

# Legislative Summary

2007-2008 Session

Prepared by:  
Office of Governmental Affairs

# INTRODUCTION

This booklet provides a summary of legislation from the 2007-2008 Regular Session of the California Legislature that impacts the California Public Employees' Retirement System (CalPERS). The format for this booklet contains four main parts:

## Index of Bills by Program Area

The index identifies the bill number, author, topic, and final status for each bill pertaining to that subject. Under each program area heading, the bills are listed in bill number order grouped by each status type: enacted, failed, or vetoed. Bills listed with an asterisk (\*) in the status column contained provisions pertaining to that subject at some point during the legislative session, but were subsequently amended to no longer relate to that subject. Bills with provisions pertaining to multiple subjects are listed under each applicable subject heading.

## Summary of Legislation by Bill Number

The summary of legislation presents, in bill number order, the bill number, author, final status, CalPERS Board position (if any), title, and summary for each bill identified in the list of legislative bills by subject. For bills that were enacted as an urgency statute, the last line of the summary identifies it as an "urgency measure" and notes the effective date of the bill. The effective date for all other bills enacted without an urgency provision is January 1 following the year of enactment.

## Cross Reference of Enacted Legislation

These tables provide for a quick overview of all chaptered bills included in this summary, and have been organized by bill number, as well as by chapter number.

This publication is prepared by CalPERS Office of Governmental Affairs. We hope you find this summary of legislation a useful reference and welcome your suggestions for improving future editions.

## Governor's Veto Messages



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# **INDEX OF BILLS BY PROGRAM AREA**

**2007-2008 SESSION**



# INDEX OF 2007-2008 BILLS BY PROGRAM AREA

## CalPERS Administration

Bill No.	Author	Topic	Status
AB 1317	Mullin	Compensation of Key Employees	Enacted
AB 2202	Caballero	CalPERS Minor Policy Bill	Enacted
AB 3041	Assembly PER&SS Committee	Technical and Minor Policy Changes	Vetoed
SB 11	Migden	Domestic Parnterships	Failed
SB 320	Alquist	California Health Care Information Infrastructure Program	Vetoed
SB 580	Calderon	PEMHCA: Contract with Out-of-State Pension and Health Systems	Enacted*
SB 1066	Migden	Domestic Partnerships	Failed

## Health Benefits: Contracting Agencies

Bill No.	Author	Topic	Status
AB 554	Hernandez	PEMHCA: Prefunding Retiree Health Care Benefits	Enacted

## Health Benefits: Cost and Quality

Bill No.	Author	Topic	Status
AB 85	Nakanishi	Health Benefits: Health Savings Accounts	Failed
AB 142	Plescia	Health Benefits: Health Savings Accounts	Failed
AB 245	DeVore	Health Benefits: Health Savings Accounts	Failed
AB 329	Nakanishi	Chronic Diseases: Telemedicine	Enacted
AB 330	Hayashi	Health Benefits: Health Disparity Report	Failed
AB 550	Ma	Health Benefits: Cost and Quality	Enacted
AB 989	Garrick	Health Benefits: Health Savings Accounts	Failed
AB 1203	Salas	Health Care Service Plans: Poststabilization Care	Enacted

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Health Benefits: Cost and Quality (Continued)

Bill No.	Author	Topic	Status
AB 1377	Nakanishi	Public Employees: Health Savings Accounts	Failed
AB 1554	Jones	Health Plan Rate Approval	Failed
AB 1555	Lieber	Health Care Services: Chronic Care Model Task Force	Failed
AB 2146	Feuer	Health Benefits: Billing for Hospital-Acquired Conditions	Failed
AB 2292	Garrick	Health Benefits: Health Savings Accounts	Failed
AB 2350	Garrick	Public Employee Benefit Prefunding	Failed
AB 2805	Ma	Health Care Coverage: Assigned Benefits	Failed
AB 2967	Lieber	California Health Care Cost and Quality Transparency Committee	Failed
SB 820	Ashburn	Health Benefits: Tax Credits for Cafeteria Plans	Failed
SB 981	Perata	Health Care Coverage: Noncontracting Hospital-Based Physician Claims	Vetoed
SB 1014	Kuehl	Health Benefits: Single Payer Coverage Tax	Failed
SB 1096	Calderon	Health Benefits: Medical Information	Failed
SB 1300	Corbett	Health Care Coverage: Provider Contracts	Failed
SB 1440	Kuehl	Health Benefits: Medical Loss Ratio	Vetoed
SB 1563	Perata	Health Benefits: Pervasive Developmental Disorders	Vetoed
SBX1 12	Runner	Health Care Cost and Quality Transparency	Failed

## Health Benefits: General and Statewide

Bill No.	Author	Topic	Status
AB 8	Nunez	Universal Health Care Coverage	Vetoed
AB 52	Dymally	Health Benefits: Office of Hospital Patient Advocate	Failed
AB 71	Dymally	Employee Health Insurance Tax Credits	Failed
AB 374	Berg	California Compassionate Choices Act	Failed
AB 436	Salas	Health Benefits: Medical Records	Failed
AB 552	Hernandez	Health Benefits: County Employees	Failed
AB 910	Karnette	Health Benefits: Disabled Persons Support and Care Coverage	Enacted

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Health Benefits: General and Statewide (Continued)

Bill No.	Author	Topic	Status
AB 1072	Gaines	Health Benefits: Health Insurance Exchange	Failed
AB 1155	Huffman	Health Care Service Plans	Vetoed
AB 1296	Torrice	Health Care Claims Data	Enacted
AB 1468	Garrick	Health Benefits: Patient Data	Failed
AB 1644	Niello	Out-of-State Carriers	Failed
AB 1997	Hayashi	Vision Care: Local Member Annuitants	Vetoed
AB 2839	Huffman	Health Benefits: Health Care Providers Bill of Rights	Failed
AB 2847	Krekorian	Health Benefits: Health Care Coverage	Failed
ABX1 1	Nunez	Health Care Reform	Failed
SB 365	McClintock	Out-of-State Carriers	Failed
SB 389	Yee	Hospital-Based Physician: Balance Billing	Failed
SB 579	Wiggins	Safety Member: Qualified Health Insurance Premiums	Enacted*
SB 689	Correa	Vision Care: State Annuitant	Failed
SB 723	Yee	State Compensation Insurance Fund: 24-Hour Care Pilot Program Health System Improvement Study	Vetoed
SB 840	Kuehl	Universal Coverage: Single-Payer System	Vetoed
SB 1095	Vincent	Health Benefits: Retired Teachers	Failed
SB 1168	Runner	Health Benefits: Dependent Children	Enacted
SB 1440	Kuehl	Health Benefits: Medical Loss Ratio	Vetoed
SB 1525	Kuehl	Health Benefits: Medical Necessity Determinations	Failed
SB 1601	Negrete McLeod	Vision Care Program for State Annuitants: Direct Billing	Vetoed
SB 1622	Simitian	Health Benefits: California Health Benefits Service Program	Failed

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Health Benefits: Mandated Coverage

Bill No.	Author	Topic	Status
AB 2	Dymally	MRMIP: Pay or Play	Vetoed
AB 16	Evans	Health Care Coverage: HPV Vaccine	Vetoed
AB 30	Evans	Health Care Coverage: Inborn errors of metabolism	Vetoed
AB 54	Dymally	Health Care Coverage: Acupuncture	Vetoed
AB 368	Carter	Hearing Aids	Vetoed
AB 423	Beall	Mandated Benefits: Mental Health Parity	Vetoed
AB 841	Portantino	Health Care Coverage: Mammographies	Failed
AB 953	Krekorian	State Vision Care Benefits Extended to Parents and Siblings	Failed
AB 1154	Leno	Health Benefits: Diabetes	Failed
AB 1429	Evans	Human Papillomavirus Vaccination	Vetoed
AB 1774	Lieber	Mandated Benefits: Gynecological Cancer Screening Tests	Failed
AB 1887	Beall	Mandated Benefits: Mental Health Parity	Vetoed
AB 1894	Krekorian	Mandated Benefits: HIV Testing	Enacted
AB 2158	Soto	Health Benefits: Blood-borne diseases	Enacted
AB 2174	Laird	Mandated Benefits: Amino Acid-Based Elemental Formulas	Failed
AB 2234	Portantino	Mandated Benefits: Breast Conditions	Failed
AB 2794	Blakeslee	Diagnostic Imaging Service Billing	Enacted
ABX1 3	Dymally	MRMIP: Pay or Play	Failed
SB 1058	Alquist	Health Benefits: Hospital-Acquired Infections	Enacted
SB 1168	Runner	Health Benefits: Dependent Children	Enacted
SB 1198	Kuehl	Mandated Benefits: Durable Medical Equipment	Vetoed
SB 1553	Lowenthal	Health Benefits: Mental Health Services	Enacted
SB 1634	Steinberg	Mandated Benefits: Cleft Palates	Vetoed

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Health Benefits: PEMHCA

Bill No.	Author	Topic	Status
AB 384	Portantino	California Fallen Federal Firefighter Survivor Assistance Act of 2007	Enacted
AB 524	Hancock	Contracting Agencies: Service Retirement; West County Waste Water District: Health Vesting	Vetoed
AB 554	Hernandez	PEMHCA: Prefunding Retiree Health Care Benefits	Enacted
AB 2287	Evans	Firefighters: Health Benefits	Enacted
AB 2626	Jeffries	Firefighters: Health Care Benefits	Failed
ABX1 8	Villines	Health Care Reform	Failed
SB 11	Migden	Domestic Parnterships	Failed
SB 235	Negrete McLeod	Vision Care: CSU Annuitants	Enacted
SB 853	Perata	PEHMCA: Prefunding - Los Angeles Community College District	Enacted*
SBX1 18	Cogdill	PEMHCA: Public Employees' Health Savings Fund	Failed

## Health Benefits: Prescription Drugs

Bill No.	Author	Topic	Status
AB 51	Dymally	Health Benefits: Gallegos-Rosenthal Patient Advocate Program	Failed
AB 2516	Mendoza	Health Benefits: Electronic Prescription Transmissions	Failed
SB 695	Wiggins	Employee health benefits: Retired annuitants	Failed

## Investments (Including Corporate Governance and Home Loans)

Bill No.	Author	Topic	Status
AB 221	Anderson	Targeted Divestment from Iran	Enacted
AB 1756	Caballero	Investments	Failed
AB 1967	Torrico	Responsible Private Equity Investment Act of 2008	Failed
AB 2600	Niello	Investments	Failed
AB 2636	Arambula	Emerging Domestic Market Data Consortium	Failed
AB 2677	Krekorian	Investments: Genocide	Failed
AB 2944	Leno	Investments	Vetoed

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

**Investments**  
**(Including Corporate Governance and Home Loans)**  
**(Continued)**

<b>Bill No.</b>	<b>Author</b>	<b>Topic</b>	<b>Status</b>
ACR 79	Anderson	UC Divestment From Iran	Failed
SB 294	Ackerman	Corporations disclosure statements	Failed
SB 461	Ashburn	Divestment from Companies in a Foreign Terrorist State	Failed
SB 1550	Florez	Corporate Governance: Climate Change Disclosure	Failed

**Other Systems**

<b>Bill No.</b>	<b>Author</b>	<b>Topic</b>	<b>Status</b>
AB 246	Torrico	County Employees' Retirement Boards Assets	Enacted
AB 596	Dymally	County Employees' Retirement Membership Classification	Failed
AB 753	Assembly PER&SS Committee	County Employees' Retirement Board Administration	Enacted
AB 757	Assembly PER&SS Committee	CalSTRS Technical Housekeeping	Enacted
AB 775	Niello	County Employees' Retirement: Employment of Retirees: Prohibition	Enacted
AB 789	Mullin	State Teachers' Retirement: Appropriation	Failed
AB 1124	Karnette	County Employees' Retirement Administration	Enacted
AB 1255	Parra	County Employees Collective Bargaining	Enacted
AB 1288	Hayashi	County Employees: Vision Care	Enacted
AB 1316	Bass	CalSTRS Disability Benefit Determinations	Enacted
AB 1333	Hancock	University of California Retirement System	Vetoed
AB 1432	Soto	CalSTRS Administration	Enacted
AB 1480	Mendoza	CalSTRS ROTH IRAs	Enacted
AB 1624	Niello	Disability Benefits	Failed
AB 1626	Mullin	County Retirement System Federal Conformity	Enacted
AB 1649	Levine	UC Retirement Benefits	Failed
AB 1917	Dymally	County Retirement System Survivor Benefits	Vetoed

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## Other Systems (Continued)

Bill No.	Author	Topic	Status
AB 2041	Fuentes	County Employees Retirement Survivor Benefits	Enacted
AB 2390	Karnette	Retired CalSTRS Members Return to Work	Enacted
ACA 5	Portantino	UC Retirement System Administration	Failed
ACR 79	Anderson	UC Divestment From Iran	Failed
SB 134	Cedillo	County Retirement System Benefits	Enacted
SB 369	Vincent	School District Retiree Health Benefits	Failed
SB 879	Calderon	CalSTRS Retirement Incentive	Failed
SB 901	Padilla	CalSTRS Postretirement Earnings Limit	Enacted
SB 1376	Wiggins	CalSTRS Technical Housekeeping	Vetoed
SB 1488	Calderon	CalSTRS Retirement Incentive	Failed
SCR 52	Yee	UC Retirement System Shared Governance	Enacted

## Retirement

Bill No.	Author	Topic	Status
AB 36	Niello	Public Employees' Retirement: Fraud	Failed
AB 219	Jeffries	Disability Retirement: Medical Examinations	Failed
AB 754	Assembly PER&SS Committee	CalPERS Investment Officer Compensation	Enacted
AB 1844	Hernandez	Public Employee Benefits	Enacted
AB 1858	Jeffries	Benefit Forfeiture	Failed
AB 2023	Houston	Disability Benefits	Enacted
AB 2024	Houston	Disability Retirement Medical Exams	Failed
AB 2156	Hernandez	Safety Members: Special Death Benefit	Enacted
AB 2940	De Leon	California Employee Savings Program	Failed
AJR 5	Hernandez	Social Security Offsets	Enacted
SB 11	Migden	Domestic Partnerships	Failed
SB 221	Runner	LRS Final Compensation	Enacted

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Retirement (Continued)

Bill No.	Author	Topic	Status
SB 581	Wiggins	Volunteer Firefighter Length of Service Awards	Enacted
SB 608	Wiggins	JRS Optional Settlements	Enacted
SB 755	Alquist	Increased Death Benefits for State Retirees	Failed
SB 760	Migden	Excluded State Employee Deferred Compensation Benefits	Failed
SB 1032	McClintock	Disability Retirement: Medical Examinations	Failed
SB 1066	Migden	Domestic Partnerships	Failed

### Retirement: Contracting

Bill No.	Author	Topic	Status
AB 376	Nava	Local Safety Member: Airport Police Officers	Vetoed
AB 524	Hancock	Contracting Agencies: Service Retirement; West County Waste Water District: Health Vesting	Vetoed
AB 991	Calderon, Charles	DROP for State Patrol, POFF, and State Safety	Failed
AB 1936	Emmerson	Public Agency Definition: Nonprofit Mutual Water Companies	Enacted
AB 2666	Plescia	San Diego County Retirement Board	Failed
AB 2673	Feuer	County Employees' Retirement Death Benefits	Enacted
AB 2674	Emmerson	Investor-Owned Utilities Joint Powers Agreements	Failed
AB 3044	Assembly PER&SS Committee	County Employees' Retirement	Enacted
SB 431	Aanestad	Butte and Solano County Trial Courts	Enacted
SB 1123	Wiggins	Pension and OPEB Benefit Cost Estimate Best Practices and Disclosure	Enacted

### Retirement: Defined Contribution and Hybrid Plans

Bill No.	Author	Topic	Status
AB 1307	Krekorian	CalPERS Supplemental Contribution Program	Enacted

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Retirement: Membership (Including Classifications)

Bill No.	Author	Topic	Status
AB 489	Calderon, Charles	Public Employment: State Bargaining Unit 19: Salaries	Failed
AB 756	Assembly PER&SS Committee	Memorandum of Understanding (MOU) – Bargaining Units 1, 3, 8, 18, 19 and 20	Enacted
AB 1817	Huffman	State Employees: Memorandum of Understanding (MOU)	Failed
AB 1874	Coto	Exclusion from Membership: State Fund Board Members	Enacted
AB 2707	Berryhill	State Employees: Memorandum of Understanding (MOU)	Failed
AB 3040	Assembly PER&SS Committee	State Administration: Memorandum of Understanding (MOU)	Failed
AB 3043	Assembly PER&SS Committee	State Administration: Memorandum of Understanding (MOU)	Enacted
SB 14	Negrete McLeod	Retirement: Military Service	Enacted
SB 1472	Ashburn	CEA Eligibility	Enacted
SB 1496	Ashburn	Membership Classification of Excluded and Exempt State Peace Officers	Enacted

## Retirement: OPEB

Bill No.	Author	Topic	Status
AB 1567	Garrick	School District OPEB Prefunding Plans	Failed
SB 1514	Margett	OPEB	Failed
SB 1586	Negrete McLeod	San Bernardino County Retirement System OPEB Prefunding Trust	Vetoed

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

## Retirement: Service Credit

Bill No.	Author	Topic	Status
AB 275	Soto	Local Safety Member Industrial Disability Retirement	Failed
AB 545	Walters	Service Retirement: JRSII - Military Leave	Enacted
AB 1963	Carter	Credit for Same Service: Supplemental Defined Benefit Plan	Enacted*
AB 2838	Duvall	Service Credit Purchases For Approved Absences Caused By Serious Illness	Enacted
SB 259	Negrete McLeod	Service Credit for CSU Academic Employees	Vetoed
SB 1611	Negrete McLeod	Service Credit for CSU Academic Employees	Failed

## State Administration (Not limited to CalPERS)

Bill No.	Author	Topic	Status
AB 107	Smyth	Public Contract Bids-Unauthorized Aliens	Failed
AB 120	Laird	2007-08 Budget Act	Failed
AB 163	Mendoza	State Buildings: Bicycle Facilities	Enacted
AB 268	Committee on Budget	Deferred Retirement Option Program	Enacted*
AB 372	Salas	Credit Reports-Security Freezes	Enacted
AB 498	Hernandez	State Contract Eligibility-Sudan	Enacted
AB 512	Lieber	Personal Information: Security Breaches	Failed
AB 779	Jones	Security of Personal Information: State Agencies and Businesses	Vetoed
AB 861	Tran	Dissolution of Marriage and Domestic Partnerships: Division of Retirement Benefits and Other Assets	Enacted
AB 865	Davis	State Agencies-Live Customer Service Agents	Vetoed
AB 953	Krekorian	State Vision Care Benefits Extended to Parents and Siblings	Failed
AB 1089	Hernandez	Public contracts: Sudan	Failed
AB 1135	Strickland	State Reports: Signature	Vetoed
AB 1393	Leno	Public Records: Websites	Vetoed

