Meeting Date: August 28, 2025

Report Type: DISCUSSION CALENDAR

**Report ID**: 2025-08-10



Title: 2025 Legislative Priorities and Budget Update by Arc Strategies

**Recommendation:** Receive and file a presentation on the California Governor's 2025-2026 Budget and the District's legislative efforts for 2025.

**Rationale for Recommendation:** The State of California preserves core climate and air quality investments while reallocating funds toward wildfire resilience, cap-and-trade, and CEQA-streamlined projects. A legislative update on the 2025-26 budget will keep the Board informed of the impacts on District funding, challenges, and opportunities.

Contact: Megan Shepard, Director of Administrative Services Division, 279-207-1143

Presentation: Yes

## Approvals/Acknowledgements

Executive Director or Designee: Alberto Ayala, Report Approved 8/21/2025

District Counsel or Designee: Kathrine Pittard, Approved as to Form 8/20/2025

**Discussion / Justification:** Since 2018, the District has partnered with Arc Strategies, a full-service state advocacy firm, for legislative, regulatory, and budget-related advocacy and outreach. Their presentation to the Board will cover the following topics:

- 2025-26 State Budget Overview
- Air Quality & Wildfire Funding
- AB 617 Trailer Bill Language
- Clean Cars 4 All
- SB88 (Caballero) Biomass Utilization for Carbon Reduction Act