**FLOOR ALERT**

August 23, 2016

TO: Members, California State Assembly

SUBJECT: SB 32 (PAVLEY) CALIFORNIA GLOBAL SOLUTIONS ACT OF 2006
THIRD READING – AUGUST 23, 2016 – FILE ITEM 203
OPPOSE / JOB KILLER – AS AMENDED AUGUST 19, 2016

The California Chamber of Commerce and above-listed organizations must respectfully **OPPOSE SB 32 (Pavley)**, which has been labeled as a **JOB KILLER**. As amended August 19, 2016, SB 32 will increase the cost...
to California businesses, make them less competitive and discourage economic growth by mandating a reduction in greenhouse gas emissions (GHG) of at least 40% below 1990 levels by 2030 with no consideration of the economic side effects or ongoing oversight for the Legislature.

UNLIMITED AUTHORITY TO CARB

SB 32 provides the California Air Resources Board (CARB) with unfettered authority in pursuit of a GHG reduction goal. This bill does not require an analysis of whether current regulations have exacerbated or prevented emissions or economic leakage outside our borders. Nor does it consider how California’s regulations have influenced other state or national governments to emulate our approach. AB 32 has been in place now for nearly ten years with little to no oversight or analysis.

ANALYSIS IS KEY

While we appreciate the need to address climate change, it is imperative that a cost benefit analysis be used to guide climate policies. The Legislature deserves a robust, meaningful analysis and to be informed before giving CARB carte blanche authority to move forward. Before any additional greenhouse gas emission reduction targets are set, there must be a credible and independent marginal cost analysis on the strategies adopted thus far in order to educate and guide greenhouse gas emission reductions post 2020. This will allow the Legislature to make educated decisions, provide appropriate guidance to regulatory agencies, and effectively oversee agency implementation to ensure that the costs and benefits of policy choices are realized.

SB 32 WILL SIGNIFICANTLY DRIVE UP HOUSING COSTS

SB 32 creates significant uncertainty for residential construction and all types of development which will result from prematurely enacting increasingly speculative GHG reduction targets without first acknowledging the technological feasibility, the cost implications for housing, and the significant CEQA litigation risks that would be presented for development projects and plans adopted today.

Before extending greenhouse gas reduction mandates beyond 2020, the Legislature should independently evaluate the cost and benefit of the state’s current climate change programs to better understand what has and has not worked. Therefore, we must OPPOSE SB 32 (Pavley) as a JOB KILLER.

California Chamber of Commerce
African American Farmers of California
Agricultural Council of California
American Forest and Paper Association
America Petroleum and Convenience Store Association (APCA)
American Wood Council
Associated Builders and Contractors of California
Brea Chamber of Commerce
Building Owners and Managers Association
California Agricultural Aircraft Association
California Association of Nurseries and Garden Centers
California Building Industry Association
California Business Properties Association
California Cattlemen’s Association
California Cotton Ginners Association
California Cotton Growers Association
California Dairies, Inc.
California Farm Bureau Federation
California Fresh Fruit Association
California Independent Oil Marketers Association
California Independent Petroleum Association
California League of Food Processors
California Manufacturers & Technology Association
California Small Business Association
California Taxpayers Association
California Trucking Association
Camarillo Chamber of Commerce  
Chambers of Commerce Alliance of Ventura and Santa Barbara Counties  
Family Business Association  
Greater Fresno Area Chamber of Commerce  
Greater Bakersfield Chamber of Commerce  
Greater Riverside Chambers of Commerce  
Inland Empire Economic Partnership  
International Council of Shopping Centers  
Irvine Chamber of Commerce  
Long Beach Area Chamber of Commerce  
Los Angeles County Business Federation  
NAIOP - Commercial Real Estate Development Association  
National Federation of Independent Business  
National Hmong American Farmers  
Nisei Farmers League  
North Orange County Chamber  
Orange County Business Council  
Oxnard Chamber of Commerce  
Rancho Cordova Chamber of Commerce  
Redondo Beach Chamber of Commerce and Visitor Bureau  
San Jose Silicon Valley Chamber of Commerce  
Santa Maria Valley Chamber of Commerce and Visitor Bureau  
Simi Valley Chamber of Commerce  
South Bay Association of Chambers of Commerce  
Southwest California Legislative Council  
Torrance Area Chamber of Commerce  
Valley Industry and Commerce Association  
Western Agricultural Processors Association  
Western Growers Association  
Western Plant Health Association  
Western States Petroleum Association  

cc: The Honorable Fran Pavley  
Martha Guzman-Aceves, Office of the Governor  
Katie Koerber, Assembly Republican Caucus  
District Offices, Members, California State Assembly  

AM:ms