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

**State Administration**  
**(Not limited to CalPERS)**  
**(Continued)**

<b>Bill No.</b>	<b>Author</b>	<b>Topic</b>	<b>Status</b>
AB 1561	Calderon, Charles	State Tax Conformity with Federal Tax Changes	Failed
AB 1678	De La Torre	Public Officials: Conflicts of Interest	Enacted
AB 1775	Davis	State Employees-MOU	Failed
AB 1779	Jones	Personal Information-Security Breaches	Failed
AB 1781	Laird	Budget Act of 2008	Enacted
AB 1838	Huff	State Agencies-Zero Based Budget	Failed
AB 1942	Ruskin	Public Contracting-Increased Penalties	Vetoed
AB 1997	Hayashi	Vision Care: Local Member Annuitants	Vetoed
AB 2089	DeVore	State Contracts-Unathorized Aliens	Failed
AB 2102	Walters	State Employment-Eligibility Verification	Failed
AB 2118	Villines	State Agencies-Administrative Regulations	Failed
AB 2191	Mullin	State Employee 403(b) Annuity Contracts	Enacted
AB 2362	Keene	Personal Information-Security Breaches	Failed
AB 2795	Blakeslee	Political Reform Act of 1974	Failed
AB 3003	Hayashi	Fair Political Practices Commission-Financial Interests In Public Contracts	Failed
SB 26	Simitian	Collection Of Ancestral Or Ethnic Data	Failed
SB 77	Ducheny	2007-2008 Budget Act	Enacted
SB 86	Senate Budget and Fiscal Review	Retiree Drug Subsidy (RDS)	Enacted
SB 90	Senate Budget and Fiscal Review	Chief Information Officer Duties	Enacted
SB 364	Simitian	Personal Information-Privacy	Vetoed
SB 579	Wiggins	Safety Member: Qualified Health Insurance Premiums	Enacted*

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

**State Administration**  
**(Not limited to CalPERS)**  
**(Continued)**

<b>Bill No.</b>	<b>Author</b>	<b>Topic</b>	<b>Status</b>
SB 618	Alquist	State Agencies-Electronic Records	Failed
SB 689	Correa	Vision Care: State Annuitant	Failed
SB 721	Ashburn	State Agencies-Succession Plans	Failed
SB 853	Perata	PEHMCA: Prefunding - Los Angeles Community College District	Enacted*
SB 1068	Ducheny	Budget Augmentation	Enacted
SB 1273	Denham	Public Records Act	Failed
SB 1601	Negrete McLeod	Vision Care Program for State Annuitants: Direct Billing	Vetoed
SB 1687	Negrete McLeod	State Contracts-Persons With Developmental Disabilities	Failed

\*Later version(s) of this bill do not include this subject matter or amendments no longer apply.

**SUMMARY OF LEGISLATION  
BY BILL NUMBER**

**2007-2008 SESSION**



## SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2</b> Dymally  <b>09/30/2008- Vetoed by the Governor</b>	<b>MRMIP: Pay or Play</b>	<p>Requires health care service plans and health insurers to elect to either make available all of its group or individual health benefit plans to individuals in each service area, or to alternatively pay a fee covering its market share, as determined by MRMIB based on covered lives. August 14, 2008 amendments define "covered lives" as individuals who receive health care coverage provided or indemnified through an individual health plan contract or individual health insurance policy.</p> <p><i>See veto message on page 66.</i></p>
<b>AB 8</b> Nunez  <b>10/12/2007- Vetoed by the Governor</b>	<b>Universal Health Care Coverage</b>	<p>Creates the California Cooperative Health Insurance Purchasing Program (Cal-CHIPP), which would be administered by the MRMIB. Would require employers to provide health care to employees and dependents in an amount that is equivalent to 7.5 percent of the employer's total social security wages, or, alternatively, elect to have health care coverage provided through Cal-CHIP. Requires HHSA, in consultation with CalPERS, to assume lead agency responsibility for professional review and development of best practice standards in the care and treatment of persons with high cost chronic diseases, such as asthma and diabetes, to be implemented in every state health coverage program, including CalPERS. Requires HHSA to consult with CalPERS, and affected health provider groups, to develop performance measurement benchmarks for health care quality measurement and reporting into a common "pay for performance" model to be offered in every state-administered health care program, including PEMHCA. Would establish two new entities: the California Health Benefits Service (service) and the California Health Care Cost and Quality Transparency Commission (commission), both under the Health and Human Services Agency. CalPERS would be an ex-officio member of the commission, which would be responsible for developing, implementing and periodically updating a health care quality and cost containment plan for the state.</p> <p><i>See veto message on page 67.</i></p>
<b>AB 16</b> Evans  <b>09/30/2008- Vetoed by the Governor</b>	<b>Health Care Coverage: HPV Vaccine</b>	<p>Requires health plans and health insurers that currently provide coverage for cervical cancer to also cover the human papillomavirus (HPV) vaccination.</p> <p><i>See veto message on page 68.</i></p>
<b>AB 30</b> Evans  <b>09/30/2008- Vetoed by the Governor</b>	<b>Health Care Coverage: Inborn errors of metabolism</b>	<p>Requires all health plans and health insurers to cover the testing and treatment of inborn errors of metabolism (IEMs).</p> <p><i>See veto message on page 69.</i></p>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 36</b> Niello  <b>08/31/2008- Failed Passage</b>	Support	<b>Public Employees' Retirement: Fraud</b>  Establishes a definition of, and penalties for, fraud when done so in connection with benefits, or an application for benefits, administered by CalPERS, CalSTRS, or '37 Act County Systems.
<b>AB 51</b> Dymally  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Gallegos-Rosenthal Patient Advocate Program</b>  Requires the Gallegos-Rosenthal Patient Advocate Program to include information in the report card on the quality of care and access provided by health care service plans under Medicare Part D, the federal program for prescription drug reimbursement coverage.
<b>AB 52</b> Dymally  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Office of Hospital Patient Advocate</b>  Establishes the Office of Hospital Patient Advocate (OHPA) within the California Department of Public Health (DPH).
<b>AB 54</b> Dymally  <b>08/01/2008- Vetoed by the Governor</b>		<b>Health Care Coverage: Acupuncture</b>  Requires health plan contracts and health insurance policies to provide group coverage for services provided by an acupuncturist.  <i>See veto message on page 70.</i>
<b>AB 71</b> Dymally  <b>02/01/2008- Failed Passage</b>		<b>Employee Health Insurance Tax Credits</b>  This bill would authorize a tax credit to a qualified small employer equal to 25% of the amount paid by the employer for qualified employee health insurance expenses.
<b>AB 85</b> Nakanishi  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Health Savings Accounts</b>  Authorizes a tax credit for each taxable year beginning on or after January 1, 2008, and before January 1, 2013, in an amount equal to 15% of the amount paid or incurred by a qualified taxpayer, as defined, during the taxable year for qualified health insurance, as defined, for specified employees of the taxpayer. This bill would also require the Franchise Tax Board and the Legislative Analyst to report on the usage and effectiveness of the credit, as specified.
<b>AB 107</b> Smyth  <b>02/01/2008- Failed Passage</b>		<b>Public Contract Bids: Unauthorized Aliens</b>  This bill would require a prospective bidder to certify, under penalty of perjury, that they do not employ "unauthorized aliens" as defined by federal law.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 120</b> Laird  <b>08/31/2008- Failed Passage</b>		<b>2007-08 Budget Act</b>  This bill would make appropriations for support of state government for the 2007-08 fiscal year. This bill would declare that it is to take effect immediately as an urgency statute.
<b>AB 142</b> Plescia  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Health Savings Accounts</b>  This bill would, for taxable years beginning on or after January 1, 2008, allow a deduction in connection with health savings accounts in conformity with federal law. In general, the deduction would be an amount equal to the aggregate amount paid in cash during the taxable year by or on behalf of an eligible individual, as defined, to a health savings account of that individual, as provided. This bill would also provide related conformity to federal law with respect to treatment of the account as a tax-exempt trust, the allowance of rollovers from the Archer Medical Savings Accounts to a health savings account, and penalties in connection therewith.
<b>AB 163</b> Mendoza  <b>09/30/2008- Chaptered by the Secretary of State, Chapter Number 647, Statutes of 2008</b>		<b>State Buildings: Bicycle Facilities</b>  Enacts the "Green and Healthy Workplace Bicycle Facilities Act" which requires the Department of General Services (DGS) to adopt regulations establishing standards for bicycle facilities, including parking areas, showers, and lockers in state-owned and state-leased buildings.
<b>AB 219</b> Jeffries  <b>02/01/2008- Failed Passage</b>		<b>Disability Retirement: Medical Examinations</b>  Permits CalPERS to request a medical reevaluation of a member retired for disability who is over the minimum age for voluntary retirement applicable to members of his or her class and if he or she has been retired for 36 months or less; current law only allows a medical reevaluation for those under the minimum retirement age.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 221</b> Anderson  <b>10/14/2007- Chaptered by the Secretary of State, Chapter Number 671, Statutes of 2007</b>	Oppose	<b>Targeted Divestment from Iran</b>  Creates the California Public Divestment from Iran Act. Prohibits CalPERS and CalSTRS from investing public employee retirement funds, as defined, in a company with business operations in Iran that meets the following criteria: is invested in, or is engaged in, business operations with entities in the defense or nuclear sectors of Iran, or invested or engaged in the development of petroleum or natural gas resources of Iran and that company is subject to sanctions by the Federal Government; or in a company engaged in business operations with an Iranian Organization that has been labeled a terrorist organization by the US Government. The provisions of this act are considered severable. If any provisions are deemed invalid, the remaining provisions remain in effect. This bill would require the Boards of these retirement systems to sell or transfer any investments in these companies within specific timeframes and report to the Legislature regarding these investments.
<b>AB 245</b> DeVore  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Health Savings Accounts</b>  This bill would conform the state's tax laws to federal law with respect to treatment of the account as a tax-exempt trust, the allowance of rollovers from the Archer Medical Savings Accounts to a health savings account, and penalties in connection therewith.
<b>AB 246</b> Torrice  <b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 315, Statutes of 2007</b>		<b>County Employees' Retirement Boards Assets</b>  Prohibits a member or employee of a retirement board or board of investments from selling or providing any investment product that would be considered an asset of the retirement fund to a retirement system established under that law.
<b>AB 268</b> Committee on Budget  <b>09/30/2008- Chaptered by the Secretary of State, Chapter Number 756, Statutes of 2008</b>		<b>Deferred Retirement Option Program (DR0P)</b>  Establishes the Deferred Retirement Option Program (DROp) beginning July 1, 2010, as a voluntary program in CalPERS for the excluded or exempt state employees of State Bargaining Units 5, 6, 7, and 8 to provide eligible members, upon retirement, a lump sum payment in addition to their monthly retirement allowance and permit their designated beneficiary or beneficiaries to receive any remaining balance upon their death.  <i>This content was removed from the bill on September 15, 2008.</i>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 275</b> Soto  <b>02/01/2008- Failed Passage</b>		<b>Local Safety Member Industrial Disability Retirement</b>  Existing law establishes the industrial disability retirement allowance for local safety members as (1) 50% of the member's final compensation plus an annuity purchased with the member's accumulated additional contributions, if the member is not eligible to retire, or (2) the member's service retirement allowance if it would be greater than 50% and the member is eligible to retire. This bill would provide a third option for calculating the industrial disability retirement allowance of local safety members who are not eligible to retire but who have earned enough service to exceed the 50% provided in current law.
<b>AB 329</b> Nakanishi  <b>10/10/2007- Chaptered by the Secretary of State, Chapter Number 386, Statutes of 2007</b>		<b>Chronic Diseases: Telemedicine</b>  Requires the Medical Board of California (MBC) to establish a pilot program to expand the practice of telemedicine in California, and authorizes the MBC to implement this pilot program by convening a working group.
<b>AB 330</b> Hayashi  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Health Disparity Report</b>  Requires the Office of Statewide Health Planning and Development (OSHPD), in conjunction with the California Health and Human Service Agency, to develop a health disparity report by January 1, 2009 based on patient hospital discharge data.
<b>AB 368</b> Carter  <b>09/30/2008- Vetoed by the Governor</b>		<b>Hearing Aids</b>  Requires health care service plans (health plans) and health insurers, on or after January 1, 2009, to offer, at minimal cost, coverage up to \$1,000 for hearing aids, as defined, to all enrollees, subscribers, and insureds under 18 years of age.  <i>See veto message on page 71.</i>
<b>AB 372</b> Salas  <b>07/21/2008- Chaptered by the Secretary of State, Chapter Number 151, Statutes of 2008</b>		<b>Credit Reports: Security Freezes</b>  This bill would require a consumer credit reporting agency to: 1) Charge no more than five dollars to a consumer 65 years of age or older and no more than ten dollars to other consumers for each security freeze request, removal of the freeze, temporary lift of the freeze for a period of time, or temporary lift of a freeze for a specific party. 2) Place a security freeze on a consumer's credit report within three days of receiving a request. 3) Place security freezes based on written consumer requests via regular mail.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 374</b> Berg  <b>02/01/2008-                      Failed Passage</b>		<b>California Compassionate Choices Act</b>  Enacts the California Compassionate Choices Act, which would authorize competent adults who have been determined by two physicians to be suffering from a terminal disease to make a request for medication to hasten the end of their lives in a humane manner.
<b>AB 376</b> Nava  <b>09/30/2008-                      Vetoed by the                      Governor</b>	Neutral	<b>Local Safety Member: Airport Police Officers</b>  Allows contracting agencies to include their airport law enforcement officers as local safety members through an optional contract amendment.  <i>See veto message on page 72.</i>
<b>AB 384</b> Portantino  <b>09/29/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 255,                      Statutes of 2007</b>	Support, if Amended	<b>California Fallen Federal Firefighter Survivor Assistance Act of 2007</b>  Extends PEMHCA health benefit coverage to the surviving spouse, as defined, or eligible family member of a permanent career civilian federal firefighter, including temporary federal firefighters, who resides and whose regular duties are to perform firefighting services in this state and who dies as a result of an injury or disease sustained in the line of duty.
<b>AB 423</b> Beall  <b>10/14/2007-                      Vetoed by the                      Governor</b>	Support	<b>Mandated Benefits: Mental Health Parity</b>  Requires all health care service plans to provide coverage and treatment of patients with mental health disorders that is equitable to coverage provided for other medical illnesses. Would define mental illness for this purpose as a mental disorder defined in the Diagnostic and Statistical Manual IV, including substance abuse.  <i>See veto message on page 73.</i>
<b>AB 436</b> Salas  <b>02/01/2008-                      Failed Passage</b>		<b>Health Benefits: Medical Records</b>  This bill would eliminate the repeal date of the Health Information Portability and Accountability Act (HIPAA). It also revises specified exceptions to the Confidentiality of Medical Information Act by eliminating any person or entity that provides medical data processing or other administrative services from the list of people or entities to whom medical information may be disclosed without the patient's written authorization under these provisions. This bill requires specified licensed providers of health services who plan to cease operations or store patient records offsite to notify the patient of this fact, and of the patient's option to request a copy of his or her medical records pursuant to existing law.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 489</b> Calderon, Charles  <b>02/01/2008-                      Failed Passage</b>		<b>Public Employment: State Bargaining Unit 19: Salaries.</b>  This bill requires the state to pay members of State Bargaining Unit 19 (BU 19) (health and social services professionals) the estimated average total compensation for each corresponding class of employees in other private and/or federal entities.
<b>AB 498</b> Hernandez  <b>09/24/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 272,                      Statutes of 2008</b>		<b>State Contract Eligibility-Sudan</b>  This bill defines a "scrutinized company" as a company in Sudan that is involved in certain industries, and stipulates that such companies are prohibited from entering into state contracts to provide goods and services.
<b>AB 512</b> Lieber  <b>08/31/2008-                      Failed Passage</b>		<b>Personal Information: Security Breaches</b>  This bill would add private medical and health care records and medical and health insurance numbers, codes, and records to the definition of "personal information," thereby requiring a state agency, or a person or business that conducts business in California, as specified, to disclose a breach of the security of a person's unencrypted medical or health care records or medical or health insurance numbers, codes, or records.
<b>AB 524</b> Hancock  <b>09/30/2008-                      Vetoed by the                      Governor</b>	Support	<b>Contracting Agencies: Service Retirement; West County Waste Water District: Health Vesting</b>  Gives the West County Waste Water District a contract option to provide an employer contribution at the 100/90 formula for postretirement health coverage if the employee completes at least 10 years of state service with the District at retirement, as specified. This provision only applies to district employees who are first hired on or after January 1, 2009.  <i>See veto message on page 74.</i>
<b>AB 545</b> Walters  <b>09/30/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 626,                      Statutes of 2008</b>		<b>Service Retirement: JRS II – Military Leave</b>  Allows CalPERS to process applications to purchase service credit for active duty military leave by members of the Judges Retirement System II (JRS II), to comply with the federal Uniformed Services Employment and Reemployment Rights Act (USERRA).

