SENATE COMMITTEE ON ELECTIONS AND CONSTITUTIONAL AMENDMENTS

Senator Steven Glazer, Chair

2023 -	2024	Regular
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Bill No: Author:	ACA 13 Ward		Hearing Date:	9/11/23
Version: Urgency:	9/1/23	As to be Amended	Fiscal:	Yes
Consultant:	Scott Matsumoto			

Subject: Voting thresholds.

DIGEST

This measure, subject to voter approval, requires an initiative constitutional amendment to comply with any increased voter approval threshold that it seeks to impose on future ballot measures. This measure also enshrines in the state constitution the ability of local governments to submit advisory questions to voters.

ANALYSIS

Existing law:

- 1) Permits voters to propose statutes or amendments to the California Constitution by initiative.
- 2) Provides that a state initiative statute that is approved by a majority of votes cast thereon takes effect on the fifth day after the Secretary of State (SOS) files the statement of the vote for the election at which the measure is voted on.
- 3) Provides that a proposed constitutional amendment that is approved by a majority of votes cast thereon takes effect on the fifth day after the SOS files the statement of the vote for the election at which the measure is voted on.
- 4) Permits each city, county, school district, community college district, county board of education, and special district to hold an advisory election for the purpose of allowing voters to voice their opinions on substantive issues, as specified.
- 5) Provides that every constitutional amendment, bond measure, or other legislative measure submitted to the people by the Legislature shall appear on the ballot of the first statewide election occurring at least 131 days after the adoption of the proposal by the Legislature.
- 6) Provides that a proposed amendment or revision to the California Constitution, if approved by a majority of votes cast thereon, takes effect on the fifth day after the SOS files the statement of the vote for the election at which the measure is voted on, but the measure may provide that it becomes operative after its effective date. Provides that if provisions of two or more measures approved at the same election

conflict, the provisions of the measure receiving the highest number of affirmative votes shall prevail.

This measure:

- Provides that an initiative measure that includes one or more provisions that amend the California Constitution, and that increases the voter approval requirement to adopt any state or local measure, must receive a proportion of votes in favor of the initiative that is equal to or greater than the highest voter approval requirement imposed by the initiative for the adoption of a state or local measure.
- 2) Permits a local governing body, at any election, to hold an advisory vote concerning any issue of governance for the purpose of allowing voters within the jurisdiction to voice their opinions on the issue. Provides that an advisory question is approved only if a majority of the votes cast on the question are in favor. Provides that the results of the advisory vote are not controlling on the local governing body.
- 3) Provides that the provisions of this amendment apply to all statewide initiative measures submitted to the electors on or after January 1, 2024, including measures that appear on the ballot at the same election at which the measure adding this section is approved by the electors.
- 4) Contains intent language stating that the provisions of this measure are not intended to reverse or invalidate provisions of the California Constitution in effect before January 1, 2024, including the provisions of Proposition 13 of 1978.
- 5) Provides that this measure shall be known, and may be cited, as the Protect and Retain the Majority Vote Act.
- 6) Contains a severability clause.
- 7) Makes a conforming change.

BACKGROUND

<u>Amendments to ACA 13.</u> This analysis reflects amendments being presented in this committee. The amendments provide that the provisions of ACA 13 apply to all statewide initiative measures submitted to the electors on or after January 1, 2024, including measures that appear on the ballot at the same election at which the measure adding this section is approved by the electors. Additionally, the amendments contain intent language stating that the provisions of this measure are not intended to reverse or invalidate provisions of the California Constitution in effect before January 1, 2024, including the provisions of Proposition 13 of 1978.

<u>Pathways to the Ballot – Constitutional Amendments.</u> There are two ways to qualify a statewide measure to amend the California Constitution. One way is for the Legislature to adopt an Assembly or a Senate Constitutional Amendment with a two-thirds vote of both legislative houses. This is sometimes referred to as a legislative constitutional amendment.

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The other way is to collect signatures, submit those signatures, and have those signatures verified through the initiative process. This is sometimes referred to as an initiative constitutional amendment. The number of signatures must be equal to at least eight percent of the total votes cast for the office of Governor at the last gubernatorial election. Currently, to qualify an initiative constitutional amendment, 874,641 signatures are required.

It should be noted, while it is similar to the process for initiatives, the thresholds to enact statutes are different. For example, the number of signatures required to qualify an initiative that does not amend the California Constitution must be equal to at least five percent of the total votes cast for the office of Governor at the last gubernatorial election. This equates to 546,651 signatures.

