

Handout from Budget Conference Committee, 6/12/14

Cap and Trade Package

Ongoing Funding, beginning in 2015-16

35 percent of Cap and Trade Revenues, continuously appropriated for the **Transportation, Affordable Housing, and Sustainable Communities program.**

- 15 percent will be for Transit
 - 10 percent for Transit and Intercity Rail Capital program, administered by Caltrans and CTC
 - 5 percent for Low Carbon Transit Operations, through the State Transit Assistance formula
- 20 percent for the Affordable Housing and Sustainable Communities program
 - Half of the funding in the program will be dedicated for affordable housing projects that demonstrate a reduction in greenhouse gases.

25 percent of Cap and Trade Revenues continuously appropriated for **High Speed Rail Authority**. Providing a continuous and stable funding source to continue construction.

40 Percent of the funding would annually appropriated in the budget or legislation for important investments in Low Carbon Transportation, Natural Resources programs, Energy programs, and other programs.

2014-15 Funding

Program	14-15 comp
High Speed Rail	\$ 250.0
Transit and Intercity Rail Capital Program	\$ 25.0
Low Carbon Transit Operations	\$ 25.0
Affordable Housing and Sustainable Communities	\$ 130.0
Low Carbon Transportation	\$ 200.0
Weatherization	\$ 75.0
Agricultural Energy and Operational Efficiency	\$ 15.0
ECAA for public buildings	\$ 20.0
Water Action Plan - Water-Energy Efficiency (SB 103- has been appropriated)	\$ 40.0
Water Action Plan - Wetlands and Watershed Restoration	\$ 25.0
Sustainable Forests	\$ 25.0
Sustainable Forests/Urban Forestry	\$ 17.0
Waste Diversion	\$ 25.0
Total	\$ 872.0

Accountability

Requires reporting of progress and success in reducing greenhouse gases from all recipients of Cap and Trade Funds to the Strategic Growth Council and the California Air Resources Board.

Meet all existing constitutional and statutory requirements for use and allocation of Cap-and-Trade funds, including, but not limited to:

- California Constitution Article XIII,
- SB 375 (Steinberg) – The Sustainable Communities and Climate Protection Act of 2008, relating to transit-oriented development
- SB 535 (de León) – The California Communities Healthy Air Revitalization Trust of 2011, relating to ensuring disadvantaged communities receive at least 25 percent of funds
- SB 1018 (Budget and Fiscal Review Committee) of 2012, relating to agencies carefully reporting, documenting, and justifying expenditures of funds to protect against lawsuits.