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<p><b>AB 550</b> Ma</p> <p><b>09/25/2008- Chaptered by the Secretary of State, Chapter Number 297, Statutes of 2008</b></p>		<p><b>Workers' Compensation: Integrated 24-Hour Occupational Medical Care Pilot Project</b></p> <p>This bill, until January 1, 2013, would establish the Integrated 24-Hour Occupational Medical Care Pilot Project for the purpose of demonstrating and evaluating the effectiveness of providing medical treatment for occupational injuries through the same medical care delivery system that delivers treatment and services for nonoccupational injuries and illnesses. The bill would require the administrative director, on or before July 1, 2008, to adopt regulations containing specified requirements and criteria for participation in, and for the implementation and administration of, the pilot project, as prescribed. The bill would require the administrative director, on or before July 1, 2010, to prepare and submit to the Governor and the Legislature an interim report evaluating the pilot project, and, on or before July 1, 2012, to submit to the Governor and the Legislature a final report with a full analysis and evaluation of the effectiveness of the pilot project, as specified.</p>
<p><b>AB 552</b> Hernandez</p> <p><b>02/01/2008- Failed Passage</b></p>		<p><b>Health Benefits: County Employees</b></p> <p>Provides that if a member of a retirement system subject to the County Employees Retirement Law of 1937 retires and receives a retirement benefit based upon years of service, and that member participates in an employer group health plan for at least 10 years, the member may elect health care plan coverage at a rate that does not exceed 102% of the active employee rate for that health care plan coverage. This bill allows a county board of supervisors to provide that health care plan coverage to a member of a county retirement system who participates in an employer group health plan for less than 10 years, as specified. Also provides that these provisions do not preclude a member who retires based upon years of service from participating in, or preclude an employer from providing, alternate or supplemental Medicare coverage, as specified.</p>
<p><b>AB 554</b> Hernandez</p> <p><b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 318, Statutes of 2007</b></p>	<p>Sponsor</p>	<p><b>PEMHCA: Prefunding Retiree Health Care Benefits</b></p> <p>Under current law, only an employer who has contracted for health coverage under PEMHCA may elect to participate in the CalPERS OPEB Prefunding Plan. This bill would provide authority to the board to expand eligibility to this Prefunding Plan to public entities that do not participate in PEMHCA.</p>
<p><b>AB 596</b> Dymally</p> <p><b>02/01/2008- Failed Passage</b></p>		<p><b>County Employees' Retirement Membership Classification</b></p> <p>Would have required, as of January 1, 2008, physicians working in a county jail or county mental health facility in Alameda County or Los Angeles County to be classified as safety members, without a board of supervisors resolution, but would allow those members to elect not to become safety members. It also would have required those safety members to be subject to retirement contributions applicable to existing safety members in Alameda County or Los Angeles County, respectively.</p>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<p><b>AB 753</b> Committee on Public Employees, Retirement and Social Security</p> <p><b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 320, Statutes of 2007</b></p>		<p><b>County Rmployees' Retirement Board Administration</b></p> <p>Allows the Los Angeles County Board of Supervisors to provide compensation to specified members of the board of retirement for reviewing disability retirement cases and allows the boards of supervisors in counties operating retirement systems under the County Employee's Retirement Law of 1937 ('37 Act) to pay per diem, as specified, to the alternate retired board member, and also allows the alternate safety member to sit and vote on the retirement board if the retired member and alternate retired member are absent from a '37 Act county board of retirement meeting.</p>
<p><b>AB 754</b> Committee on Public Employees, Retirement and Social Security</p> <p><b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 321, Statutes of 2007</b></p>		<p><b>CalPERS Investment Officer Compensation</b></p> <p>Provides legislative approval for recent addenda to bargaining agreements that, among other things, authorize a 5 percent salary increase for CalPERS and CalSTRS Investment Officer III positions, effective January 1, 2007, and allow the parties to meet and confer to establish an incentive award program for the class. Also allows the parties to extend similar salary increases for Investment Officer I and II classes on or after January 1, 2008, and establishes a pay differential for Investment Officers that become Chartered Financial Analysts.</p>
<p><b>AB 756</b> Committee on Public Employees, Retirement and Social Security</p> <p><b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 322, Statutes of 2007</b></p>		<p><b>Memorandum of Understanding (MOU) – Bargain Units 1, 3, 8, 18, 19 &amp; 20</b></p> <p>This bill would approve the addenda to an MOU entered into by the state employer and State Bargaining Units 1, 3, 8, 18, 19 and 20 that require the expenditure of funds, as specified.</p>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<p><b>AB 757</b> Committee on Public Employees, Retirement and Social Security</p> <p><b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 323, Statutes of 2007</b></p>		<p><b>CalSTRS Technical Housekeeping</b></p> <p>Makes various technical and conforming changes to the Teachers' Retirement Law to facilitate efficient administration of the CalSTRS Defined Benefit Program, the CalSTRS Defined Benefit Supplement Program and the CalSTRS Cash Balance Benefit Program.</p>
<p><b>AB 775</b> Niello</p> <p><b>07/12/2007- Chaptered by the Secretary of State, Chapter Number 57, Statutes of 2007</b></p>		<p><b>County Employees' Retirement: Employment of Retirees: Prohibition</b></p> <p>Prohibits a retiree of a county operating a retirement system under the County Employees' Retirement Law of 1937 ('37 Act) from being hired by the same '37 Act county from which they retired, if, during the 12-month period prior to the appointment, the retiree received unemployment insurance payments arising out of prior county employment as a retired annuitant.</p>
<p><b>AB 779</b> Jones</p> <p><b>10/13/2007- Vetoed by the Governor</b></p>		<p><b>Security of Personal Information: State Agencies and Businesses</b></p> <p>This bill, beginning July 1, 2008, establishes a set procedure to be adhered to by a person, business, or public agency that sells goods or services to any California resident, and accepts as payment a credit card, debit card, or other payment device.</p> <p><i>See veto message on page 75.</i></p>
<p><b>AB 789</b> Mullin</p> <p><b>08/31/2008- Failed Passage</b></p>		<p><b>State Teachers' Retirement: Appropriation</b></p> <p>Would have restored, over time, the \$500 million that was not transferred from the state General Fund to the CalSTRS Supplemental Benefit Maintenance Account in fiscal year 2003-04, by making additional General Fund transfers beginning July 1, 2010 to July 1, 2014.</p>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 841</b> Portantino  <b>08/31/2008-                      Failed Passage</b>		<b>Health Care Coverage: Mammographies</b>  This bill would require health care plans and insurers to send female enrollees or policyholders a written notice, as specified, regarding eligibility for tests for screening or diagnosis of breast cancer. The bill would provide that individual or group policies of health insurance or self-insured employee welfare benefit plans issued, amended, delivered, or renewed on and after July 1, 2009, shall be deemed to provide coverage for mammographies for screening or diagnostic purposes upon referral of a participating nurse practitioner, participating certified nurse-midwife, or participating physician, as specified. Because this bill would specify an additional requirement for a health care service plan, the willful violation of which would be a crime, it would impose a state-mandated local program.
<b>AB 861</b> Tran  <b>07/27/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 141,                      Statutes of 2007</b>		<b>Dissolution of Marriage and Domestic Partnerships: Division of Retirement Benefits and Other Assets</b>  Existing law authorizes a family law court to terminate martial or domestic partnership status in a dissolution action prior to a final property distribution as long as the order contains certain financial protections for both parties pending the final distribution, and that the party's retirement or pension plan be joined as a party to the proceeding. This bill specifies, among other things, that the court may make an order preserving a former spouse's beneficiary status for up to 50 percent of an asset, or more, upon a showing of good cause, on an interim basis until a judgment dividing the community interest in that asset is entered. It also specifies that if an appropriate order is not entered to divide retirement benefits, the status judgment contain language designed to preserve the claims of each spouse in all retirement plan and survivor benefits by requiring that a party maintain a beneficiary designation for a nonprobate transfer asset until judgment has been entered with respect to the community ownership of that asset and the other party's interest has been distributed.
<b>AB 865</b> Davis  <b>09/28/2008-                      Vetoed by the                      Governor</b>		<b>State Agencies: Live Customer Service Agents</b>  This bill would require each state agency to answer, during regular business hours, any call coming in on their main public line within 10 rings, or to provide that such calls be answered by an automated system that provides an opportunity to request a live phone agent. Futhermore, the bill requires that the agency have phone agents available for the purpose of answering these calls.  <i>See veto message on page 76.</i>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 910</b> Karnette  <b>10/13/2007-                      Chaptered by                      Secretary of                      State, Chapter                      Number 617,                      Statutes of 2007</b>		<b>Health Benefits: Disabled Persons Support and Care Coverage</b>  Current law allows a disabled and financially-dependent child to be treated as a dependent for health insurance purposes and to receive continuation coverage after he or she reaches the plan or policy's limiting age. This bill would redefine a disabled child in this context as a child who is incapable of self-sustaining employment because of a physical or mental disability, injury, illness, or condition (rather than a physical handicap or mental retardation) and who is chiefly dependent on the subscriber for support. Current law also requires that, as part of court-ordered child support, parents seek health insurance for their child, if that coverage is available at no or reasonable cost. This bill would extend this requirement to explicitly include disabled and dependent children, as defined above, when they reach adulthood.
<b>AB 953</b> Krekorian  <b>02/01/2008-                      Failed Passage</b>		<b>State Vision Care Benefits Extended to Parents and Siblings</b>  Would require the Department of Personnel Administration, when entering into any contract for vision care for state employees, to extend that coverage to a parent or sibling of an employee, if specified conditions are met. By increasing employer and employee contributions under those provisions, the bill would make an appropriation.
<b>AB 989</b> Garrick  <b>02/01/2008-                      Failed Passage</b>		<b>Health Benefits: Health Savings Accounts</b>  This bill would, for each taxable year beginning on or after January 1, 2008, and before January 1, 2018, allow a credit under both laws in an amount equal to the amount contributed to a health savings account, as specified.
<b>AB 991</b> Calderon, Charles  <b>02/01/2008-                      Failed Passage</b>		<b>DROP for State Patrol, POFF, and State Safety</b>  Establishes the Deferred Retirement Option Program (DROP) beginning July 1, 2008, as a voluntary program in CalPERS for the excluded or exempt state employees of State Bargaining Units 5, 6, 7, and 8 to provide eligible members, upon retirement, a lump sum payment in addition to their monthly retirement allowance and permit their designated beneficiary or beneficiaries to receive any remaining balance upon their death. Requires CalPERS to report by June 1, 2008 the cost impact of the DROP to the state for the 2008-09 fiscal year, and report annually by July 1, thereafter. Requires the program to be cost neutral to the state, and authorizes the Department of Personnel Administration to terminate the program if the annual valuation indicates it is not cost neutral.
<b>AB 1072</b> Gaines  <b>02/01/2008-                      Failed Passage</b>		<b>Health Benefits: Health Insurance Exchange</b>  This bill would establish the California Health Insurance Exchange, administered by MRMI. The bill would, beginning September 1, 2008, allow an employer who sponsors a cafeteria plan to transmit premium payments for individual plan contracts and individual insurance policies to the exchange. The bill would create the California Health Insurance Exchange Fund where the premium payments would be deposited prior to remittance to the carrier.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1089</b> Hernandez  <b>08/31/2008- Failed Passage</b>		<b>Public Contracts: Sudan</b>  This bill would require Department of General Services to prepare a list of companies, as defined, that have specified business ties in Sudan. Futhermore, any such company with ties in Sudan, is prohibited from entering into a state contract worth \$100,000 or more.
<b>AB 1124</b> Karnette  <b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 327, Statutes of 2007</b>		<b>County Employees' Retirement Administration</b>  Allows '37 Act County Employees Retirement Systems to augment the budget for administration of the retirement system to account for certain expenses relating to computer hardware, software and consulting services, until 2013. It also allows the alternate member of a county board of retirement, unless prohibited by a resolution or regulation, to have the same rights, privileges, responsibilities, access to closed sessions, and ability to participate in the deliberations of the board. In addition, it makes technical and conforming changes to existing law that authorizes '37 Act counties to establish trust funds for the sole purpose of prefunding other post-employment benefits for retirees.
<b>AB 1135</b> Strickland  <b>10/13/2007- Vetoed by the Governor</b>		<b>State Reports: Signatures</b>  This bill would require a written report, as defined, submitted by any state agency or department to the Legislature or any state legislative or executive body to include a signed statement by the head of the agency or department declaring that the factual contents of the written report are true, accurate, and complete to the best of his or her knowledge. It would also provide legal penalties for violation.  <i>See veto message on page 77.</i>
<b>AB 1154</b> Leno  <b>08/31/2008- Failed Passage</b>		<b>Health Benefits: Diabetes</b>  Creates an advisory committee on diabetes and obesity, which would work in consultation with the Department of Public Health to develop and administer a diabetes risk reduction pilot program within the minimum number of counties necessary to represent the demographic populations in the state to review, analyze, and report on the outcomes from integrative care of diabetes through proactive prevention.
<b>AB 1155</b> Huffman  <b>08/01/2008- Vetoed by the Governor</b>		<b>Health Care Service Plans</b>  Requires the director of the Department of Managed Health Care, upon a final determination that a health care service plan has underpaid or failed to pay a provider in violation of provisions in the Knox-Keene Health Care Service Plan Act of 1975 relating to unfair payment patterns, to require the plan to pay the provider the amount owed plus interest, as well as to assess against the plan an administrative penalty, as specified, to be deposited in the Managed Care Fund.  <i>See veto message on page 78.</i>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<p><b>AB 1203</b> Salas</p> <p><b>09/30/2008- Chaptered by Secretary of State, Chapter Number 603, Statutes of 2008</b></p>	<p>Support</p>	<p><b>Health Care Service Plans: Poststabilization Care</b></p> <p>Prohibits a noncontracting hospital that fails to contact a health care service plan to provide poststabilization care from billing the enrollee for poststabilization care, except for applicable copayments, coinsurance, and deductibles, unless the patient assumes financial responsibility for the care, as specified, or the hospital is unable to obtain the health care service plan's name and contact information, as specified. The bill would delete the requirement that a health care service plan contacted for poststabilization care authorization discuss the enrollee's medical record with an appropriate hospital representative and would instead require the noncontracting hospital's representative, upon receiving authorization for poststabilization care, to request the patient's medical record from the patient's plan or its contracting medical provider. In addition, the bill would specifically require that a health care service plan, or its contracting medical providers, provide 24-hour access for noncontracting hospitals to obtain timely authorization for poststabilization care, as specified.</p>
<p><b>AB 1255</b> Parra</p> <p><b>07/17/2007- Chaptered by the Secretary of State, Chapter Number 86, Statutes of 2007</b></p>	<p></p>	<p><b>County Employees Collective Bargaining</b></p> <p>Permits the Fresno County Board of Supervisors to provide a particular two percent at age 55 formula under the '37 Act Retirement Law to employees first hired by the County on or after July 17, 2007 and to members of Service Employees International Union Local 521 pursuant to a collectively bargained agreement between the County and the Union.</p>
<p><b>AB 1288</b> Hayashi</p> <p><b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 331, Statutes of 2007</b></p>	<p></p>	<p><b>County Employees: Vision Care</b></p> <p>Establishes the County Retirement System Vision Care Program to provide vision care benefits to county and district retirees and their dependents of counties operating retirement systems under the County Employees' Retirement Law of 1937 ('37 Act) that elect to offer the Program.</p>
<p><b>AB 1296</b> Torrice</p> <p><b>10/14/2007- Chaptered by Secretary of State, Chapter Number 698, Statutes of 2007</b></p>	<p>Sponsor</p>	<p><b>Health Care Claims Data</b></p> <p>Requires a health plan that contracts with CalPERS to provide to the Board and CalPERS staff, and any contractor or consultant of the system, actual claims payment data for each member, and contract payment amounts for services billed for each individual hospital. Allows hospitals, upon request, to validate the data that has been provided to the Board. The information will be aggregated in compliance with the Health Insurance Portability and Accountability Act of 1996 (HIPAA) and held proprietary by CalPERS.</p>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1307</b> Krekorian  <b>10/11/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 511,                      Statutes of 2007</b>	Sponsor	<b>CalPERS Supplemental Contribution Program</b>  Would allow CalPERS to provide for permissible in-service distributions of employee contributions on behalf of participating employees in the SCP. Would expand eligibility for participation to all California public agencies, including school employers, and their employees that contract for the SCP, without regard to membership in the CalPERS defined benefit pension plan
<b>AB 1316</b> Bass  <b>10/08/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 332,                      Statutes of 2007</b>		<b>CalSTRS Disability Benefit Determinations</b>  Allows members of the CalSTRS Defined Benefit Program who apply for disability to receive a service retirement allowance during the time it takes to process the disability application.
<b>AB 1317</b> Mullin  <b>10/08/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 333,                      Statutes of 2007</b>	Sponsor	<b>Compensation of Key Employees</b>  AB 1317 expands the list of key positions under which the Board of Administration of the California Public Employees' Retirement System (CalPERS) has authority to set compensation, conditions of employment and performance standards, to include the General Counsel. It also places the General Counsel position in a modified civil service classification, and prohibits those that hold their position for less than five years from representing or becoming employed by a company attempting to influence or conduct business with CalPERS for a period of two years after leaving the system.
<b>AB 1333</b> Hancock  <b>09/25/2008-                      Vetoed by                      Governor</b>		<b>University of California Retirement System</b>  Requires the University of California (UC) Board of Regents to make actuarial studies available to the public at least 120 days prior to a change in employer or employee contributions to the University of California Retirement System and requires the UC to use a specific methodology and include specific elements in those studies.  <i>See veto message on page 79.</i>
<b>AB 1377</b> Nakanishi  <b>02/01/2008-                      Failed Passage</b>		<b>Public Employees: Health Savings Accounts</b>  Would require the CalPERS Board to offer a high deductible health plan, as defined in the federal tax law, and a health savings account option to public employees and annuitants, as specified. The bill would establish the Public Employees' Health Savings Fund, a continuously appropriated trust fund within the State Treasury, for payment of qualified medical expenses of employees and annuitants who elect to enroll in the high deductible health plan and participate in the health savings account option, and would require those employees and annuitants, and their employers, to make specified contributions to that fund.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1393</b> Leno  <b>10/11/2007-                      Vetoed by the                      Governor</b>		<b>Public Records: Websites</b>  This bill would require, as of July 1, 2009, that any state agency that publishes an Internet Web site to include on the homepage of that site specified information about how to contact the agency, how to request records, and a form for submitting online requests for records. It would authorize any person to bring an action to enforce the duty of a state agency to post this information and would provide for penalties including monetary awards to be paid by the agency, with specified provisions to become operative on January 1, 2009.  <i>See veto message on page 80.</i>
<b>AB 1429</b> Evans  <b>10/14/2007-                      Vetoed by the                      Governor</b>		<b>Human Papillomavirus Vaccination</b>  This bill would require referral for an annual cervical cancer screening test to be from the licensed health care practitioner who is providing care to the patient and operating within the scope of practice permitted for the licensee and expand the coverage to include a human papillomavirus vaccination. Under current law, a plan and a health insurer that include coverage for the treatment or surgery of cervical cancer are deemed to provide coverage, upon the referral of a patient's physician and surgeon, a nurse practitioner, or a certified nurse midwife providing care to the patient and operating within the scope of practice permitted for the licensee, for an annual cervical cancer screening test.  <i>See veto message on page 81.</i>
<b>AB 1432</b> Soto  <b>10/11/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 513,                      Statutes of 2007</b>		<b>CalSTRS Administration</b>  Allows members of the CalSTRS Defined Benefit Program to purchase service credit for service performed while an employee of a foreign public school, and allows beneficiaries of CalSTRS members other than spouses to roll over a benefit distribution.
<b>AB 1468</b> Garrick  <b>02/01/2008-                      Failed Passage</b>		<b>Health Benefits: Patient Data</b>  Requires hospitals to collect and add citizenship status to data reporting requirements for hospitals by adding the data field "citizenship status" to the Hospital Discharge Abstract Data Record required by the Office of Statewide Health Planning and Development (OSHPD).