This measure affects initiative constitutional amendments that increase the voter approval requirement to adopt any state or local measure.

<u>Supermajority Vote Requirements.</u> Under existing law, any state ballot measure can be approved by a simple majority vote of the electorate, regardless of the changes to state law made by the measure. By contrast, some local ballot measures are subject to higher vote requirements. For example, a local measure that is placed on the ballot by a local governing body that proposes a special tax (a tax for which the proceeds will be used for a specific purpose) requires a two-thirds vote of the electorate.

If this measure qualifies for the ballot and is approved by voters, it would mark the first time that any state ballot measure would require more than a simple majority vote to be approved. Specifically, state ballot measures that (1) are initiative measures (the term "initiative" refers exclusively to a proposed law that qualifies for the ballot through the collection of voters' signatures on an initiative petition), (2) propose to amend the state constitution, and (3) propose to increase the vote required for voters to approve a state or local ballot measure would be subject to a voter approval threshold that is greater than a simple majority vote.

Prior Effort to Impose Supermajority Vote Requirement on State Ballot Measures. Notwithstanding the fact that all state ballot measures require a simple majority to pass, at least one prior initiative measure sought to impose a supermajority vote requirement on certain state ballot measures.

Specifically, Proposition 136, which appeared on the ballot at the November 1990 statewide general election, would have required any state special taxes that were proposed by a state initiative measure to be approved by two-thirds of the voters, among other provisions. Proposition 136 failed narrowly, receiving 47.9% of the vote.

<u>Voter Approval Thresholds Only.</u> The provisions of this measure related to the vote requirement for initiative constitutional amendments apply only to initiatives that seek to make it more difficult for voters to take a specified action by approving a ballot measure. It does not affect the vote requirement for initiative constitutional amendments that seek only to make it harder for a governmental body to approve a specified action by increasing the vote by which that body must approve an action.

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For example, an initiative constitutional amendment that required a two-thirds vote of the local electorate to approve any ballot measure that sought to rezone parcels would need to be approved by two-thirds of the voters if this measure takes effect. By contrast, an initiative constitutional amendment that required a two-thirds vote of a local governing body to rezone parcels would be subject to a simple majority vote (provided that the initiative did not also include other provisions that affected the vote requirement for actions taken by voters).

<u>Pending Initiative.</u> On February 1, 2023, the SOS certified that initiative #1935—a measure that would amend the California Constitution to change the rules for how the state and local governments can impose taxes, fees, and other charges—is eligible to appear on the ballot at the November 5, 2024, statewide general election. The proponent of that initiative can withdraw it at any time through June 27, 2024. If the proponent does not withdraw the initiative by that deadline, the SOS will certify that the measure is qualified and it will appear on the November 5, 2024, statewide general election ballot.

Among other provisions, initiative #1935 requires that any local special tax be approved by a two-thirds vote of the electorate to take effect. Recent case law suggests that local special taxes that are proposed by a local initiative measure can be approved by a majority vote of the electorate. By contrast, local special taxes that are placed on the ballot by a local governmental body must be approved by a two-thirds vote of the electorate. Additionally, initiative #1935 prohibits an advisory measure from appearing on the same ballot as a local measure that proposes a general tax if the advisory measure would indicate that the revenue from the general tax will, could, or should be used for a specific purpose.

If this measure applied to the voter's consideration of initiative #1935, it appears that initiative #1935 would need to be approved by two-thirds of the voters in order to take effect. However, while this measure likely would affect the vote requirement for initiative #1935, its effects are not limited to that initiative. The provisions of ACA 13 would apply to any initiative constitutional amendment that appears on the ballot in the future and that proposes to increase the vote requirement for a state or local ballot measure.

<u>Oregon Measure 63.</u> The vote requirement provisions of this measure are similar to the provisions of a constitutional amendment approved by Oregon voters in 1998. Specifically, Measure 63 amended the Oregon Constitution to provide "any measure that includes any proposed requirement for more than a majority of votes cast by the electorate to approve any change in law or government action shall become effective only if approved by at least the same percentage of voters specified in the proposed voting requirement." Measure 63 was approved with 55% of the vote.

<u>Advisory Measures.</u> As detailed above, the California Elections Code already permits cities, counties, school districts, community college districts, county boards of education, and special districts to submit advisory questions to their voters. This measure proposes to add a similar provision to the state constitution.

