EXHIBIT 1-B

AMENDED IN ASSEMBLY JUNE 7, 2004 AMENDED IN SENATE APRIL 13, 2004

SENATE BILL

No. 1529

Introduced by Senator McPherson (Principal coauthor: Senator Perata)

(Coauthors: Assembly Members Calderon, Firebaugh, McCarthy, Negrete McLeod, and Salinas)

February 19, 2004

An act to amend Sections 9, 202, 203, 204, 205, 252, 253, and 431 of, to amend the heading of Article 6 (commencing with Section 671) of Chapter 3 of Part 5 of, to add Section 202.5 to, to add Chapter 3.5 (commencing with Section 685) to Part 5 of, to repeal Sections 136, 671, and 673 of, to repeal Chapter 2 (commencing with Section 221) of Part 3 of, and to repeal Article 2 (commencing with Section 471) of Chapter 8 of Part 4 of, the Montercy Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977), relating to the Montercy Peninsula Water Management District. An act to repeal Parts 1 (commencing with Section 1), 2 (commencing with Section 101), 3 (commencing with Section 201), 4 (commencing with Section 301), 5 (commencing with Section 501), and 6 (commencing with Section 801) of the Montercy Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended), relating to the Montercy Peninsula Water Management District.

LEGISLATIVE COUNSEL'S DIGEST

SB 1529, as amended, McPherson. Monterey Peninsula Water Management District: dissolution.

(1) The

The existing Monterey Peninsula Water Management District Law establishes the Monterey Peninsula Water Management District and provides for its powers and purposes. The district law provides for the election of 5 members and the appointment of 2 members to the district's board of directors. The district law requires the board of the district to call an election for the voters of the district to approve projects proposed to be undertaken by the board. The district law authorizes the board to issue revenue bonds in accordance with certain provisions of law, and subject to approval by district voters.

This bill would repeal these provisions., except during a certain transition period, provide for a 7-member board comprised of 6 mayors or other elected city officials, and one member of the Monterey County Board of Supervisors, as specified. The bill would provide that each board member has one vote, except that, upon the call and request of any board member present and able to vote, both a majority vote of the board members of the district and a majority vote of the board members representing a majority of the population of the district would be required to pass an ordinance, resolution, or motion.

The bill would repeal the provisions that require an election to be held to approve projects proposed to be undertaken by the board, and would require instead, the board to hold a hearing to consider public comments regarding a proposed project. The bill would authorize the board, by resolution adopted by the affirmative vote of a majority of the board members, to issue revenue bonds, without voter approval, but subject to referendum by the voters, to pay the costs of constructing facilities for the production, storage, transmission, or treatment of water.

By establishing requirements on the district and other public agencies with regard to the operations of the district, the bill would impose a state-mandated local program.

The bill would become operative on the date on which the Secretary of State notifies the Monterey Peninsula Water Management District County that the United States Attorney General has "precleared," in accordance with a certain federal law, eertain changes that the bill would make with regard to voting by district voters the provisions of the bill.

(2) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes no. State-mandated local program: yes no.

The people of the State of California do enact as follows:

SECTION 1. Section 9 of the Monterey Peninsula Water SECTION 1. Part 1 (commencing with Section 1) of the 2 Monterey Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended) is repealed. SEC. 2. Part 2 (commencing with Section 101) of the 5 Monterey Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended) is repealed. SEC. 3. Part 3 (commencing with Section 201) of the Monterey Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended) is repealed. 10 SEC. 4. Part 4 (commencing with Section 301) of the 11 Monterey Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended) is repealed. 13 SEC. 5. Part 5 (commencing with Section 501) of the 14 Monterey Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended) is repealed. SEC. 6. Part 6 (commencing with Section 801) of the 18 Monterey Peninsula Water Management District Law (Chapter 527 of the Statutes of 1977, as subsequently amended) is repealed. SEC. 7. This act shall become operative on the date on which 20 the Secretary of State notifies Monterey County that the United 21 States Attorney General has precleared Sections 1 to 6, inclusive, of this act pursuant to Section 1973c of Title 42 of the United States 24 Code. 25

All matter omitted in this version of the bill appears in the bill as amended in the Senate, April 13, 2004 (JR 11)

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