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1480</b> Mendoza  <b>09/27/2008-  Chaptered by  the Secretary of  State, Chapter  Number 432,  Statutes of 2008</b>		<b>CalSTRS ROTH IRAs</b>  Allows CalSTRS to offer a Roth Individual Retirement Account for the purpose of rolling over assets held in an annuity contract or custodial account offered by CalSTRS.
<b>AB 1554</b> Jones  <b>08/31/2008-  Failed Passage</b>		<b>Health Plan Rate Approval</b>  Would require a health care service plan or disability insurance policy to receive approval by the Department of Managed Health Care or the Department of Insurance of an increase in the amount of the premium, copayment, coinsurance obligation, deductible, or other charges that would be effective on or after January 1, 2009. This article shall not apply to a State Program, though State Program is not defined in this bill or the Health and Safety Code. This article shall not apply to a proposed rate increase of less than 5 percent if the health care services plan's medical loss ratio during each of its three most recently completed reporting years is 90 percent or higher. In addition any rate increase that became effective between January 1, 2007 and December 31, 2008 would be subject to a review by the appropriate department. This bill excludes the Medical Program, Healthy Families Program and Medicare supplement plans.
<b>AB 1555</b> Lieber  <b>02/01/2008-  Failed Passage</b>		<b>Health Care Services: Chronic Care Model Task Force</b>  Requires the California Department of Health Care Services (DHCS) to establish a Chronic Care Model Task Force
<b>AB 1561</b> Calderon, Charles  <b>08/31/2008-  Failed Passage</b>		<b>State Tax Conformity with Federal Tax Changes</b>  Among other things, provides state conformity to federal income tax laws to make permanent an exclusion for public safety employees from the 10 percent early withdrawal penalty on distributions made to beneficiaries of certain annuities and employees' trusts, as well as the tax treatment of certain distributions of pension plans. Also provides conformity with the recent federal exclusion from taxation of gross income of qualified public safety officers retired for service or disability, their spouses and dependents, up to \$3000 annually in direct distributions from an eligible public retirement plan to pay premiums for health, accident, or long-term care insurance.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1567</b> Garrick  <b>02/01/2008-                      Failed Passage</b>		<b>School District OPEB Prefunding Plans</b>  Would have required each school district that provides retired employee health and welfare benefits other than pensions to develop a long-term plan that identifies the manner in which the district will fund those benefits for current and future retired employees, and to include that plan in actions related to the development and review of the district's annual budget.
<b>AB 1624</b> Niello  <b>02/01/2008-                      Failed Passage</b>		<b>Disability Benefits</b>  Among other things, allows CalPERS to request up to two medical re-evaluations for individuals that have reached the minimum age for service retirement if they have been receiving a disability allowance for less than 60 months. The bill would limit the number of medical evaluations to two within a 36 month period. Medical re-evaluations after retirement currently cannot be requested if the retiree has reached the minimum age of retirement for service applicable to his or her retirement formula. The bill also requires the Board to convert from an industrial disability allowance to a service retirement allowance, the benefits of patrol members eligible for a maximum service retirement benefit that retire due to an industrial disability and subsequently become employed as a peace officer.
<b>AB 1626</b> Mullin  <b>08/01/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 212,                      Statutes of 2008</b>		<b>County Retirement System Federal Conformity</b>  Provides conformity with changes in the federal Internal Revenue Code which affected the County Employees Retirement Act of 1937.
<b>AB 1644</b> Niello  <b>02/01/2008-                      Failed Passage</b>		<b>Out-of-State Carriers</b>  This bill would allow a carrier domiciled in another state to offer, sell, or renew in this state an essential health benefit plan meeting certain unspecified requirements, without holding a license issued by the department or a certificate of authority issued by the commissioner, and would exempt the essential health benefit plan from requirements otherwise applicable to plans and insurance policies providing health care coverage in this state. The bill would require that the carrier maintain a dispute resolution process and be lawfully authorized to issue an essential health benefit plan and to transact business in its domiciliary state.
<b>AB 1649</b> Levine  <b>02/01/2008-                      Failed Passage</b>		<b>UC Retirement Benefits</b>  Requests the Regents of the University of California to implement a defined benefit plan that includes an employer contribution for employees who are currently ineligible to participate in the UC Retirement Plan.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1678</b> De La Torre  <b>07/12/2007- Chaptered by the Secretary of State, Chapter Number 68, Statutes of 2007</b>		<b>Public Officials: Conflicts of Interest</b>  This bill would enact a four-year statute of limitations to commence an action to avoid a contract in violation of existing law that prohibits specified public officials from having a financial interest in a contract entered into by the public official in his or her official capacity or by any board or body of which he or she is a member. The four years would run from the time the plaintiff discovered, or in the exercise of reasonable care should have discovered, the violation.
<b>AB 1756</b> Caballero  <b>06/02/2008- Failed Passage</b>		<b>Infrastructure: Public – Private Partnership</b>  Requires the Secretary of Business, Transportation and Housing to establish the Office of Local Public-Private Partnerships in the agency to inform local agencies and other interested stakeholders of the role that public-private partnerships can play in financing, constructing, operating, maintaining, or managing, or any combination thereof, fee-producing local infrastructure projects.
<b>AB 1774</b> Lieber  <b>05/30/2008- Failed Passage</b>		<b>Mandated Benefits: Gynecological Cancer Screening Tests</b>  Requires that a health care service plan contract and a health insurance policy be deemed to provide coverage for any test necessary for the screening and diagnosis of gynecological cancers when ordered by a physician, nurse practitioner, or certified nurse midwife. This coverage must be consistent with national professional standard guidelines.
<b>AB 1775</b> Davis  <b>08/31/2008- Failed Passage</b>		<b>State Employees: Memorandum of Understanding (MOU)</b>  This bill would approve provisions of a MOU entered into between the state employer and State Bargaining Unit 19 that require the expenditure of funds, and would provide that these provisions will become effective even if these provisions are approved by the Legislature in legislation other than the annual Budget Act.
<b>AB 1779</b> Jones  <b>08/31/2008- Failed Passage</b>		<b>Personal Information: Security Breaches</b>  This bill sets specific data security standards that must be met by any person, business, or public agency that sells goods or services and accepts credit cards as payment. The bill would also require any such entity to notify customers of a security breach of any personal information they may store.
<b>AB 1781</b> Laird  <b>09/23/2008- Chaptered by the Secretary of State, Chapter Number 268, Statutes of 2008</b>		<b>Budget Act of 2008</b>  This bill details spending provisions for the fiscal year 2008-2009 state budget.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1817</b> Huffman  <b>08/31/2008- Failed Passage</b>		<b>State Employees: Memorandum of Understanding (MOU)</b>  This bill ratifies the provisions of a MOU between the state and state bargaining Unit 16, Physicians, Dentists and Podiatrists.
<b>AB 1838</b> Huff  <b>06/02/2008- Failed Passage</b>		<b>State Agencies: Zero Based Budget</b>  This bill would require the Department of Finance to develop and implement a pilot project under which at least four unspecified state departments shall submit a zero-based budget for the 2010-11 fiscal year. The bill would further require the department to report to the chairperson of the Joint Legislative Budget Committee, on or before December 31, 2011, regarding whether a zero-based budget for the participating state departments had beneficial results.
<b>AB 1844</b> Hernandez  <b>09/27/2008- Chaptered by the Secretary of State, Chapter Number 369, Statutes of 2008</b>	Support	<b>Public Employee Benefits</b>  (1) Establishes a definition of, and penalties for, fraud when done so in connection with benefits, or an application for benefits, administered by CalPERS, CalSTRS or '37 Act County System. (2) Allows CalPERS investigators increased access to information maintained by the EDD or by the workers' compensation insurers with respect to an investigation of benefit eligibility or unlawful application for, or receipt of benefits. (3) Requires public agencies to report electronically the most current actuarial valuation within 9 months of end of fiscal year to the State Controller. Also requires the State Controller to develop cost-effective procedure to collect and report this information and post on Controller's web site. (4) Requires State Controller to publish its annual report on financial condition of all state and local public retirement systems within 12 months of receiving information from systems and agencies, but no more than 18 months after the end of the fiscal year.
<b>AB 1858</b> Jeffries  <b>06/02/2008- Failed Passage</b>		<b>Benefit Forfeiture</b>  Requires a public employee first hired on or after January 1, 2009 that is convicted of a specified felony arising out of his or her official duties to forfeit the retirement benefits that accrue as a result of his or her public employment and shall receive only the employee contributions made during his or her employment.
<b>AB 1874</b> Coto  <b>09/26/2008- Chaptered by the Secretary of State, Chapter Number 322, Statutes of 2008</b>		<b>Exclusion from Membership: State Fund Board Members</b>  Expands the Board of Directors of the State Compensation Insurance Fund from five to 11 members, specifies by whom each member must be appointed, term limits, and eligibility and training requirements. Also authorizes annual compensation of \$50 thousand and excludes directors from the Public Employees Retirement System.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1887</b> Beall  <b>09/30/2008- Vetoed by the Governor</b>		<b>Mandated Benefits: Mental Health Parity</b>  Requires all health care service plans to provide coverage and treatment of patients with mental health disorders that is equitable to coverage provided for other medical illnesses. Would define mental illness for this purpose as a mental disorder defined in the Diagnostic and Statistical Manual IV, including substance abuse. This mandate does not apply to plans offered under PEMCHA.  <i>See veto message on page 82.</i>
<b>AB 1894</b> Krekorian  <b>09/30/2008- Chaptered by the Secretary of State, Chapter Number 631, Statutes of 2008</b>		<b>Mandated Benefits: HIV Testing</b>  Requires health care service plans and health insurers, on or after January 1, 2009, to offer testing for HIV antibodies and for AIDS regardless of whether the testing is related to a primary diagnosis. It also would require every general acute care hospital or health clinic that provides emergency medical care to offer patients testing for the HIV antibodies and for AIDS regardless of whether the testing is related to a primary diagnosis.
<b>AB 1917</b> Dymally  <b>09/28/2008- Vetoed by Governor</b>		<b>County Retirement System Survivor Benefits</b>  Would have allowed the Los Angeles County board of supervisors to provide a specified monthly death allowance benefit to the surviving spouse of a physician or a dentist working in a county jail or a locked county mental health facility, who dies as the result of an injury that is a direct consequence of a violent act perpetrated by an inmate.  <i>See veto message on page 83.</i>
<b>AB 1936</b> Emmerson  <b>07/22/2008- Chaptered by the Secretary of State, Chapter Number 191, Statutes of 2008</b>	Neutral	<b>Public Agency Definition: Nonprofit Mutual Water Companies</b>  Authorizes a nonprofit mutual water company to enter into a contract with CalPERS for participation of the agency's employees as members of the system if the agency obtains a ruling from the U.S. Department of Labor defining it as a public agency. Company must also comply with the Public Records Act and the Brown Act to qualify as a public agency.
<b>AB 1942</b> Ruskin  <b>09/28/2008- Vetoed by the Governor</b>		<b>Public Contracting: Increased Penalties</b>  This bill would increase the penalties on businesses that obtains a classification as a small business, microbusiness, or disabled veteran business by providing incorrect information.  <i>See veto message on page 84.</i>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 1963</b> Carter  <b>08/01/2008- Chaptered by the Secretary of State, Chapter Number 219, Statutes of 2008</b>		<b>Credit for Same Service: Supplemental Defined Benefit Plan</b>  Adds section to the CERL that broadens the exception to the prohibition on receiving credit for the same service to permit concurrent participation and credit for service in a defined benefit plan supported by public funds provided by systems other than CalPERS and a supplemental defined benefit plan offered by the employer. Also makes changes to conform with current federal tax law.  <i>This content was removed from the bill on April 24, 2008.</i>
<b>AB 1967</b> Torrice  <b>06/02/2008- Failed Passage</b>		<b>Responsible Private Equity Investment Act of 2008</b>  Prohibits CalPERS and CalSTRS from investing in private equity companies or the funds they manage, that are owned in whole or part by a sovereign wealth fund whose home country is not a signatory or party to a threshold number of specified international human rights treaties.
<b>AB 1997</b> Hayashi  <b>09/30/2008- Vetoed by the Governor</b>	Support	<b>Vision Care: Local Member Annuitants</b>  Requires CalPERS to establish and administer the CalPERS Annuitant Vision Care Program for local, school and university members. This self-funded program would provide vision care coverage to specified retirees and their dependents similar to the Vision Care Program for State Annuitants administered by DPA. CalPERS proceeds only if the start-up costs are funded. In the third year, CalPERS would be required to report to the Legislature on the economic sustainability of the program.  <i>See veto message on page 85.</i>
<b>AB 2023</b> Houston  <b>09/27/2008- Chaptered by the Secretary of State, Chapter Number 370, Statutes of 2008</b>	Support	<b>Disability Benefits</b>  Requires the granting of disability retirement benefits to public employees in California be based solely on competent medical opinion, and expressly prohibits personnel, disciplinary, or other ancillary considerations as the basis for granting these benefits.
<b>AB 2024</b> Houston  <b>06/02/2008- Failed Passage</b>		<b>Disability Retirement Medical Exams</b>  Allows CalPERS to request up to two medical re-evaluations for individuals over the minimum age for service retirement if they have been receiving a disability allowance for less than 36 months. Medical re-evaluations after retirement currently cannot be requested if the retiree has reached the minimum age of retirement for service applicable to his or her retirement formula.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2041</b> Fuentes  <b>07/08/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 72,                      Statutes of 2008</b>		<b>County Employees Retirement Survivor Benefits</b>  Requires upon the death of active or former members of the noncontributory retirement plans in Los Angeles and Santa Barbara Counties who have not yet retired, the accumulated contributions made by the member, with interest, be paid to the member's beneficiaries.
<b>AB 2089</b> DeVore  <b>06/02/2008-                      Failed Passage</b>		<b>State Contracts: Unauthorized Aliens</b>  This bill would prohibit state agencies from knowingly awarding contracts to companies employing unauthorized aliens, and would require any employer who learns that they are employing such aliens to notify the state agency within three days.
<b>AB 2102</b> Walters  <b>06/02/2008-                      Failed Passage</b>		<b>State Employment: Eligibility Verification</b>  This bill would require that all state agencies, and any company contracting with a state agency, use E-Verify to verify electronically the employment eligibility of every employee.
<b>AB 2118</b> Villines  <b>06/02/2008-                      Failed Passage</b>		<b>State Agencies: Administrative Regulations</b>  This bill would prohibit a state agency from adopting a regulation that either would require any person or entity to use a specific technology unless that technology has been operational and proven effective for more than 2 years or would place an undue burden on California business on an annual basis and result in significant loss of jobs.
<b>AB 2146</b> Feuer  <b>08/31/2008-                      Failed Passage</b>		<b>Health Benefits: Billing for Hospital-Acquired Conditions</b>  Prohibits health care providers from charging a patient or third-party payer for a hospital-acquired condition. Requires medical directors and the directors of nursing of each health facility to report annually on hospital-acquired conditions. The Managed Risk Medical Insurance Board (MRMIB) and the Department of Health Care Services (DHCS) must collaborate on policies and practices governing the payment of health care providers for hospital-acquired conditions by state public health programs and synchronize definitions, coding, and practices with the nonpayment policies and practices of the Centers for Medicare and Medicaid Services (CMS) regarding hospital-acquired conditions.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2156</b> Hernandez  <b>07/08/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 74,                      Statutes of 2008</b>	Neutral	<b>Safety Members: Special Death Benefit</b>  Clarifies eligibility for the special death benefit by stating that an injury that results in a persistent vegetative state lasting until the member's death qualifies that member's dependants for the special death benefit and continued health coverage.
<b>AB 2158</b> Soto  <b>09/30/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 668,                      Statutes of 2008</b>	Neutral	<b>Health Benefits: Blood-Borne Diseases</b>  Provides that if a dependent or former dependent of a correctional officer at a state prison contracts a blood-borne infectious disease from the employee, as specified, he/she may be compensated for health care costs associated with the disease.
<b>AB 2174</b> Laird  <b>08/31/2008-                      Failed Passage</b>		<b>Mandated Benefits: Amino Acid-Based Elemental Formulas</b>  Requires health care service plan contracts and health insurance policies to provide coverage for the use of amino acid-based elemental formulas for the diagnosis and treatment of eosinophilic gastrointestinal disorders and short bowel syndrome when the prescribing physician has issued a written order stating that the amino acid-based elemental formula is medically necessary.
<b>AB 2191</b> Mullin  <b>08/01/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 230,                      Statutes of 2008</b>		<b>State Employee 403(b) Annuity Contracts</b>  Eliminates the authority of the State Controllers Office to purchase annuity contracts for specified state employees and allows these employees to participate in the CalSTRS annuity program.
<b>AB 2202</b> Caballero  <b>08/04/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 261,                      Statutes of 2008</b>	Sponsor	<b>CalPERS Minor Policy Bill</b>  1) Requires every state agency, school employer or contracting agency of CalPERS to provide to the board, upon request, information regarding its employees who are not enrolled as members of CalPERS; and 2) would allow CalPERS to enter into an agreement with a public agency to terminate a portion of its contract with respect to inactive member groups and merge the inactive member group plan into the terminated agency pool.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2234</b> Portantino  <b>05/30/2008-                      Failed Passage</b>		<b>Mandated Benefits: Breast Conditions</b>  Provides that plans or policies issued, amended, delivered, or renewed on and after January 1, 2009, shall be deemed to provide coverage for tests necessary for screening or diagnoses, as specified, of breast cancer upon referral of a participating nurse practitioner, participating certified nurse midwife, or participating physician, providing care to the patient and operating within the scope of practice provided under existing law. Also requires plans and insurers to send female enrollees or policyholders a written notice, as specified, regarding eligibility for tests for screening or diagnosis of breast conditions.
<b>AB 2287</b> Evans  <b>09/27/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 455,                      Statutes of 2008</b>		<b>Firefighters: Health Benefits</b>  This bill would require an employer to notify CalPERS of the death of a firefighter or peace officer within 10 business days of the employee's death, rather than the ten calendar days required by existing state law. It also makes technical, clarifying changes to the definition of a surviving spouse.
<b>AB 2292</b> Garrick  <b>06/02/2008-                      Failed Passage</b>		<b>Health Benefits: Health Savings Accounts</b>  Conforms the state to federal tax law with respect to health savings accounts (HSAs) for taxable years beginning on or after January 1, 2008.
<b>AB 2350</b> Garrick  <b>06/02/2008-                      Failed Passage</b>		<b>Public Employee Benefit Prefunding</b>  Requires all contracting agencies within PEMHCA to begin prefunding their OPEB benefits on or before January 1, 2013.
<b>AB 2362</b> Keene  <b>08/31/2008-                      Failed Passage</b>		<b>Personal Information: Security Breaches</b>  This bill would require an agency, when collecting personal information from a resident to provide notice to the resident that his or her personal information is being handled in a secure manner that guards against unauthorized disclosure and, in the event of a breach of the security of the system, to provide timely and appropriate notice.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2390</b> Karnette  <b>09/28/2008- Chaptered by the Secretary of State, Chapter Number 494, Statutes of 2008</b>		<b>Retired CalSTRS Members Return to Work</b>  Extends the sunset date of various provisions of the Teachers Retirement Law which allow certain K-12 and community college teachers, and certificated employees of county offices of education to work full-time after retirement and receive their STRS benefit at the same time to June 30, 2010. In addition, it retroactively allows CalSTRS members who retired in 2007 to purchase credit for service performed in an educational institution located in a foreign country that receives at least a portion of its funding from public sources, and service performed in a US State Department school.
<b>AB 2516</b> Mendoza  <b>06/02/2008- Failed Passage</b>		<b>Health Benefits: Electronic Prescription Transmissions</b>  This bill would, commencing January 1, 2010, require a prescriber to ensure that any prescription issued or made by him or her be type-written and electronically transmitted to the patient's pharmacy of choice, except as specified.
<b>AB 2600</b> Niello  <b>06/02/2008- Failed Passage</b>		<b>Infrastructure: State Government Public – Private Partnership</b>  Authorizes a state agency or department to enter into a performance-based infrastructure partnership with a private partner for eligible facilities.
<b>AB 2626</b> Jeffries  <b>06/02/2008- Failed Passage</b>		<b>Firefighters: Health Care Benefits</b>  The Public Employees' Medical and Hospital Care Act (PEMHCA) provides continuing health benefit coverage to the surviving spouse or eligible family member of a firefighter or peace officer who dies as a result of an injury or disease sustained in the line of duty. This bill would extend that health benefit coverage to the surviving spouse or eligible family member of a volunteer firefighter of a regularly organized fire department.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2636</b> Arambula  <b>05/30/2008- Failed Passage</b>		<b>Emerging Domestic Market Data Consortium</b>  Authorizes the Secretary of Business, Transportation and Housing to establish the Emerging Domestic Market Data Consortium, after determining sufficient funds are available to allow a nonprofit corporation to implement and operate the consortium. The Consortium would, until January 1, 2015, maintain a database on historically underserved urban and rural communities communities, as well as companies that serve low-to-moderate-income populations, ethnic- and women-owned firms and other small- and medium-sized businesses, including financing data on the debt and equity of emerging domestic markets, and metrics to measure nonfinancial performance factors of these markets. The bill also requires the Secretary to form an Emerging Domestic Market Advisory Group of public pension fund representatives, to guide the development and management of the Consortium, and authorizes the consortium to apply for foundation grants and for other funding and would authorize the Director of Finance to accept monetary gifts, which would be deposited into the California Economic Development Fund, to establish and operate the consortium.
<b>AB 2666</b> Plescia  <b>08/31/2008- Failed Passage</b>		<b>San Diego County Retirement Board</b>  This bill would make the following changes to the County Employees Retirement Law of 1937: 1) Include the San Diego County retirement system within the definition of a "district" for purposes of providing retirement benefits to the system's employees under the County Employees Retirement Law of 1937. 2) Authorize the San Diego County retirement board to adopt, by resolution, provisions classifying personnel appointed to administer the retirement system as employees of the retirement system and are subject to terms and conditions established by the board - except San Diego County from conflicting provisions regarding the employment status of specified employees, and would provide that the retirement board may make regulations that would become effective without the approval of the board of supervisors. 3) Permit the retirement board to contract for legal services, to be paid for from system assets. 4) Prohibit the governing body of the retirement system in San Diego County from exercising specified authority to make a benefit formula applicable to employees of the retirement system unless the board of supervisors has made the formula applicable to employees of the county. 5) Incorporate changes made by AB 3044 that would become operative if both bills are enacted and this bill is enacted after AB 3044.
<b>AB 2673</b> Feuer  <b>07/22/2008- Chaptered by the Secretary of State, Chapter Number 197, Statutes of 2008</b>		<b>County Employees' Retirement Death Benefits</b>  This bill would make the provision of the County Employees Retirement Law of 1937 that allows domestic partners to collect any death benefits, optional retirement allowances, or survivor's allowances that would be accorded to a spouse inapplicable to any member whose death occurs on or after January 1, 2009.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2674</b> Emmerson  <b>05/06/2008- Failed Passage</b>		<b>Investor Owned Utilities Joint Powers Agreements</b>  This bill would authorize an investor-owned water utility to enter into a joint powers agreement with a public agency.
<b>AB 2677</b> Krekorian  <b>05/30/2008- Failed Passage</b>		<b>Investments: Genocide</b>  Requires the Treasurer to receive evidence demonstrating that a corporation or partnership that conducts business in California has retained assets that rightfully belonged to a victim of genocide or the heirs of the victim, determine whether the corporation or partnership is improperly withholding the assets, and annually publish a report listing the corporations and partnerships that are profiting from genocide.
<b>AB 2707</b> Berryhill  <b>08/31/2008- Failed Passage</b>		<b>State Employees: Memorandum of Understanding (MOU)</b>  This bill would approve provisions of a MOU entered into between the state employer and State Bargaining Unit 8 that require the expenditure of funds, and would provide that these provisions will become effective even if these provisions are approved by the Legislature in legislation other than the annual Budget Act.
<b>AB 2794</b> Blakeslee  <b>09/27/2008- Chaptered by the Secretary of State, Chapter Number 469, Statutes of 2008</b>		<b>Diagnostic Imaging Service Billing</b>  Prohibits a healing arts practitioner from charging, billing, or soliciting payment from any patient, client, or 3rd-party payer, as defined, for performance of the technical component of specified diagnostic imaging services not rendered by the licensees or persons under their supervision. Also requires a radiological facility or imaging center performing the technical component of those diagnostic imaging services to directly bill either the patient or the responsible 3rd-party payer for the services, and would prohibit the radiological facility or imaging center from billing the licensee who requested the services. The bill would exempt specified persons, radiological facilities, imaging centers, clinics, health care programs, or the performance of diagnostic imaging services within a licensee's office, from these provisions.
<b>AB 2795</b> Blakeslee  <b>05/30/2008- Failed Passage</b>		<b>Political Reform Act of 1974</b>  This bill would extend the gift restrictions currently placed on lobbyists and lobbying firms to lobbyist employers. This bill would also make minor changes to those gift restrictions.
<b>AB 2805</b> Ma  <b>06/02/2008- Failed Passage</b>		<b>Health Care Coverage: Assigned Benefits</b>  Requires health plans and insurers selling individual preferred provider organization (PPO) coverage, to permit enrollees to assign benefits directly to health care providers, or to Department of Health Care Services (DHCS) in the case of a Medi-Cal beneficiary, in the same way that existing law allows enrollees in group coverage to assign benefits to providers or DHCS.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2838</b> Duvall  <b>09/27/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 470,                      Statutes of 2008</b>	Support	<b>Service Credit Purchases For Approved Absences Caused By Serious Illness</b>  Allows a member to purchase service credit for an unpaid, approved absence caused by a serious illness, upon their return to active service.
<b>AB 2839</b> Huffman  <b>05/30/2008-                      Failed Passage</b>		<b>Health Benefits: Health Care Providers Bill of Rights</b>  Prohibits health plans and health insurers from requiring a provider, consultant, or attorney to execute an unfair or unreasonable agreement as a condition of entering into contract negotiations. Authorizes the Department of Managed Health Care (DMHC) and the California Department of Insurance (CDI) to suspend or revoke a plan or insurer's license and assess related administrative penalties.
<b>AB 2847</b> Krekorian  <b>05/30/2008-                      Failed Passage</b>		<b>Health Benefits: Health Care Coverage</b>  Modifies health care litigation and independent medical review (IMR) processes with respect to medical necessity determinations.
<b>AB 2940</b> De Leon  <b>08/31/2008-                      Failed Passage</b>	Neutral, if Amended	<b>California Employee Savings Program</b>  Establishes the California Employee Savings Program (CESP) to allow any Californian employed by a private or non-profit employer to participate in a individual retirement plan developed and administered by CalPERS.
<b>AB 2944</b> Leno  <b>09/30/2008-                      Vetoed by the                      Governor</b>		<b>Board of Director's Duties</b>  Seeks to clarify the factors that a corporate business director may appropriately consider under the "Business Judgment Rule" when participating in corporate decisions. Specifically, this bill (1) Permits a corporate director to consider the interests of employees, the community and the environment, (2)Continues the tradition that only the corporation or a shareholder or member of that corporation may bring a cause of action on behalf of the corporation regarding director decisions and only the corporation may receive damages resulting from these actions, (3) Provides that an act of the board of directors, a committee of the board, or an individual director of a domestic corporation shall be presumed to be in the best interests of the corporation, except as specified.  <i>See veto message on page 86.</i>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>AB 2967</b> Lieber  <b>08/31/2008- Failed Passage</b>	Support, if Amended	<b>California Health Care Cost and Quality Transparency Committee</b>  Creates the sixteen-member California Health Care Cost and Quality Transparency Committee in CHHS, which would be responsible for the development of a health care cost and quality transparency plan, including strategies to improve medical data collection and reporting practices. The CEO of CalPERS or his or her designee would be an ex-officio, non-voting member of the Committee.
<b>AB 3003</b> Hayashi  <b>05/30/2008- Failed Passage</b>		<b>Fair Political Practices Commission: Financial Interests In Public Contracts</b>  This bill would extend the authority given to the Fair Political Practices Commission under the Political Reform Act of 1974. The bill would be given authority to issue opinions with regard to the provisions that concern financial interests of public officials and employees in contracts.
<b>AB 3040</b> Committee on Public Employees, Retirement and Social Security  <b>08/31/2008- Failed Passage</b>		<b>State Administration: Memorandum of Understanding (MOU)</b>  This bill would approve provisions of MOU entered into between the state employer and State Bargaining Units 1, 3, 4, 11, 14, 15, 17, 20, and 21, that require the expenditure of funds, and would provide that these provisions will become effective even if these provisions are approved by the Legislature in legislation other than the annual Budget Act.
<b>AB 3041</b> Committee on Public Employees, Retirement and Social Security  <b>09/28/2008- Vetoed by the Governor</b>	Sponsor	<b>Technical and Minor Policy Changes</b>  Makes various minor changes necessary for continued effective administration of the retirement system.  <i>See veto message on page 87.</i>
<b>AB 3043</b> Committee on Public Employees, Retirement and Social Security  <b>06/30/2008- Chaptered by the Secretary of State, Chapter Number 43, Statutes of 2008</b>		<b>State Administration: Memorandum of Understanding (MOU)</b>  This bill would approve addenda to MOU entered into by the state employer and State Bargaining Units 2, 4, 16, 17, 19, and 20 that require the expenditure of funds. The bill would provide that those provisions shall not take effect unless the funds are specifically appropriated by the Legislature or already exist within available appropriations, and would allow the reopening of negotiations if the Legislature does not approve or fully fund any addendum.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<p><b>AB 3044</b> Committee on Public Employees, Retirement and Social Security</p> <p><b>07/21/2008- Chaptered by the Secretary of State, Chapter Number 164, Statutes of 2008</b></p>	<p><b>County Employees' Retirement</b></p>	<p>Under current law a member's ex-spouse who is receiving or is entitled to receive payments under the Los Angeles County Retirement System pursuant to a court order dividing the community property interest in the member's retirement allowance may designate one or more beneficiaries who shall receive those payments following the death of the ex-spouse. This bill would provide that if there is no designated beneficiary, payment would be made to the ex-spouse. This bill would clarify the requirement that the Orange and San Bernardino County retirement boards pay reasonable compensation for legal services from system assets. This bill would allow a board of supervisors to require that the retirement allowance of safety members in another specified category within a county employee retirement plan be computed based on a member's eligibility for federal old age and survivors' insurance coverage. This bill would provide, in Los Angeles, that service for the purposes of specified pension benefit formulas applicable to safety members includes service as an employee of the state, a contracting agency under the Public Employees' Retirement System, another county having a retirement system established under the County Employees Retirement Law of 1937, or another public agency.</p>
<p><b>ABX1 1</b> Nunez</p> <p><b>08/31/2008- Failed Passage</b></p>	<p><b>Health Care Reform</b></p>	<p>Requires the California Health and Human Services Agency in consultation with CalPERS and others to develop health care provider performance measurement benchmarks and incorporate these benchmarks into a common pay-for-performance model to be offered in every state-administered health care program including PEMHCA. It would require CalPERS to be part of an assessment of the cost and affordability of health care in California. Requires the CalPERS health program to provide or arrange for the provision of an electronic personal health record and a Healthy Action Incentives and Rewards Program to all its enrollees. It would require a designee of CalPERS to participate as ex-officio member of a newly created Health Care Cost and Quality Transparency Commission.</p>
<p><b>ABX1 3</b> Dymally</p> <p><b>08/31/2008- Failed Passage</b></p>	<p><b>MRMIP: Pay or Play</b></p>	<p>Requires a health care service plan and a health insurer to continue until January 1, 2009, to provide coverage to each individual who was terminated from the pilot program, with the benefits and premium for that coverage being determined by MRMIB, and to send those individuals a notice developed by MRMIB. The bill would, effective January 1, 2009, require a health care service plan and a health insurer to elect to either make available all of its group or individual health benefit plans to individuals in each service area, or to alternatively pay a fee covering its market share, as determined by MRMIB, of MRMIP's costs. It appears that PEMCHA would be included in the definition of covered lives.</p>

## SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>ABX1 8</b> Villines  <b>08/31/2008- Failed Passage</b>		<b>Health Care Reform</b>  ABX1 8 proposes multiple strategies to address health care costs and access, including: tax incentives and government programs to promote and facilitate consumer-directed health care and employer-sponsored insurance; allowing the sale of out-of-state health insurance policies not subject to any California law or regulation; increasing Medi-Cal provider reimbursement rates and creating an income tax credit for physicians who provide unreimbursed care for the uninsured.
<b>ACA 5</b> Portantino  <b>08/31/2008- Failed Passage</b>		<b>UC Retirement System Administration</b>  Would have established joint governance of the University of California's retirement benefits and post employment health benefits by creating a board of trustees to govern the University of California Retirement System and would have required the UC to comply with any additional requirements that regulate UCRS as enacted by statute.
<b>ACR 79</b> Anderson  <b>08/31/2008- Failed Passage</b>		<b>UC Divestment From Iran</b>  Would have requested the University of California to divest from foreign companies with specified business activities in the Islamic Republic of Iran.
<b>AJR 5</b> Hernandez  <b>09/10/2007- Chaptered by the Secretary of State, Res. Chapter 116, Statutes of 2007</b>		<b>Social Security Offsets</b>  Declares that the elimination of the Government Pension Offset and the Windfall Elimination Provision would greatly improve the opportunities for hiring and retaining teachers, peace officers, firefighters, and other public employees in California, and encourages the President and the Congress of the United States to repeal the Government Pension Offset and the Windfall Elimination Provision from the Social Security Act.
<b>SB 11</b> Migden  <b>08/31/2008- Failed Passage</b>	Neutral, with Suggested Amendments	<b>Domestic Parnterships</b>  Would expand the definition of "domestic partner" by allowing two persons of opposite sexes who are over 18 years of age and meet other specified criteria to register as domestic partners. As domestic partners they would be entitled to the same rights and duties as a spouse with regard to all state laws, including community property, pension and death benefits, taxes, and health insurance coverage.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 14</b> Negrete McLeod  <b>10/09/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 355,                      Statutes of 2007</b>	Neutral	<b>Retirement: Military Service</b>  Provides "optional" membership rights to members of the California National Guard, who do not qualify for CalPERS. Creates member classification of "National Guard member" for such persons, who generally receive the same benefits as state miscellaneous members. Provides right to purchase credit for previous California National Guard service. National Guard members would pay both the employee and employer share of contributions for membership and previous service, and would be excluded from certain provisions under the law to minimize potential costs to the state.
<b>SB 26</b> Simitian  <b>08/31/2008-                      Failed Passage</b>		<b>Collection Of Ancestral Or Ethnic Data</b>  This bill would require any state agency, board, or commission, that collects demographic data, to allow individual respondents the opportunity to select more than one ethnic or racial designation.
<b>SB 77</b> Ducheny  <b>08/24/2007-                      Chaptered by                      the Secretary of                      State. Chapter                      Number 171,                      Statutes of 2007</b>		<b>2007-2008 Budget Act</b>  This bill would make appropriations for support of state government for the 2007-2008 fiscal year. This bill would declare that it is to take effect immediately as an urgency statute.
<b>SB 86</b> Committee on Budget and Fiscal Review  <b>08/24/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 179,                      Statutes of 2007</b>		<b>Retiree Drug Subsidy (RDS)</b>  Authorizing CalPERS to establish a sub-account entitled the Account for Retiree Drug Subsidy Payments (RDS) within its Contingency Reserve Fund (CRF). This account would be established to hold subsidies collected through the federal Medicare Prescription Drug Improvement and Modernization Act, commonly referred to as Medicare Part D. This bill would specify that all funds placed into the account could be appropriated by the Legislature through the annual Budget Act.
<b>SB 90</b> Committee on Budget and Fiscal Review  <b>08/24/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 183,                      Statutes of 2007</b>		<b>Chief Information Officer Duties</b>  This bill would require the office of the State Chief Information Officer to approve and oversee information technology projects, establish and enforce state information technology strategic plans, policies, standards, and enterprise architecture, and produce an annual strategic plan.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 134</b> Cedillo  <b>10/05/2007- Chaptered by the Secretary of State, Chapter Number 290, Statutes of 2007</b>		<b>County Retirement System Benefits</b>  Allows safety members of the Los Angeles County Retirement System who are currently required to retire at age 60, to continue in employment, if its provisions are adopted by a majority vote of the Los Angeles County Board of Supervisors.
<b>SB 221</b> Runner  <b>07/17/2007- Chaptered by the Secretary of State, Chapter Number 74, Statutes of 2007</b>	Neutral	<b>LRS Final Compensation</b>  Specifies that final compensation for members of the Legislators' Retirement System that enter the System on or after January 1, 2008 is based on the highest annual compensation that was earnable during a specified consecutive 12-month period of employment.
<b>SB 235</b> Negrete McLeod  <b>10/08/2007- Chaptered by the Secretary of State, Chapter Number 344, Statutes of 2007</b>	Support	<b>Vision Care: CSU Annuitants</b>  Would establish the California State University Annuitant Vision Care Program to be administered by the CSU system. The CSU Annuitant Vision Care Program would provide vision care coverage to specified CSU annuitants and their dependents, as contracted for by CSU. Requires CSU to administer the plan on or after July 1, 2008.
<b>SB 259</b> Negrete McLeod  <b>10/10/2007- Vetoed by the Governor</b>		<b>Service Credit for CSU Academic Employees</b>  Permits CSU academic employees who are granted a reduced pay leave, such as a sabbatical or difference in pay leave, on or after January 1, 2008 to receive full service credit during the leave through a payroll reporting process instead of through a service credit purchase option after return to full employment at the end of the leave. The employee and employer would be required to contribute to the retirement fund the amount that would have been contributed if the member was not on a reduced pay leave. This provision is subject to collective bargaining.  <i>See veto message on page 88.</i>
<b>SB 294</b> Ackerman  <b>02/01/2008- Failed Passage</b>		<b>Corporations Disclosure Statements</b>  Would require domestic corporation and a foreign corporation to disclose whether the corporation is publicly traded and the corporation's Central Index Key. Would also require the Secretary of State to include, on its Internet Web site, instructions on how to use a publicly traded corporation's Central Index Key to obtain information about that corporation from the U.S. Securities and Exchange Commission.

