers. Additionally, investors were spared the burdens of having to defend their rights in court.

The economic value of bond insurance to the governmental unit, agency, or other issuer offering bonds or other securities is a saving in interest costs reflecting the difference in yield payable on an insured bond from that on the same bond if uninsured.<sup>5</sup>

Figure 2 shows top 10 insurers of municipal bond insurance in California for years 2016 & 2017. Market Share is the percent of total insured par in the California.

<sup>1</sup> <http://www.investopedia.com/articles/bonds/08/municipal-bond-insurance.asp>

<sup>2</sup> <http://www.municipalbonds.com/bond-insurance/the-municipal-bond-insurance-industry-chronology/>

<sup>3</sup> <https://www.bondbuyer.com/news/although-not-as-bright-light-still-shines-on-municipal-bond-insurance-industry>

<sup>4</sup> <http://afgi.org/our-markets/>

<sup>5</sup> "AFGI - Association of Financial Guaranty Insurers - Underwriting and Surveillance". [afgi.org](http://afgi.org)

**FIGURE 2**

**TOP CALIFORNIA BOND INSURERS – 2016 & 2017**

2016	TOTAL INSURED PRINCIPAL	MARKET SHARE	2017	TOTAL INSURED PRINCIPAL	MARKET SHARE
Assured Guaranty Municipal Corporation	\$4,307,880,779	47.21%	Build America Mutual Assurance Company/BAM	\$5,506,273,182	62.75%
Build America Mutual Assurance Company/BAM	3,466,301,046	37.99	Assured Guaranty Municipal Corporation	2,771,637,763	31.59
National Public Finance Guarantee Corporation	790,930,000	8.67	Office of Statewide Health Planning & Development	183,610,000	2.09
Office of Statewide Health Planning & Development	293,755,000	3.22	National Public Finance Guarantee Corporation	141,220,000	1.61
Federal Housing Administration	54,100,000	0.59	Municipal Assurance Corp	106,803,761	1.22
Tri City Real Estate Holding & Management Co LLC	51,000,000	0.56	BlueGreen Preservation & Development LLC	40,965,000	0.47
BRIDGE Housing Corporation	43,900,000	0.48	Federal National Mortgage Association	13,840,000	0.16
Municipal Assurance Corp	37,046,000	0.41	Government National Mortgage Association	7,440,000	0.08
Aemerge LLC	28,250,000	0.31	Awakening Entelechy Inc.	3,000,000	0.03
Chelsea Investment Corp	22,378,000	0.25			
Orangewood Foundation	12,660,000	0.14			
SAFE-BIDCO	9,750,000	0.11			
CIEDB Small Business Loan Guaranty Program	7,299,750	0.08			
<b>TOTAL INSURED PRINCIPAL ISSUED</b>	<b>\$9,125,250,575</b>	<b>100.00%</b>	<b>TOTAL INSURED PRINCIPAL ISSUED</b>	<b>\$8,774,789,706</b>	<b>100.00%</b>

**CURRENT INSURERS IN CALIFORNIA**

Assured Guaranty represented the only major player in the new issue bond insurance market in California until Build America Mutual (BAM) entered the market in 2012. In California, Assured accounted for nearly 53 percent of total insured par in 2016, and BAM followed with about 38 percent of total insured par. In 2017, however, BAM insured almost twice as much principal value as Assured. Figure 2 shows the top 10 bond

insurers in California for years 2016 and 2017, and their respective market share of total insured par.

Overwhelmingly, K-12 school districts were the most frequent users of bond insurance, with 161 issues carrying insurance in both 2016 and 2017, despite the overall lower number of insured issues in 2017. The overall average insured par amount dropped from \$48.9M in 2016 to \$38.8M for 2017 (Figure 3). Figure 3 shows types of issuers utilizing municipal bond insurance in California for years 2016 & 2017.

Interest in bond insurance will continue to depend upon on the insurers’ credit-worthiness as determined by the rating agencies. In mid-2017, review of the major insurers by Standards and Poor led to a two-notch downgrade in credit ratings for National Public Finance Guarantee Corporation (National), and conversely reaffirmed BAM’s AA rating after earlier being placed on negative watch.<sup>6</sup> However, the unfavorable attention directed to BAM from the inquiry appears to have directly impacted its market share in 2017. **DL**

<sup>6</sup> <https://www.bondbuyer.com/news/national-dealt-two-notch-blow-by-s-p-as-bam-assured-ratings-affirmed>

**FIGURE 3**

**TYPES OF INSURED ISSUERS – 2016 & 2017**

2016	NUMBER OF ISSUES/ DEALS	AVERAGE PRINCIPAL AMOUNT	2017	NUMBER OF ISSUES/ DEALS	AVERAGE PRINCIPAL AMOUNT
K-12 School District	161	\$16,766,078	K-12 School District	161	\$13,332,386
Successor Agency	89	28,099,444	Successor Agency	58	61,994,752
Joint Powers Agency	48	38,503,016	Joint Powers Agency	56	21,190,446
City Government	23	12,147,991	City Government	18	48,945,278
Community Facilities District	19	11,547,632	Community Facilities District	13	33,423,077
Community College District	7	12,387,857	Community College District	4	15,521,250
Community Services District	5	3,513,000	Park & Recreation District	2	10,742,500
Water Agency, Authority	5	34,856,000	Sanitation District	2	30,117,500
Irrigation District	4	41,227,500	County Government	1	79,865,000
County Government	3	32,673,333	Health Care District	1	151,460,000
Hospital District	3	20,290,000	Municipal Improvement District	1	4,450,000
State Instrumentalities	3	16,701,667	Public Utility District	1	18,155,000
State Programs & Departments	2	19,800,000	State Programs & Departments	1	17,610,000
Airport District	1	52,015,000	Water Agency, Authority	1	22,870,000
City / County Government	1	43,900,000	Water District	1	39,810,000
County Board of Education	1	16,200,000	Water Storage District	1	52,375,000
Harbor Port District	1	21,740,000			
Housing Authority	1	22,378,000			
Municipal Water District	1	7,240,000			
Park & Recreation District	1	20,140,000			
Special District	1	33,000,000			
Transit Authority	1	591,140,000			
Water and Power Agency	1	27,010,000			
Water District	1	51,280,000			
<b>TOTAL INSURED DEALS/ OVERALL AVG. PAR</b>	<b>383</b>	<b>\$48,939,855</b>	<b>TOTAL INSURED DEALS/ OVERALL AVG. PAR</b>	<b>322</b>	<b>\$38,866,387</b>