As detailed above, a pending initiative measure that is eligible to appear on the November 5, 2024, statewide general election ballot would limit the ability of a local government to place an advisory measure on the ballot if the measure is related to the

potential use of revenues derived from a general tax that is appearing on the same ballot. If approved by voters, that constitutional limitation on local advisory measures would prevail over the general provisions of the Elections Code that permit local advisory measures.

If both this measure and the pending initiative measure were to be approved by voters, the California Constitution would include potentially conflicting provisions governing local advisory measures. In such a situation, it is unclear which provision would prevail if a local jurisdiction sought to place an advisory measure on the ballot related to the use of revenues from a general tax appearing on the same ballot.

COMMENTS

 <u>According to the author.</u> The Protect and Retain the Majority Vote Act, ACA 13, would give Californians the right to vote on retaining the majority vote requirement for passage of state and local initiatives. ACA 13 will require proposed initiatives that seek to increase vote thresholds on future ballot measures to pass with that same proportional higher vote threshold. For example, a measure that would impose a two-thirds vote threshold on future measures should also pass with a twothirds vote.

Cities and counties also often place non-binding advisory measures on the ballot to allow voters to weigh in on various issues. This is a critical tool that allows voters to advise local government, and ACA 13 would protect the right of cities to place advisory questions on the ballot to ask voters their opinion on issues.

With a pattern of abuse of our initiative process to use a lower threshold to set higher thresholds for future voters – and worse, using this tactic to extract legislative action for special interests – the time is right for the Legislature to reflect a protection afforded in the Oregon Constitution since 1998 and adopt ACA 13 to send to the voters for their consideration.

2) Does ACA 13 Affect Current Voter Thresholds in Proposition 13? As previously mentioned, the provisions of ACA 13 would apply to any initiative constitutional amendment that appears on the ballot in the future and proposes to increase the vote requirement for a state or local ballot measure. ACA 13 does not affect vote thresholds currently in effect.

This analysis reflects amendments accepted by the author to insert language stating that the provisions of ACA 13 apply to all statewide initiative measures submitted to the electors on or after January 1, 2024, including measures that appear on the ballot at the same election at which the measure adding this section is approved by the electors. The amendments also contain intent language stating that the provisions of this measure are not intended to reverse or invalidate provisions of the California Constitution in effect before January 1, 2024, including the provisions of Proposition 13 of 1978.

3) <u>Argument in Support.</u> In a letter co-sponsoring ACA 13, SEIU California stated, in part, the following:

One of the most sacred principles of democracy, the majority vote, is under attack. Anti-Democratic efforts are seeking to establish and enshrine the right of a privileged and powerful minority to veto the will of the people. These antidemocratic measures to increase voter thresholds are intended to take away our freedoms such as abortion access and to prevent progress.

As a result, we must take additional steps to fortify the foundations of our democracy and place ACA 13 on the March 2024 ballot.

ACA 13 is simple. It would retain and protect the majority vote, require any initiative that increases voter approval requirements to also be approved at the higher level, and would ensure local governments can always ask voters for their opinion on issues. ACA 13 protects the democratic principle of "one person, one vote."

4) <u>Argument in Opposition.</u> In a coalition letter opposing ACA 13, the California Business Roundtable stated, in part, the following:

ACA 13 will fundamentally change the initiative process by increasing the voter threshold to pass future limits on taxes and fees only for measures put on the ballot by signature gathering, not those put on by the Legislature. ACA 13 will change the power balance between the Legislature and voters and is yet another attempt to diminish the voice of voters as the right and necessary check-and-balance in our system of government.

[...]

The initiative process is a vital tool for Californians to voice their concerns, propose changes, and stand up for their values. It allows citizens to bypass the usual legislative channels and bring about changes that matter deeply to them. However, ACA 13 risks diminishing these voices, shifting power away from the people and towards the Legislature in a drastic and unprecedented way. Under ACA 13, the power to increase voter thresholds for new and higher taxes would vest solely with the Legislature, taking away a fundamental and often-used tool for voters looking to better control their cost of living and higher taxes. However, the power to reduce voter thresholds would remain with both citizens and the Legislature, creating significant power imbalance and an unlevel playing field.

[...]

The ballot measure process has posed a significant check-and-balance for both the Legislature and the courts. In fact, in many cases, it is the only recourse taxpayers have when the courts overstep their authority and rule against voters' will.

RELATED/PRIOR LEGISLATION

ACA 9 (Gatto) of 2010 would have required that an initiative that would increase the current vote requirement for an action by either the electors or by the Legislature, or would impose an extraordinary vote requirement for the amendment of an initiative

statute by the Legislature without approval by the electors, itself receive the same affirmative vote percentage in order to be approved by the electors. ACA 9 was referred but not heard by the Assembly Committee on Elections and Redistricting.