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Bill Number Author	Position	Summary
<b>SB 320</b> Alquist  <b>10/14/2007- Vetoed by the Governor</b>		<b>California Health Care Information Infrastructure Program</b>  Includes CalPERS in the group of agencies that the California Office of HIPAA Implementation (Cal-OHI) must consult with (one of over 10) to develop a plan for implementation of the California Health Care Information Infrastructure Program, whose purpose is to provide all Californians with a personal health record and electronic health record. Part of the implementation plan is to identify a lead agency to be responsible for administering the program.  <i>See veto message on page 89.</i>
<b>SB 364</b> Simitian  <b>09/30/2008- Vetoed by the Governor</b>		<b>Personal Information: Privacy</b>  This bill would specify what information must be contained on the disclosure form already required by law when a breach of personal information is reasonably believed to have occurred.  <i>See veto message on page 90.</i>
<b>SB 365</b> McClintock  <b>02/01/2008- Failed Passage</b>		<b>Out-of-State Carriers</b>  Allows a health care service plan or health insurance carrier domiciled in another state to offer, sell, or renew a health care service plan or a health insurance policy in this state without holding a license issued by the Department of Managed Health Care (DMHC) or a certificate of authority issued by the Insurance Commissioner and without meeting specified requirements for license or certificate, provided the carrier is authorized to issue a plan or policy in the domiciliary state and complies with that state's requirements.
<b>SB 369</b> Vincent  <b>02/01/2008- Failed Passage</b>		<b>School District Retiree Health Benefits</b>  Would have require the Teachers' Retirement Board to provide the Legislature a study, conducted over one full year, of school districts that do not provide health benefits for retired teachers.
<b>SB 389</b> Yee  <b>02/01/2008- Failed Passage</b>	Support	<b>Hospital-Based Physician: Balance Billing</b>  Would require the Department of Managed Health Care and the Department of Insurance to implement an independent provider dispute resolution system on or before March 1, 2008. This bill would also prohibit a hospital-based physician from seeking payment from individual enrollees for services he or she rendered and would require that physician to seek reimbursement from the enrollee's health care service plan.

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Bill Number Author	Position	Summary
<b>SB 431</b> Aanestad  <b>09/29/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 256,                      Statutes of 2007</b>	Neutral	<b>Butte and Solano County Trial Courts</b>  Current law requires that in the case of a trial court located within a county contracting with CalPERS for retirement benefits, the trial court and the county must participate under a joint contract with CalPERS, resulting in pooled assets and liabilities and a single employer contribution rate. Among other things, SB 431 would require CalPERS to prepare on or before October 1, 2008 and from existing resources, a separate computation of the assets and liabilities of Butte and Solano counties and their respective trial courts, with the split calculated retroactively from January 1, 2001 and based on the most recent annual actuarial valuation. Requires those entities to supply relevant information to CalPERS, including any lump-sum payments, and which active, inactive, and retired members shall be considered employees of the respective county and the trial court, as specified. Also provides that nothing in its provisions shall be construed to effect the combined calculation of assets and liabilities for purposes of setting the employer contribution rate for both a county and a trial court.
<b>SB 461</b> Ashburn  <b>02/01/2008-                      Failed Passage</b>		<b>Divestment from Companies in a Foreign Terrorist State</b>  Would prohibit CalPERS and CalSTRS from investing public employee retirement funds, as defined, in a company with business operations in a foreign terrorist state, as specified, and would require the Boards of these retirement systems to sell or transfer any investments in these companies within specific timeframes and report to the Legislature regarding these investments.
<b>SB 579</b> Wiggins  <b>06/02/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 21,                      Statutes of 2008</b>		<b>Safety Member: Qualified Health Insurance Premiums</b>  Requires CalPERS to certify to the Internal Revenue Service and specified health insurance plan providers for tax purposes that the member is a retired public safety officer when the member retires for disability or based upon years of service after attaining the normal retirement age.  <i>This content was removed from the bill on March 24, 2008.</i>
<b>SB 580</b> Calderon  <b>09/26/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 340,                      Statutes of 2008</b>	Neutral	<b>PEMHCA: Contract with Out-of-State Pension and Health Systems</b>  Authorizes the CalPERS Board to contract with out-of-state public employee pension and health systems to provide health care benefits to California employees and annuitants who reside outside this state, as specified.  <i>This content was removed from the bill on August 13, 2008.</i>

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 581</b> Wiggins  <b>10/13/2007- Chaptered by the Secretary of State, Chapter Number 651, Statutes of 2007</b>	Support	<b>Volunteer Firefighter Length of Service Awards</b>  Transfers administration of the Volunteer Firefighters Length of Service Award Program from CalPERS to the California State Fire Employees Welfare Benefit Corporation. The award system would be administered by the Corporation's board and would have to comply with specified requirements. Requires the CalPERS Board of Administration to transfer associated confidential participant data and files to the Corporation. Indemnifies and holds harmless CalPERS, its officials and employees as a result of the transfer to the Corporation.
<b>SB 608</b> Wiggins  <b>02/28/2008- Chaptered by the Secretary of State, Chapter Number 1, Statutes of 2008</b>		<b>JRS Optional Settlements</b>  Restores in statute, the ability of judges that have attained the minimum age for service retirement with at least 20 years of service to irrevocable elect to designate their spouse to receive an optional settlement 2 in lieu of a pre-retirement death benefit, under the same provisions of law in effect prior to January 1, 2005, which provides the surviving spouse a monthly allowance equal to the actuarial equivalent of the member's earned retirement. Also honors elections made by judges between January 1, 2003 and January 1, 2007 that designated their spouse or someone other than their spouse to receive this specific pre-retirement optional settlement.
<b>SB 618</b> Alquist  <b>02/01/2008- Failed Passage</b>		<b>State Agencies: Electronic Records</b>  This bill would require each state agency, no later than January 1, 2010, to maintain all of its records in an electronic format. It would apply this requirement to any document or writing containing information relating to the conduct of the people's business that is prepared, owned, used, or retained by any state agency that is not already in an electronic format.
<b>SB 689</b> Correa  <b>02/01/2008- Failed Passage</b>		<b>Vision Care: State Annuitant</b>  Would require the state to pay 1/2 of the monthly premium of each annuitant participating in the Vision Care Program for State Annuitants, subject to appropriation in the annual Budget Act. The program is currently self funded by annuitant premiums.
<b>SB 695</b> Wiggins  <b>02/01/2008- Failed Passage</b>		<b>Employee Health Benefits: Retired Annuitants</b>  This bill would allow an annuitant who, after reinstatement to active employment, subsequently retires to enroll as an annuitant of the employer from which he or she first retired, unless the annuitant is entitled to a higher contribution from the employer from which he or she subsequently retires. To be eligible, the annuitant must qualify for a contribution payable by the employer from which he or she first retired. In addition, retirement must occur within 120 days after separation from employment from the most recent employer.

## SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 721</b> Ashburn  <b>08/31/2008- Failed Passage</b>		<b>State Agencies: Succession Plans</b>  This bill would require that, by January 1, 2010, each state agency must establish and implement a succession plan. Furthermore, each agency is required to report to the Legislature on the success or failure of said plan.
<b>SB 723</b> Yee  <b>02/01/2008- Failed Passage</b>		<b>State Compensation Insurance Fund: 24-Hour Care Pilot Program: Health System Improvement Study</b>  This bill would make legislative findings and declarations relating to the absence of coordination between the workers' compensation insurance system and group health insurance. This bill would authorize the fund to participate in a 24-hour care pilot project to be developed and implemented pursuant to statute and by regulations adopted by the Administrative Director of the Division of Workers' Compensation for a period of 6 years, commencing with the adoption of the regulations. During the pilot project, the fund would have the authority to contract with health care service plans or health insurers to be the exclusive providers of medical, surgical, and hospital treatment for both occupational and nonoccupational injuries and illnesses of employees of employers who purchase coverage from the fund, and who elect to purchase joint occupational and nonoccupational health care coverage.
<b>SB 755</b> Alquist  <b>02/01/2008- Failed Passage</b>	Support if Amended	<b>Increased Death Benefits for State Retirees</b>  Increases the death benefit paid to the designated beneficiary from \$2,000 to \$5,000 for a state member who retires on or before July 1, 2008.
<b>SB 760</b> Migden  <b>02/01/2008- Failed Passage</b>		<b>Excluded State Employee Deferred Compensation Benefits</b>  Would have required the state to match, subject to appropriation in the annual Budget Act, up to a maximum of 5% of an employee's salary, any contributions made by excluded employees to a deferred compensation plan or tax-sheltered annuity.
<b>SB 820</b> Ashburn  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Tax Credits for Cafeteria Plans</b>  Authorizes tax credit for each taxable year beginning on or after January 1, 2007, and before January 1, 2012, in an amount equal to 15% of the amount of administrative costs paid or incurred by a qualified taxpayer during the taxable year in connection with establishing or administering a qualified cafeteria plan that provides for the payment of health insurance premiums of the taxpayer's employees, as defined.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 840</b> Kuehl  <b>09/30/2008-                      Vetoed by the                      Governor</b>		<b>Universal Coverage: Single-Payer System</b>  Makes all California residents eligible for specified health care benefits under the newly created California Healthcare System, which would, on a single-payer basis, negotiate for or set fees for health care services provided through the system and pay claims for those services. Prohibits the issuance of health plan contracts for services covered by the system. Creates the California Healthcare Premium Commission (the Commission) to determine the cost of the California Healthcare System and develop a premium structure. Requires the Commission to recommend a premium structure to the Governor and Legislator on or before January 1, 2011, and to make a draft recommendation to the Governor, the legislature and the public 90 days before submitting its final premium structure recommendation. Requires that the system be operative within two years of the Secretary of Health and Human Services notifying the legislature that sufficient funds exist.  <i>See veto message on page 91.</i>
<b>SB 853</b> Perata  <b>06/13/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 31,                      Statutes of 2008</b>		<b>PEHMCA: Prefunding: Los Angeles Community College District</b>  Would allow the CalPERS Board to authorize the Los Angeles Community College District to participate in the California Employers Retiree Trust Fund to prefund health care coverage and other postemployment benefits for their annuitants. If the prefunding plan or district participation terminates, would require distribution of the remaining assets of the district in a specified manner.  <i>This content was removed from the bill on June 25, 2007.</i>
<b>SB 879</b> Calderon  <b>02/01/2008-                      Failed Passage</b>		<b>CalSTRS Retirement Incentive</b>  Would have removed the requirement that a CalSTRS member receiving a retirement incentive of an additional two years of service credit shall forfeit his or her additional credit if he or she is reemployed within 5 years after retirement as a substitute teacher by a school district from which he or she retired.
<b>SB 901</b> Padilla  <b>10/08/2007-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 353,                      Statutes of 2007</b>		<b>CalSTRS Postretirement Earnings Limit</b>  Extends the sunset date for various specified exemptions to CalSTRS' post-retirement earnings limits from January 1, 2008 until June 30, 2009, and extends the effective retirement date from eligibility to use some of these exemptions from January 1, 2004 to January 1, 2006.

## SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 981</b> Perata  <b>09/30/2008- Vetoed by the Governor</b>		<b>Health Care Coverage: Noncontracting Hospital-Based Physician Claims</b>  Prohibits non-contracting hospital emergency room (ER) physicians from directly billing enrollees of health care service plans (health plans) licensed by the Department of Managed Health Care (DMHC) under the Knox-Keene Health Care Service Plan Act of 1975 (Knox-Keene), other than allowable copayments and deductibles, and establishes statutory standards and requirements for claims payment and dispute resolution related to non-contracting ER physician claims, including an Independent Dispute Resolution Process (IDRP).  <i>See veto message on page 92.</i>
<b>SB 1014</b> Kuehl  <b>02/01/2008- Failed Passage</b>		<b>Health Benefits: Single Payer Coverage Tax</b>  Imposes a payroll tax on employers and employees for the purpose of funding a single-payer health care system.
<b>SB 1032</b> McClintock  <b>02/01/2008- Failed Passage</b>		<b>Disability Retirement: Medical Examinations</b>  Permits CalPERS to request a medical reevaluation of a member retired for disability who is over the minimum age for voluntary retirement applicable to members of his or her class and if he or she has been retired for 36 months or less; current law only allows a medical reevaluation for those under the minimum retirement age.
<b>SB 1058</b> Alquist  <b>09/25/2008- Chaptered by the Secretary of State, Chapter Number 296, Statutes of 2008</b>		<b>Health Benefits: Hospital Acquired Infections</b>  Establishes the Medical Facility Infection Control and Prevention Act, which requires hospitals to implement specified procedures for screening, prevention, and reporting specified health care associated infections also known as hospital associated infections (HAIs). Requires hospitals to report positive Methicillin-resistant Staphylococcus aureus and other HAI test results to the Department of Public Health (DPH) and requires DPH to make specified information public on its Internet Website.
<b>SB 1066</b> Migden  <b>05/30/2008- Failed Passage</b>		<b>Domestic Partnerships</b>  Would expand the definition of "domestic partner" by allowing two persons of opposite sexes who are over 18 years of age and meet other specified criteria to register as domestic partners. As domestic partners they would be entitled to the same rights and duties as a spouse with regard to all state laws, including community property, pension and death benefits, taxes, and health insurance coverage.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 1068</b> Ducheny  <b>06/02/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 22,                      Statutes of 2008</b>		<b>Budget Augmentation</b>  This bill would appropriate \$22,031,000 from the General Fund in augmentation of appropriations in that Budget Act and contains an urgency statute.
<b>SB 1095</b> Vincent  <b>06/02/2008-                      Failed Passage</b>		<b>Health Benefits: Retired Teachers</b>  Requires each school district to establish, on or before January 1, 2011, a health benefit plan for retired teachers. The bill would also require each teacher to contribute to the health benefit plan for retired teachers established by the school district in which he or she is employed.
<b>SB 1096</b> Calderon  <b>08/31/2008-                      Failed Passage</b>		<b>Health Benefits: Medical Information</b>  Allows a pharmacy or an entity authorized by the pharmacy, to mail written communications to a patient pertaining to a prescribed course of treatment, without the patient's authorization, under specified conditions.
<b>SB 1123</b> Wiggins  <b>09/27/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 371,                      Statutes of 2008</b>	Support	<b>Pension and OPEB Benefit Cost Estimate Best Practices and Disclosure</b>  Requires state and local legislative bodies, including community college districts, to review the impact of future annual costs associated with OPEB increases before their approval. These actuarial impact statements must include normal cost and any additional accrued liability, produced by an actuary, signed by the agency chief executive officer, and made public at a meeting of the legislative body at least two weeks prior to its adoption. It also requires an actuary to attend the meeting where the adoption of a new pension benefit or OPEB is considered, and prohibits the legislative body from approving new benefits or benefit increases by means of a consent calendar. In addition, the bill creates a California Actuarial Advisory Panel (Panel) to provide impartial and independent information on pensions, OPEB's, and best practices to the public agencies.
<b>SB 1168</b> Runner  <b>09/27/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 390,                      Statutes of 2008</b>		<b>Health Benefits: Dependent Children</b>  Provides that a health plan or insurer may not terminate coverage for a dependent child who is over 18 years of age and enrolled at a secondary or postsecondary educational institution if the child takes a medically necessary leave of absence from school.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 1198</b> Kuehl  <b>09/30/2008- Vetoed by the Governor</b>		<b>Mandated Benefits: Durable Medical Equipment</b>  Requires a health care service plan and a health insurer to offer coverage for durable medical equipment, as defined, as part of their group plan contracts or group policies.  <i>See veto message on page 93.</i>
<b>SB 1273</b> Denham  <b>05/06/2008- Failed Passage</b>		<b>Public Records Act</b>  The California Public Records Act requires state and local agencies to make their records available during regular business hours and, upon request, to provide a copy of a record upon payment of any applicable fee, unless an exemption from disclosure applies. This bill would make a technical, nonsubstantive change to these provisions.
<b>SB 1300</b> Corbett  <b>08/31/2008- Failed Passage</b>	Support, if Amended	<b>Health Care Coverage: Provider Contracts</b>  Prohibits contracts between health care providers and plans or insurers from containing a provision that restricts the ability of the plan or insurer to furnish information on the cost of procedures, as defined, or health care quality information to subscribers, enrollees, policyholders, or insureds. Requires plans and insurers to involve health care providers in the development of that information prior to furnishing it to subscribers, enrollees, policyholders, or insureds, as specified. All quality of care data compiled by the plan or insurer must include specified clinical guidelines and utilize risk adjustment factors in a specified manner.
<b>SB 1376</b> Wiggins  <b>09/26/2008- Vetoed by the Governor</b>		<b>CalSTRS Technical Housekeeping</b>  Would have made several technical, nonsubstantive changes to the Teachers' Retirement Law to facilitate efficient administration of CalSTRS and its various programs.  <i>See veto message on page 94.</i>
<b>SB 1440</b> Kuehl  <b>09/30/2008- Vetoed by the Governor</b>		<b>Health Benefits: Medical Loss Ratio</b>  Requires health plans and health insurers to spend at least 85% of premiums on health care benefits, a requirement known as a "medical loss ratio or MLR."  <i>See veto message on page 95.</i>
<b>SB 1472</b> Ashburn  <b>09/26/2008- Chaptered by the Secretary of State, Chapter Number 353, Statutes of 2008</b>		<b>CEA Eligibility</b>  This bill would expand eligibility to apply for a CEA position to individuals who have previously had civil service status, or to those who were employed by the legislature for two or more years. This expanded eligibility would lapse on January 1, 2013 unless extended by the legislature. Additionally, the bill would modify the final compensation calculations for these individuals.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 1488</b> Calderon  <b>06/02/2008- Failed Passage</b>		<b>CalSTRS Retirement Incentive</b>  Would have removed the requirement that a CalSTRS member receiving a retirement incentive of an additional two years of service credit shall forfeit his or her additional credit if he or she is reemployed within 5 years after retirement as a substitute teacher by a school district from which he or she retired.
<b>SB 1496</b> Ashburn  <b>09/27/2008- Chapered by the Secretary of State, Chapter Number 408, Statutes of 2008</b>		<b>Membership Classification of Excluded and Exempt State Peace Officers</b>  Clarifies the criteria that allows the DPA to limit the elibility of excluded and exempt state employees that meet the statutory definition of peace officer, for membership in the CalPERS State Peace Officer/Firefighter classification, to those employees whose primary responsibilities consist of 1) direct supervision of state peace officer/firefighter personnel, 2) conducting investigations or audits within the Department of Corrections and Rehabilitation, or 3) the administration state program functions or units primarily engaged in active law enforcement or fire suppression. In addition, it requires the DPA provide annual reports to CalPERS and the Legislature regarding these determinations.
<b>SB 1514</b> Margett  <b>06/02/2008- Failed Passage</b>		<b>OPEB</b>  Existing law requires the Legislature and local legislative bodies to secure the services of an enrolled actuary to provide a statement before authorizing increases in public retirement plan benefits. Existing law requires the future annual costs of the public retirement plan benefits, as determined by the actuary, to be made public at a public meeting at least 2 weeks prior to the adoption of any increases in the benefits. Would have included other postretirement benefits within the subject matter of an actuary's statement of the actuarial impact pension benefit increases upon future annual costs that must be provided to the Legislature or a local legislative body before either may authorize an increase in benefits. It would also have required the future annual costs of other postemployment benefits to be made public at a public meeting of the decisionmaking body at least 2 weeks prior to adoption.
<b>SB 1525</b> Kuehl  <b>08/31/2008- Failed Passage</b>		<b>Health Benefits: Medical Necessity Determinations</b>  This bill increases health plan and health insurer reporting of data related to requests for health services and medical necessity determinations.
<b>SB 1550</b> Florez  <b>08/31/2008- Failed Passage</b>	Support	<b>Corporate Governance: Climate Change Disclosure</b>  Requires the State Controller, in consultation with the investment community, to establish a voluntary investor-based climate change disclosure standard for use by public held corporations doing business in California. The climate disclosure standard would be consisted with "Global Framework for Climate Risk Disclosure."