# 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 & 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	5/31/2018	5/31/2018	Senate Governance & Finance	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	6/4/2018	Senate Governance & Finance	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 & 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	5/1/2018	5/1/2018	Senate Business, Professions, & Economic Development	Active - In Committee
Public Finance	<a href="#">AB 1561</a>	Quirk-Silva	Inland Port Development and Management Act	2/17/2017	4/30/2018	5/7/2018	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	4/18/2018	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	-	5/3/2018	Senate Governance & 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	5/31/2018	Senate Rules	Active - In Committee
Other	<a href="#">AB 2060</a>	Garcia	Water: Grants: Advanced Payments	2/6/2018	5/25/2018	6/4/2018	Senate Rules	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	4/12/2018	5/17/2018	Senate Governance & Finance	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	6/4/2018	Senate Rules	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	5/9/2018	5/25/2018	Senate Rules	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
GO Bonds	<a href="#">ACA 28</a>	Mathis	Water: Projects: Funding	2/26/2018	-	2/27/2018	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="#">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 & 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 & Housing and Governance & 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 & 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 - In Committee
Other	<a href="#">SB 765</a>	Wiener	School Facilities: Surplus Real Property: Charter Schools	2/17/2017	7/3/2017	7/21/2017	Assembly Education	Inactive - Failed Deadline Pursuant to Rule 61(a)(11)
Other	<a href="#">SB 839</a>	Mitchell	Budget Act of 2018	1/10/2018	5/24/2018	5/24/2018	Senate Budget & Fiscal Review	Active - In Committee
Other	<a href="#">SB 930</a>	Hertzberg	Financial Institutions: Cannabis	1/25/2018	5/25/2018	5/31/2018	Senate Appropriations	Active - Held at Desk
GO Bonds	<a href="#">SB 1073</a>	Dodd	Flood Control: Napa River	2/12/2018	3/15/2018	5/31/2018	Assembly Floor	Active - In Committee
Public Finance	<a href="#">SB 1145</a>	Leyva	Enhanced Infrastructure Financing Districts: Maintenance	2/14/2018	4/12/2018	5/7/2018	Senate Local Governance	Active - In Committee
Other	<a href="#">SB 1206</a>	DeLeon and Moorlach	No Place Like Home Act of 2018	2/15/2018	5/25/2018	5/31/2018	Assembly Floor	Active - Held at Desk



## 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="#">SB 1225</a>	Glazer	Education Finance: Higher Education Facilities Bond Act of 2018	2/15/2018	-	5/31/2018	Assembly Floor	Active - Held at Desk
Other	<a href="#">SB 1498</a>	Committee on Governance and Finance	Local Government Omnibus Act of 2018	3/1/2018	4/18/2018	5/25/2018	Assembly Local Governance	Active - In Committee
Bonds	<a href="#">SB 1509</a>	Committee on Governance and Finance	State Finance	3/21/2018	-	5/25/2018	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
Securities	<a href="#">HR 316</a>	Capuano	Futures Investor Protection Act	1/5/2017	1/26/2017	House Agriculture	Active - In Committee

# Federal Legislation Affecting State and Local Governments

LEG TYPE	BILL NO.	AUTHOR	TITLE	INTRODUCED	LAST ACTION	LAST COMMITTEE	STATUS
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	Chapered - 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.

# SAVE THE DATE

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## CDIAC Webinars, Seminars, and Conferences

### SEPTEMBER

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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.*

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

### JUNE

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JUNE 12-15, 2018

California Association of County  
Treasurers and Tax Collectors  
Annual Conference

Yosemite, CA

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

### JULY

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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

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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

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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

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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

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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

## MAY 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)

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**1** The Municipal Securities Rulemaking Board (MSRB) filed a proposed rule change to revise the language of certain administrative rules to continue to help ensure that they reflect MSRB practices, applicable to Rule A-3, Rule A-4, Rule A-5 and Rule A-17.

**2** The Securities and Exchange Commission (SEC) announced the SEC Action Lookup for Individuals (SALI) an investor protection tool. SALI is a database of individuals who have been parties to past SEC enforcement actions and against whom federal courts have entered judgements or the SEC has issued orders. [Additional Information.](#)

**14** Effective date for changes to MSRB Rule G-15 on confirmation, clearance, settlement and other uniform practice requirements for customer transactions and G-30 on prices and commissions for disclosure of mark-ups/mark-downs by brokers, dealers, and municipal securities dealers.

## JUNE 2018

**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 improvement the information disclosure in notes to government financial statements related to debt, including direct borrowings and direct placements. [Additional Information.](#)

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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.