

AMENDED IN SENATE AUGUST 20, 2008

AMENDED IN ASSEMBLY MAY 23, 2008

AMENDED IN ASSEMBLY APRIL 21, 2008

CALIFORNIA LEGISLATURE—2007—08 REGULAR SESSION

**ASSEMBLY BILL**

**No. 2680**

---

---

**Introduced by Assembly Member Adams  
(Coauthors: Assembly Members Carter, Cook, Emmerson, and  
Huff)**

February 22, 2008

---

---

An act to add Section 13943.3 to the Government Code, relating to counties.

LEGISLATIVE COUNSEL'S DIGEST

AB 2680, as amended, Adams. Counties: water bond loans.

Existing law provides that the California Victim Compensation and Government Claims Board may delegate to the Controller, under terms and conditions that are acceptable to the board, the authority to discharge from accountability a state agency for accounts that do not exceed specified amounts. The California Safe Drinking Water Bond Law of 1976 provides for the proceeds from the sale of bonds issued by the Department of Water Resources to be made available for specified purposes, including making loans to water suppliers to construct projects that will enable suppliers to meet safe drinking water standards.

This bill would provide that, notwithstanding any other provision of law, the board may authorize the Controller to discharge the Department of Water Resources from accountability for collection of ~~any accrued penalties or interest owed by the loan issued to the Arrowhead Manor Water Company on a loan issued to that company~~ in 1980 under the

California Safe Drinking Water Bond Law of 1976, but only if San Bernardino County or its county service area acquires the water system financed by that loan. ~~Upon acquiring the water system, the county or county service area would be required to pay the loan principal amount of \$910,520 over the remaining life of the loan and pays \$910,520 in complete satisfaction of that loan, on or before January 30, 2009.~~

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

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

1 SECTION 1. Section 13943.3 is added to the Government  
2 Code, to read:  
3 13943.3. ~~(a) Notwithstanding any other provision of this~~  
4 ~~chapter, the board may authorize the Controller to discharge the~~  
5 ~~Department of Water Resources from accountability for collection~~  
6 ~~of any accrued penalties or interest owed by the Arrowhead Manor~~  
7 ~~Water Company on a loan issued to that company in 1980 under~~  
8 ~~of the loan issued to the Arrowhead Manor Water Company in~~  
9 ~~1980 under the California Safe Drinking Water Bond Law of 1976,~~  
10 ~~but only if San Bernardino County or its county service area~~  
11 ~~acquires the water system financed by the loan issued to the~~  
12 ~~Arrowhead Manor Water Company and pays the amount of nine~~  
13 ~~hundred ten thousand five hundred twenty dollars (\$910,520) in~~  
14 ~~complete satisfaction of that loan, on or before January 30, 2009.~~  
15 ~~(b) Upon acquiring the water system, the San Bernardino County~~  
16 ~~or its county service area shall be responsible to pay the loan~~  
17 ~~principal amount of nine hundred ten thousand five hundred twenty~~  
18 ~~dollars (\$910,520) over the remaining life of the loan.~~