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
<b>SB 1553</b> Lowenthal  <b>09/30/2008-                      Chaptered by                      the Secretary of                      State, Chapter                      Number 722,                      Statutes of 2008</b>		<b>Health Benefits: Mental Health Services</b>  Prohibits health plans from basing decisions on provider claims or prior authorization for mental health services on either of the following: a) whether a patient was admitted on a voluntary or involuntary basis; or, b) based on the mode of the patient's transportation to the health facility. Also requires the Internet Websites of health plans that provide coverage for professional mental health services to include, but not be limited to, providing information for subscribers, enrollees, and providers on accessing mental health services.
<b>SB 1563</b> Perata  <b>09/27/2008-                      Vetoed by the                      Governor</b>		<b>Health Benefits: Pervasive Developmental Disorders</b>  Requires the Department of Managed Health Care (DMHC) and the California Department of Insurance (CDI) to establish the Autism Workgroup for Equitable Health Insurance Coverage to examine coverage of services related to pervasive developmental disorders or autism (PDD), and to make recommendations on ensuring that health plans and insurers provide appropriate and equitable coverage for PDD.  <i>See veto message on page 96.</i>
<b>SB 1586</b> Negrete McLeod  <b>09/30/2008-                      Vetoed by the                      Governor</b>		<b>San Bernardino County Retirement System OPEB Prefunding Trust</b>  Would have authorized the San Bernardino County Board of Retirement to establish a post-employment health benefits fund for the investment of assets held in trust for the exclusive purpose of providing health benefits to the retirees of that county, and those of any participating local agency.  <i>See veto message on page 97.</i>
<b>SB 1601</b> Negrete McLeod  <b>09/30/2008-                      Vetoed by the                      Governor</b>	Support	<b>Vision Care Program for State Annuitants: Direct Billing</b>  Allows the Vision Care Program for State Annuitant's plan provider to bill an annuitant directly if there are insufficient funds in an annuitant's allowance to pay the premiums. Also adds members of legislature who have worked 6 years or more to join the vision care program after separating from Sate service.  <i>See veto message on page 98.</i>
<b>SB 1611</b> Negrete McLeod  <b>05/30/2008-                      Failed Passage</b>	Support	<b>Service Credit for CSU Academic Employees</b>  Permits CSU academic employees who are granted a reduced pay leave, such as a sabbatical or difference in pay leave, on or after January 1, 2009 to receive full service credit during the leave through a payroll reporting process instead of through a service credit purchase option after return to full employment at the end of the leave. The employee and employer would be required to contribute to the retirement fund the amount that would have been contributed if the member was not on a reduced pay leave. This provision is subject to collective bargaining.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

Bill Number Author	Position	Summary
SB 1622 Simitian		<b>Health Benefits: California Health Benefits Service Program</b>
05/30/2008- Failed Passage		Creates the California Health Benefits Service Program within the Department of Health Care Services, with various powers and duties relative to creation of joint ventures between certain county-organized health plans and various other entities. Also authorizes the Director of Managed Health Care to provide regulatory and program flexibilities to facilitate licensing of specified entities providing coverage pursuant to the bill.
SB 1634 Steinberg		<b>Mandated Benefits: Cleft Palates</b>
09/30/2008- Vetoed by the Governor		Requires specified health care service plan contracts and the insurance policies to cover orthodontic services deemed necessary for medical reasons for cleft palate procedures, as specified, subject to a prior authorization and utilization review process as specified.  <i>See veto message on page 99.</i>
SB 1687 Negrete McLeod		<b>State Contracts: Persons With Developmental Disabilities</b>
08/31/2008- Failed Passage		This bill would require each state agency awarding contracts to take specified actions in order to encourage the participation of businesses of persons with developmental disabilities. It would also provide penalties for those businesses who submit fraudulent information in order to qualify.
SBX1 12 Runner		<b>Health Care Cost and Quality Transparency</b>
08/31/2008- Failed Passage		Creates the California Health Care Cost and Quality Transparency Committee in the Health and Human Services Agency, which would be responsible for the development of a health care cost and quality transparency plan, which would include various strategies to improve medical data collection and reporting practices. Requires the Secretary of Health and Human Services to designate a lead agency which would adopt regulations to carry out the bill's intent, and to contract with a qualified public or private agency or academic institution to assist in the review of existing data collection programs or conduct other research or analysis.
SBX1 18 Cogdill		<b>PEMHCA: Public Employees' Health Savings Fund</b>
08/31/2008- Failed Passage		Requires the CalPERS Board of Administration to offer a high deductible health plan and a health savings account option to public employees and annuitants, as specified. The bill would establish the Public Employees' Health Savings Fund, a continuously appropriated trust fund within the State Treasury, for payment of qualified medical expenses of eligible employees and annuitants who elect to enroll in the high deductible health plan and participate in the health savings account option, and would require those employees and annuitants, and their employers, to make specified contributions to that fund.

# SUMMARY OF 2007-2008 LEGISLATION BY BILL NUMBER

<b>Bill Number</b>	<b>Author</b>	<b>Position</b>	<b>Summary</b>
<b>SCR 52</b>	<b>Yee</b>		<b>UC Retirement System Shared Governance</b>
<b>09/18/2007- Chaptered by the Secretary of State, Chapter Number 126, Statutes of 2007</b>			Requests the Regents of the University of California to provide for shared governance of the UC Retirement Plan.

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**CROSS REFERENCE OF CHAPTERED  
LEGISLATION BY BILL NUMBER**

**2007-2008 SESSION**



## 2007-2008 CROSS REFERENCE BY BILL NUMBER

Bill Number	Author	Chapter Number	Statutes	Effective Date (If prior to January 1 <sup>st</sup> )
AB 163	Mendoza	647	09/30/2008	N
AB 221	Anderson	671	10/15/2007	N
AB 246	Torrico	315	10/08/2007	N
AB 268	Committee on Budget	756	09/30/2008	Y
AB 329	Nakanishi	386	10/10/2007	N
AB 372	Salas	151	07/21/2008	N
AB 384	Portantino	255	09/29/2007	N
AB 498	Hernandez	272	09/24/2008	N
AB 545	Walters	626	09/30/2008	Y
AB 550	Ma	297	09/25/2008	N
AB 554	Hernandez	318	10/08/2007	N
AB 753	Committee on Public Employees, Retirement and Soci	320	10/08/2007	N
AB 754	Committee on Public Employees, Retirement and Social Security	321	10/08/2007	Y
AB 756	Committee on Public Employees, Retirement and Social Security	322	10/08/2007	Y
AB 757	Committee on Public Employees, Retirement and Social Security	323	10/08/2007	N
AB 775	Niello	57	07/12/2007	N
AB 861	Tran	141	07/27/2007	N
AB 910	Karnette	617	10/15/2007	N
AB 1124	Karnette	327	10/08/2007	N
AB 1203	Salas	603	09/30/2008	N
AB 1255	Parra	86	07/17/2007	Y
AB 1288	Hayashi	331	10/08/2007	N
AB 1296	Torrico	698	10/15/2007	N
AB 1307	Krekorian	511	10/11/2007	N
AB 1316	Bass	332	10/08/2007	N
AB 1317	Mullin	333	10/08/2007	N
AB 1432	Soto	513	10/11/2007	N
AB 1480	Mendoza	432	09/27/2008	N
AB 1626	Mullin	212	08/01/2008	N
AB 1678	De La Torre	68	07/12/2007	N
AB 1781	Laird	268	09/23/2008	Y
AB 1844	Hernandez	369	09/27/2008	N

## 2007-2008 CROSS REFERENCE BY BILL NUMBER

Bill Number	Author	Chapter Number	Statutes	Effective Date (If prior to January 1 <sup>st</sup> )
AB 1874	Coto	322	09/26/2008	N
AB 1894	Krekorian	631	09/30/2008	N
AB 1936	Emmerson	191	07/22/2008	N
AB 1963	Carter	219	08/01/2008	N
AB 2023	Houston	370	09/27/2008	N
AB 2041	Fuentes	72	07/08/2008	N
AB 2156	Hernandez	74	07/08/2008	N
AB 2158	Soto	668	09/30/2008	N
AB 2191	Mullin	230	08/01/2008	N
AB 2202	Caballero	261	08/04/2008	N
AB 2287	Evans	455	09/27/2008	N
AB 2390	Karnette	494	09/28/2008	N
AB 2673	Feuer	197	07/22/2008	N
AB 2794	Blakeslee	469	09/27/2008	N
AB 2838	Duvall	470	09/27/2008	N
AB 3043	Committee on Public Employees, Retirement and Social Security	43	06/30/2008	Y
AB 3044	Committee on Public Employees, Retirement and Social Security	164	07/21/2008	N
AJR 5	Hernandez	116	09/10/2007	N
SB 14	Negrete McLeod	355	10/09/2007	N
SB 77	Ducheny	171	08/24/2007	Y
SB 86	Committee on Budget and Fiscal Review	179	08/24/2007	Y
SB 90	Committee on Budget and Fiscal Review	183	08/24/2007	N
SB 134	Cedillo	290	10/05/2007	N
SB 221	Runner	74	07/17/2007	N
SB 235	Negrete McLeod	344	10/08/2007	N
SB 431	Aanestad	256	09/29/2007	Y
SB 579	Wiggins	21	06/02/2008	Y
SB 580	Calderon	340	09/26/2008	N
SB 581	Wiggins	651	10/13/2007	N
SB 608	Wiggins	1	02/28/2008	N
SB 853	Perata	31	06/13/2008	N
SB 901	Padilla	353	10/08/2007	N
SB 1058	Alquist	296	09/25/2008	N
SB 1068	Ducheny	22	06/02/2008	Y

## 2007-2008 CROSS REFERENCE BY BILL NUMBER

<b>Bill Number</b>	<b>Author</b>	<b>Chapter Number</b>	<b>Statutes</b>	<b>Effective Date (If prior to January 1<sup>st</sup>)</b>
<b>SB 1123</b>	Wiggins	371	09/27/2008	N
<b>SB 1168</b>	Runner	390	09/27/2008	N
<b>SB 1472</b>	Ashburn	353	09/26/2008	N
<b>SB 1496</b>	Ashburn	408	09/27/2008	N
<b>SB 1553</b>	Lowenthal	722	09/30/2008	N
<b>SCR 52</b>	Yee	126	09/18/2007	N

**CROSS REFERENCE OF CHAPTERED  
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## 2007-2008 CROSS REFERENCE BY CHAPTER NUMBER

Chapter Number	Bill Number	Author	Statutes	Effective Date (If prior to January 1 <sup>st</sup> )
647	AB 163	Mendoza	09/30/2008	N
671	AB 221	Anderson	10/15/2007	N
315	AB 246	Torrice	10/08/2007	N
756	AB 268	Committee on Budget	09/30/2008	Y
386	AB 329	Nakanishi	10/10/2007	N
151	AB 372	Salas	07/21/2008	N
255	AB 384	Portantino	09/29/2007	N
272	AB 498	Hernandez	09/24/2008	N
626	AB 545	Walters	09/30/2008	Y
297	AB 550	Ma	09/25/2008	N
318	AB 554	Hernandez	10/08/2007	N
320	AB 753	Committee on Public Employees, Retirement and Social Security	10/08/2007	N
321	AB 754	Committee on Public Employees, Retirement and Social Security	10/08/2007	Y
322	AB 756	Committee on Public Employees, Retirement and Social Security	10/08/2007	Y
323	AB 757	Committee on Public Employees, Retirement and Social Security	10/08/2007	N
57	AB 775	Niello	07/12/2007	N
141	AB 861	Tran	07/27/2007	N
617	AB 910	Karnette	10/15/2007	N
327	AB 1124	Karnette	10/08/2007	N
603	AB 1203	Salas	09/30/2008	N
86	AB 1255	Parra	07/17/2007	Y
331	AB 1288	Hayashi	10/08/2007	N
698	AB 1296	Torrice	10/15/2007	N
511	AB 1307	Krekorian	10/11/2007	N
332	AB 1316	Bass	10/08/2007	N
333	AB 1317	Mullin	10/08/2007	N
513	AB 1432	Soto	10/11/2007	N
432	AB 1480	Mendoza	09/27/2008	N
212	AB 1626	Mullin	08/01/2008	N
68	AB 1678	De La Torre	07/12/2007	N
268	AB 1781	Laird	09/23/2008	Y

## 2007-2008 CROSS REFERENCE BY CHAPTER NUMBER

Chapter Number	Bill Number	Author	Statutes	Effective Date (If prior to January 1 <sup>st</sup> )
369	AB 1844	Hernandez	09/27/2008	N
322	AB 1874	Coto	09/26/2008	N
631	AB 1894	Krekorian	09/30/2008	N
191	AB 1936	Emmerson	07/22/2008	N
219	AB 1963	Carter	08/01/2008	N
370	AB 2023	Houston	09/27/2008	N
72	AB 2041	Fuentes	07/08/2008	N
74	AB 2156	Hernandez	07/08/2008	N
668	AB 2158	Soto	09/30/2008	N
230	AB 2191	Mullin	08/01/2008	N
261	AB 2202	Caballero	08/04/2008	N
455	AB 2287	Evans	09/27/2008	N
494	AB 2390	Karnette	09/28/2008	N
197	AB 2673	Feuer	07/22/2008	N
469	AB 2794	Blakeslee	09/27/2008	N
470	AB 2838	Duvall	09/27/2008	N
43	AB 3043	Committee on Public Employees, Retirement and Social Security	06/30/2008	Y
164	AB 3044	Committee on Public Employees, Retirement and Social Security	07/21/2008	N
116	AJR 5	Hernandez	09/10/2007	N
355	SB 14	Negrete McLeod	10/09/2007	N
171	SB 77	Ducheny	08/24/2007	Y
179	SB 86	Committee on Budget and Fiscal Review	08/24/2007	Y
183	SB 90	Committee on Budget and Fiscal Review	08/24/2007	N
290	SB 134	Cedillo	10/05/2007	N
74	SB 221	Runner	07/17/2007	N
344	SB 235	Negrete McLeod	10/08/2007	N
256	SB 431	Aanestad	09/29/2007	Y
21	SB 579	Wiggins	06/02/2008	Y
340	SB 580	Calderon	09/26/2008	N
651	SB 581	Wiggins	10/13/2007	N
1	SB 608	Wiggins	02/28/2008	N
31	SB 853	Perata	06/13/2008	N
353	SB 901	Padilla	10/08/2007	N
296	SB 1058	Alquist	09/25/2008	N

## 2007-2008 CROSS REFERENCE BY CHAPTER NUMBER

Chapter Number	Bill Number	Author	Statutes	Effective Date (If prior to January 1 <sup>st</sup> )
22	SB 1068	Ducheny	06/02/2008	Y
371	SB 1123	Wiggins	09/27/2008	N
390	SB 1168	Runner	09/27/2008	N
353	SB 1472	Ashburn	09/26/2008	N
408	SB 1496	Ashburn	09/27/2008	N
722	SB 1553	Lowenthal	09/30/2008	N
126	SCR 52	Yee	09/18/2007	N

# **GOVERNOR'S VETO MESSAGES**

**2007-2008 SESSION**



**BILL NUMBER: AB 2**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 2 without my signature.

The state's high risk pool was enacted in response to the failure of the health insurance market to provide coverage to individuals with pre-existing medical conditions, even if they could afford to pay higher premiums. California has subsidized this coverage for thousands of individuals since the inception of the program. Unfortunately, creating a mandate and assessing a fee based on covered lives in the individual market is not the answer.