PRIOR ACTION

Assembly Floor:	57 - 19
Assembly Appropriations Committee:	9 - 4
Assembly Elections Committee:	5 - 2

POSITIONS

Sponsor: California School Employees Association, AFL-CIO SEIU California

Support: NOTE – Support reflects a prior version of the bill.

AAPIs for Civic Empowerment – Education Fund ACLU California Action American Federation of State, County and Municipal Employees, AFL-CIO Alameda County Early Care and Education Planning Council Alameda County Mosquito Abatement District Alliance for a Better Community Alliance for Community Transit Alliance of Californians for Community Empowerment Action Alliance San Diego American Council of Engineering Companies Antelope Valle Mosquito and Vector Control District Apple Vallev Fire Protection District Arcade Creek Recreation and Park District Arden Park Recreation and Park District Artesia Cemetery District Asian Pacific Environmental Network Association of California Water Agencies Atascadero Cemetery District **Bear Valley Water District Berkeley Fire Department Bighorn-Desert View Water Agency Bonita Sunnyside Fire Protection District Brilliant Corners Burney Fire Protection District** California Association of Recreation & Park Districts California Black Power Network California Calls California Common Cause California Community Foundation California Conference of Carpenters California Conference of Machinists

California Conference of the Amalgamated Transit Union California Environmental Justice Alliance California Environmental Voters California Faculty Association California Federation of Teachers California Green New Deal Coalition California Healthy Nail Salon Collaborative California Labor Federation California Municipal Utilities Association California Professional Firefighters California School Employees Association California Special Districts Association California State Association of Counties California Teachers Association **California Teamsters** CalNonprofits Catalyst California Center on Policy Initiatives Central Coast United for a Sustainable Economy Central Contra Costa County Sanitary District City of Alameda City of Anaheim City of Arcata City of Azusa City of Belmont City of Berkeley Fire Department City of Brentwood City of Buena Park City of Burbank City of Chula Vista Citv of Cloverdale City of Concord City of Corona City of Cotati City of Cypress City of Elk Grove City of Fairfield City of Fortuna City of Glendale City of Half Moon Bay City of Inglewood City of Irvine City of Kerman City of King City of Lakewood City of Long Beach City of Los Alamitos City of Los Angeles City of Manhattan Beach City of Mission Viejo

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City of Mountain View City of Napa City of Newark City of Norco City of Norwalk City of Novato City of Oakland City of Oceanside City of Ontario City of Pacifica City of Palo Alto City of Placentia City of Pleasanton City of Rancho Cucamonga City of Riverside City of Roseville City of Sacramento City of San Diego City of San Fernando City of San Francisco City of San José City of San Luis Obispo City of San Pablo City of Santa Rosa City of Shasta Lake City of Soledad City of Stanton City of Tehachapi City of Tustin City of Ukiah City of Upland City of Visalia City of Walnut Creek City of West Hollywood **Coalition for Humane Immigrant Rights Coastside County Water District** Communities for a Better Environment Communities for a New California **Community Coalition Congregations Organized for Prophetic Engagement** Contra Costa County Costa Mesa Sanitary District **Cosumnes Community Services District** Courage California **Desert Recreation District Dolores Huerta Foundation** Eden Health District El Toro Water District End Poverty in California **Evolve California**

Fort Bragg Fire Protection Authority Fresno Mosquito and Vector Control District Gold Mountain Community Service District **Goleta West Sanitary District** GPSN GRACE – End Child Poverty in California **Groveland Community Services District** Hanford Fire Department Health Access California Housing California Human Impact Partners Humboldt Bay Municipal Water District **IBEW Local 569 IFPTE Local 20** Innercity Struggle Koreatown Immigrant Workers Alliance League of California Cities League of Women Voters of California Lift up Contra Costa Livermore Area Recreation and Park District Los Angeles Alliance for a New Economy Los Angeles Forward Lutheran Office of Public Policy – California Mammoth Community Water District Mayor Ashleigh Aitken (Anaheim) Mayor Farrah Khan (Irvine) Mayor Karen Bass (Los Angeles) Mayor London Breed (San Francisco) Mayor Matt Mahan (San José) Mayor Patricia Lock Dawson (Riverside) Mayor Rex Richardson (Long Beach) Mendocino Fire Protection District Midpeninsula Regional Open Space District Million Voters Project Monte Vista Water District Monterey Peninsula Regional Park District Mutual Housing California National Association of Social Workers - California Chapter North Central Fire Protection District North County Fire Protection District Oakland Rising Olympic Valley Public Service District **Otay Water District** Parent Voices Oakland Physicians for Social Responsibility – LA PowerSwitch Action Public Advocates Rancho Adobe Fire Protection District Rim of the World Recreation and Park District Safe Return Project

San Diego for Every Child San Francisco Rising San Joaquin County Mosquito and Vector Control District San Ramon Valley Fire Protection District Santa Clara Valley Water District Santa Clara Valley Open Space Authority Sonoma Water Southern California Association of Non-Profit Housing Southern Marin Fire Protection District Summerland Sanitary District **Stege Sanitary District** Strategic Concepts in Organizing and Policy Education Tahoe City Public Utility District Three Valleys Municipal Water District Town of Apple Valley Town of Corte Madera Town of Discovery Bay, CSD TreePeople **Truckee Sanitary District UNITE-HERE** United Domestic Workers/AFSCME Local 3930 Utility Workers Union of America Valley Sanitary District Vista Irrigation District Voices in Solidarity Against Oil in Neighborhoods Working Partnerships USA YMCA of San Diego County

Oppose: NOTE – Opposition reflects a prior version of the bill.

Anaheim Chamber of Commerce Brea Chamber of Commerce Apartment Association of Greater Los Angeles Apartment Association of Orange County **Brea Chamber of Commerce** Building Owners and Managers Association of California California Association of Realtors California Building Industry Association California Business and Industrial Association California Business Properties Association California Business Roundtable California Chamber of Commerce California Farm Bureau California Farm Workers and Families California Forestry Association California Fuels and Convenience Alliance California Hispanic Chambers of Commerce California Hotel and Lodging Association California Manufacturers and Technology Association California Rental Housing Association

California Retailers Association California Taxpayer Protection Committee California Taxpayers Association Carlsbad Chamber of Commerce Central Coast Taxpayers Association **Central Valley Business Federation** Central Valley Taxpayers Association Chino Valley Chamber of Commerce **Citrus Heights Chamber of Commerce Contra Costa Taxpayers Association** Dana Point Chamber of Commerce Danville Area Chamber of Commerce Fontana Chamber of Commerce Fremont Chamber of Commerce Garden Grove Chamber of Commerce Gateway Chambers Alliance Greater High Desert Chamber of Commerce Greater Irvine Chamber of Commerce Greater San Fernando Valley Chamber of Commerce Half Moon Bay Coastside Chamber of Commerce Howard Jarvis Taxpayers Association Imperial Valley Regional Chamber of Commerce Inland Empire Latino Coalition - San Bernardino-Riverside Counties Jesse Miranda Center for Hispanic Leadership La Cañada Flintridge Chamber of Commerce Laguna Niguel Chamber of Commerce Lake Elsinore Valley Chamber of Commerce Livermore Valley Chamber of Commerce Lodi Chamber of Commerce Long Beach Area Chamber of Commerce Los Angeles Area Chamber of Commerce Los Angeles Business Federation Los Angeles County Taxpayers Association Mission Viejo Chamber of Commerce NAIOP of California National Diversity Coalition National Federation of Independent Business - California Norwalk Chamber of Commerce Oceanside Chamber of Commerce Orange Chamber of Commerce **Orange County Business Council Orange County Taxpayers Association** Palm Desert Area Chamber of Commerce Palos Verdes Peninsula Chamber of Commerce Paso Robles and Templeton Chamber of Commerce Placer County Taxpayers Association Redondo Beach Chamber of Commerce Sacramento Taxpayer Association San Diego Tax Fighters Santa Ana Chamber of Commerce

Santa Maria Valley Chamber of Commerce Silicon Valley Taxpayers Association Simi Valley Chamber of Commerce Solano County Taxpayers Association South Bay Association of Chambers of Commerce Southern California Leadership Council Sutter-Yuba Taxpayers Association The Chamber of Commerce for Greater Brawley **Torrance Area Chamber of Commerce Tulare Chamber of Commerce** United Chambers of the San Fernando Valley **United Latinos Action** Vacaville Chamber of Commerce Valley Industry and Commerce Alliance Ventura County Taxpayers Association Walnut Creek Chamber of Commerce Whittier Together Women Veterans Alliance Yorba Linda Chamber of Commerce Yuba-Sutter Chamber of Commerce 15,000+ Individuals

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