Mandates such as this only serve to make health care more expensive for those who can least afford it. Most uninsured Californians cannot obtain coverage because they cannot afford the premiums, no matter whether they are high-risk or not. This bill would allow health insurance companies to pass the fee onto their enrollees, making it more expensive. This population is the most sensitive to price. Many must bear the entire cost of their coverage because they are self-employed or their employers do not offer coverage - a bill such as this only exacerbates their burden.

Comprehensive health care reform that guarantees issuance of coverage to all individuals, along with an individual mandate, cost-containment, prevention and shared responsibility is the only solution for our health care crisis.

I cannot support this bill because it provides a limited solution without addressing a much larger problem. Californians demand and deserve a solution to solve the broader challenge facing us all.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 8**  
**VETOED DATE: 10/12/2007**

To the Members of the California State Assembly:

I am returning Assembly Bill 8 without my signature.

While I appreciate the Legislature's efforts to reform our broken health care system and applaud the hard work that has gone into AB 8, I cannot sign this bill. AB 8 would put more pressure on an already broken system.

AB 8 does not achieve coverage for all, a critical step needed to reduce health care costs for everyone. Comprehensive reform cannot leave Californians vulnerable to loss or denial of coverage when they need it most. Finally, to be sustainable, comprehensive reform cannot place the majority of the financial burden on any one segment of our economy. Unfortunately, AB 8 falls short on all three accounts.

California needs a financially sustainable health care reform plan that shares responsibility, covers all Californians and keeps our emergency rooms open and operating. I cannot support reform efforts that fall short of these goals and threaten to weaken our already broken system.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 16**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 16 without my signature. The addition of a new mandate, no matter how small, will only serve to increase the overall cost of health care.

California currently has 44 mandates on its health care service plans and health insurance policies. While these mandates are well-intentioned, the costs associated with guaranteed coverage means that these costs are passed through to the purchaser and consumer. These mandates are a significant driver of cost. Every day, a growing number of employers and individuals are struggling to pay for their health care. We cannot afford to increase these costs without enacting other measures that improve efforts aimed at prevention, address affordability of care and share responsibility between individuals, providers, employers and government.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 30**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 30 without my signature.

The addition of a new mandate, no matter how small, will only serve to increase the overall cost of health care. California currently has 44 mandates on its health care service plans and health insurance policies. While these mandates are well-intentioned, the costs associated with guaranteed coverage for a specific condition or treatment means that these costs are passed through to the purchaser and consumer. These mandates are a significant driver of cost. Every day, a growing number of employers and individuals are struggling to pay for their health care. We cannot afford to increase these costs without enacting other measures that improve efforts aimed at prevention, address affordability of care and share responsibility between individuals, providers, employers and government.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 54**  
**VETOED DATE: 08/01/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 54 without my signature.

Without comprehensive health care reform that fully addresses affordability, cost containment and shared responsibility, I cannot support health plan mandates that place additional costs on a system that makes coverage less affordable and accessible for Californians.

Under current law, acupuncture coverage is required to be offered by health plans. Approximately 86% of insured Californians already have access to such coverage because they have chosen to purchase such coverage.

These mandates, when taken collectively or individually, increase and shift health care costs to consumers and purchasers.

I continue to call on the Legislature to work with me in the remaining days of this legislative session to enact reforms that embrace prevention strategies, contain costs, and protect consumers.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 368**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 368 without my signature.

This bill is similar to measures I vetoed in 2004 and 2006. The addition of a new mandate, no matter how small, will only serve to increase the overall cost of health care. Increasing the cost of coverage by mandating benefits, may ultimately leave more children without any coverage.

I would urge the Legislature to work with me next year on a comprehensive health care reform solution that provides no-cost or low-cost comprehensive coverage to all children below 300% of the federal poverty level, regardless of their documentation status.

For this reason, I am unable to sign this measure.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 376**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 423**  
**VETOED DATE: 10/14/2007**

To the Members of the California State Assembly:

I am returning Assembly Bill 423 without my signature.

While I share the author's interest in improving access to mental health and substance abuse services, I cannot support this bill as it would contribute to higher health care costs, potentially making coverage less affordable. California needs comprehensive health care reform that will provide coverage for all, promote shared responsibility and make health care more affordable.

I encourage the author to work with me to enact comprehensive health care reform that will provide all Californians access to health coverage, strengthen prevention efforts, increase access to mental health and substance abuse services, and promote affordability.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 524**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 524 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 779**  
**VETOED DATE: 10/13/2007**

To the Members of the California State Assembly:

I am returning Assembly Bill 779 without my signature.

Protecting the personal information of every Californian is very important to me and I am committed to strong laws that safeguard every individual's privacy and prevent identity theft. Clearly, the need to protect personal information is increasingly critical as routine commercial transactions are more and more exclusively accomplished through electronic means.

However, this bill attempts to legislate in an area where the marketplace has already assigned responsibilities and liabilities that provide for the protection of consumers. In addition, the Payment Card Industry has already established minimum data security standards when storing, processing, or transmitting credit or debit cardholder information. This industry has the contractual ability to mandate the use of these standards, and is in a superior position to ensure that these standards keep up with changes in technology and the marketplace. This measure creates the potential for California law to be in conflict with private sector data security standards.

While I support many of the provisions of this bill, it fails to provide clear definition of which business or agency "owns" or "licenses" data, and when that business or agency relinquishes legal responsibility as the owner or licensee. This issue and the data security requirements found in this bill will drive up the costs of compliance, particularly for small businesses.

I encourage the author and the industry to work together on a more balanced legislative approach that addresses the concerns outlined above.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 865**  
**VETOED DATE: 09/28/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 865 without my signature.

This bill would require specified state agencies to answer incoming telephone calls on their main public lines with a live customer service agent within ten rings.

Good customer service is an essential part of good state government. My Administration strives to ensure that our constituents receive the best customer service possible, even in tight fiscal times such as these. To that end, each Agency impacted by this bill has practices in place to address the needs of its particular constituents. The inflexible mandate proposed by this bill is not only unnecessary but places fiscal burdens on the state at the most inopportune of times.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1135**  
**VETOED DATE: 10/13/2007**

To the Members of the California State Assembly:

I am returning Assembly Bill 1135 without my signature.

This bill requires written reports submitted to the Legislature to include a signed statement by the head of the agency or department that the contents of the report are true, accurate, and complete.

As I stated when I vetoed similar legislation last year, I agree that the Legislature should base their decisions on sound information that is true, accurate and complete. To that end, I noted that state law already makes it a misdemeanor for a state or local official to submit a written report containing false information to the State Controller. Further, the Legislature already has the authority to question the accuracy of any information presented to it.

Finally, this bill would create an inconsistent system in which some of the information submitted by the Administration is subject to declarations of truth while all other information used in the legislature's deliberative process is not.

For these reasons, I am again returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1155**  
**VETOED DATE: 08/01/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 1155 without my signature.

Current law already gives broad authority to the Department of Managed Health Care (Department) to assess administrative penalties against health plans for a variety of violations, including unlawful provider payment practices of health plans.

The Department has taken a number of actions to resolve payment disputes between plans and providers. Since the creation of the Department's provider complaint unit, it has assisted providers in recovering \$5.8 million in reimbursements. The Department has also collected over \$4.2 million in fines as a result of plans' failure to pay claims in a timely manner and based on other related violations of law.

It is ironic that the Department created an independent dispute resolution process as another mechanism to ensure the appropriate payment of non-contracting providers. Thus far, physicians have not utilized this process. Instead, many continue to engage in the practice of billing the patient when the plan and provider cannot agree on reimbursement. Providers should stop putting the patient in the middle of their payment disputes, and start developing a more comprehensive solution instead of a one-sided approach that AB 1155 represents.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1333**  
**VETOED DATE: 09/25/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 1333 without my signature.

This bill would require the legal owner of foreclosed residential rental property to, under certain circumstances, pay a utility service provider for service provided to tenants; permit a water or sewer utility service provider to file a lien on property to collect delinquent charges; and require these providers to report specified information on the liens to the Assembly and Senate Judiciary Committees.

I have already taken significant steps to provide needed protections to tenants during the foreclosure of their homes. For instance, I recently signed SB 1137, which, among other things, doubled the amount of time that tenants have to find a new home before they must vacate foreclosed property. This bill takes the wrong approach of potentially increasing the costs associated with foreclosed property by allowing utility liens for water and sewer, and allows utilities to benefit during a time of financial hardship for many property owners. This bill could further have an adverse economic impact on California as it may complicate and impede the sales of foreclosed property or result in more evictions upon sale of the foreclosed property. By requiring lenders and legal owners of foreclosed property to assume the responsibility for utility payments, this bill may increase the financial costs associated with buying foreclosed property. Finally, landlords must provide habitable housing, and therefore are already obligated to ensure tenants have access to water and sewer services.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1393**  
**VETOED DATE: 10/11/2007**

To the Members of the California State Assembly:

I am returning Assembly Bill 1393 without my signature.

Ensuring access to public information is one of my Administration's top priorities. That is why last year I issued Executive Order S-03-06 (Order), requiring all state agencies to review their guidelines governing access to public information. In addition, the Order required that every agency identify and train staff to be responsible for ensuring compliance with the California Public Records Act.

As I noted in my veto of similar legislation last year, I believe the steps that were taken as a result of the Order, combined with the ongoing efforts of agencies to comply with the law, are working to ensure the needs of the public are met. This bill imposes an unnecessary one-size-fits-all mandate on state agencies. In addition, this bill would require the formation of a task force to consider even more statutory standards to govern the disclosure of public records. Such a task force and such additional statutory changes are also unnecessary. My administration's commitment to the Public Records Act is unwavering and I am confident future Administrations will share this attitude.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1429**  
**VETOED DATE: 10/14/2007**

To the Members of the California State Assembly:

I am returning Assembly Bill 1429 without my signature.

While I support increased access to preventive services, I cannot support this bill as it may contribute to rising premiums. Further, a mandate is not necessary as this vaccine is already routinely provided by health plans and insurers. Mandating its coverage is unnecessary, restrictive and may increase costs.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1887**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 1887 without my signature.

This bill is similar to a measure I vetoed last year. Without comprehensive health care reform that fully addresses prevention, affordability, cost-containment and shared responsibility, I cannot support one-sided mandates that place additional costs on our health care system. This mandate is estimated to increase health care costs for the insured population by over \$110 million annually. Mandates like these are a significant driver of cost and mean some individuals may lose their coverage and not receive health care at all.

Californians deserve better when it comes to the health care they receive. They deserve comprehensive health care reform that places a priority on prevention and wellness, provides coverage for all, promotes shared responsibility and makes health care more affordable.

I remain committed to a comprehensive solution. For these reasons, I am unable to support this bill.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1917**  
**VETOED DATE: 09/28/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 1917 without my signature.

This bill would allow, upon adoption by the Los Angeles County Board of Supervisors, an enhanced survivor benefit for children of medical professionals in county jail and mental health facilities who are killed in the line of duty.

Although this is a well-intentioned bill, this is a matter that should be resolved in collective bargaining at the local level before seeking any necessary legislative approval.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1942**  
**VETOED DATE: 09/28/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 1942 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 1997**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 1997 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 2944**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 2944 without my signature.

This bill would permit corporate directors to consider a variety of new factors other than strictly financial return when making business decisions on behalf of a corporation, including decisions relating to the acquisition or control of a corporation.

While this bill proposes a new model of corporate governance consisting of a package of many intriguing concepts, it is just that; a package of concepts that could produce unknown ramifications and the need for which have not been fully demonstrated. Corporate governance is a serious matter and changes should not be entered into without deliberate study and evaluation.

While I have concerns with the approach taken with this bill, I am interested in many of the issues raised in support of this measure. California should be at the forefront of all states in considering alternative models of corporate governance for the new millennium. This is potentially another opportunity for California to once again lead to a new era of innovation. I urge the Legislature to consider and study new styles of corporate governance that can offer alternatives to the current model, but that maintain the vital shareholder protections that have helped turn California into the economic powerhouse of the world.

For these reasons, I am unable to sign this bill.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: AB 3041**  
**VETOED DATE: 09/28/2008**

To the Members of the California State Assembly:

I am returning Assembly Bill 3041 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 259**  
**VETOED DATE: 10/10/2007**

To the Members of the California State Senate:

I am returning Senate Bill 259 without my signature.

This bill is similar to legislation I vetoed last year. As I said at that time, I believe that the sabbatical leave system encourages faculty of the California State University to strive for professional growth and academic excellence. However, I maintain my position that determining what benefits an employee receives during a sabbatical is a matter for collective bargaining, not legislation. For this reason I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 320**  
**VETOED DATE: 10/14/2007**

To the Members of the California State Senate:

I am returning Senate Bill 320 without my signature.

While I am a strong proponent of health information technology and have proposed reforms to improve the quality, safety and efficiency of health care through the use of technology, I am unable to sign this bill. State agencies have already convened experts, developed a state policy agenda to implement and sustain the use of health information technology, and are engaged in a collaborative effort to target investments to increase provider capacity to use health information technology. My comprehensive health care reform proposal would expand this work by increasing the use of standardized personal health records and electronic health records, and ensuring California's health providers have the capacity to e-prescribe by the year 2010.

For these reasons, I am returning Senate Bill 320 without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 364**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 364 without my signature.

California's landmark law on data breach notification has had many beneficial results. Informing individuals whose personal information was compromised in a breach of what their risks are and what they can do to protect themselves is an important consumer protection benefit. The law has also provided a window on information privacy and security practices that has led organizations to make many improvements.

Unfortunately, this bill could lead consumers to believe that all data breaches result in identity theft. Further, this would place an additional unnecessary cost on businesses without a corresponding consumer benefit.

For these reasons I am unable to sign this bill.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 840**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 840 without my signature.

According to the Legislative Analyst's Office, the bill is estimated to cost \$210 billion in its first full year of implementation and cause annual shortfalls of \$42 billion. To place this in proper perspective - our state budget deficit this year started at \$24.3 billion.

I cannot support a bill that places an annual shortfall of over \$40 billion to our state's economy.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 981**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 981 without my signature.

This bill does not solve the problem facing California patients and only serves to highlight one of the many reasons I introduced my comprehensive health care reform proposal. Californians are paying a hidden tax on their health care which subsidizes care for the uninsured and allows providers to shift costs when they are not fully reimbursed by their payers. The insured population bears the brunt of this hidden tax and the larger it gets, fewer people are able to afford coverage.

This bill, in essence, asks for California to embrace this cost-shift, reward non-contracting physicians by assuring their continued financial slice of the pie, and allow the status quo to continue. I cannot agree to a measure that is a piecemeal approach to our broken health care system.

Our health care system relies on physicians, hospitals and health plans to work together. The patient that pays health insurance premiums should not be part of a payment dispute between these sophisticated market players. It is unfortunate that this bill takes sides in the dispute within the health care industry instead of taking the side of patients.

Until the Legislature can send me legislation that removes that patient from all disputes involving these parties, I direct my Department of Managed Health Care to aggressively continue in its efforts to identify unfair payment practices and keep patients from being caught in the middle.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1198**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1198 without my signature. The addition of a new mandate, no matter how well-intentioned, will only serve to increase the overall cost of health care. This mandate is estimated to increase premiums for private employers by almost \$120 million dollars annually. Enrollee contributions would increase by over \$32 million annually. The hardest hit population would be the small group market - the small businesses that are most sensitive to price changes and struggling to keep their employees covered at all.

We cannot afford to increase these costs without enacting other measures that improve efforts aimed at prevention, address affordability of care and share responsibility between individuals, providers, employers and government.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1376**  
**VETOED DATE: 09/26/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1376 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1440**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1440 without my signature.

This bill represents exactly what I did not want to see this year – a one-sided, piecemeal approach to health care reform. Californians deserve a financially sustainable and comprehensive health care reform plan that promotes prevention; shares responsibility between individuals, employers, providers and government; covers all Californians; contains cost; and keeps our emergency rooms open and operating.

My comprehensive health care reform contained a similar provision to what is proposed in this bill. However, my plan also contained a great deal more. I cannot support individual reform efforts that do not include the other essential components.

Taken in its isolated and singular fashion, this bill may weaken our already-broken system.

For these reasons, I am unable to sign this bill.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1563**  
**VETOED DATE: 09/27/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1563 without my signature.

The provisions of this bill are currently being accomplished administratively through the Department of Managed Health Care. Therefore, this bill is unnecessary and duplicative of existing work.

For this reason, I am unable to support this bill.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1586**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1586 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1601**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1601 without my signature.

The historic delay in passing the 2008-2009 State Budget has forced me to prioritize the bills sent to my desk at the end of the year's legislative session. Given the delay, I am only signing bills that are the highest priority for California. This bill does not meet that standard and I cannot sign it at this time.

Sincerely,

Arnold Schwarzenegger

**BILL NUMBER: SB 1634**  
**VETOED DATE: 09/30/2008**

To the Members of the California State Senate:

I am returning Senate Bill 1634 without my signature. This bill, while well-intentioned, will only serve to increase the overall cost of health care. The costs associated with new mandates means that those costs are passed through to the purchaser and consumer. They are a significant driver of cost. Every day, a growing number of employers and individuals are struggling to pay for their health care. We cannot afford to increase these costs without enacting other measures that improve efforts aimed at prevention, address affordability of care and share responsibility between individuals, providers, employers and government.

For these reasons, I am returning this bill without my signature.

Sincerely,

Arnold Schwarzenegger