REPORT OF THE CHIEF LEGISLATIVE ANALYST

DATE:	June 12, 2015	
TO:	Honorable Members of the Rules, Elections and the Intergovernmental Relations Committee	
FROM:	Sharon M. Tso Marcon Chief Legislative Analyst	Council File No. 15-0002-S62 Assignment No. 15-06-0477
SUBJECT:	Resolution (Koretz-Bonin-O'Farrell) to OPPOSE AB 57 (Quirk), relative to the Regulation of Wireless Telecommunications Facilities.	

<u>CLA RECOMMENDATION</u>: Adopt Resolution (Koretz-Bonin-O'Farrell) to include in the City's 2015-16 State Legislative Program OPPOSITION to AB 57 (Quirk), which would unnecessarily and detrimentally impact the City's authority to regulate the placement of wireless telecommunications facilities.

SUMMARY

On June 9, 2015, a Resolution (Koretz-Bonin-O'Farrell) was introduced to oppose AB 57 (Quirk), which would provide that a collocation or siting application for a new wireless telecommunications facility is 'deemed approved' if a city, including a charter city, or county fails to approve or disapprove the application within 90 days for collocation applications, and 150 days for *new* wireless telecommunications facilities, inasmuch as the Federal Telecommunication Commission (FCC) specifically declined to adopt the 'deemed approved' provision, and for the following additional reasons:

- AB 57 does not distinguish between a wireless telecommunications facility in the public right of way or on private property.
- AB 57 indicates in the text of the legislation that wireless telecommunications facilities is 'not a municipal affair' and rather a 'matter of statewide concern', and thereby undermines local land use control, and ultimately the principle of 'home rule.' inasmuch as AB 57 would apply to charter cities.
- AB 57 is opposed by the League of California Cities, the California State Association of Counties, and the California Chapter of the American Planning Association.

BACKGROUND

Land Use concerns:

Enactment into law of AB 57 (Quirk) would undermine the City's land use controls, inasmuch as the City processes thousand of land use entitlement requests, and the 90 day limitation is not appropriate/realistic given the caseload and processing times necessary to meet other statutory requirements (i.e. public hearings, environmental clearance, public notification).

The proposed legislation would also undermine the City's land use controls inasmuch it applies to charter cities, and the City would have no jurisdiction if it cannot meet the 90 and 150 days deadline, and in essence all the collocation and new applications would be approved, and thereby also undermine any community input in the process. In essence, the intent of AB 57 is to enact into law at the State level what the FCC specifically declined to do so in *In re Petition for Declaratory Ruling, 24 FCC Rcd.* 13994 (2009).

DEPARTMENTS NOTIFIED:

City Planning City Attorney Information Technology Agency (ITA) Department of Public Works, Bureau of Engineering

BILL STATUS:

12/2/14	Introduced.	
3/26/15	Referred to Assembly Committee on Utilities & Commerce.	
5/22/15	Passed Committee on Local Government referred to Senate.	
6/4/15	Referred to Senate Committee on Energy, Utilities, & Communications and	
	Government & Finance Committee	

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Analyst

- Attachments; 1. Resolution (Koretz-Bonin-O'Farrell)
 - 2. AB 57 (Quirk)
 - 3. May 11, 2015 League of California Cities opposition letter

RESOLUTIONS & INTERGOVERNMENTAL RELATIONS

WHEREAS, any official position of the City of Los Angeles with respect to legislation, rules, regulations or policies proposed to or pending before a local, state, or federal governmental body or agency must have first been adopted in the form of a Resolution by the City Council with the concurrence of the Mayor; and

WHEREAS, on December 2, 2014, AB 57 (Quirk), was introduced, and was subsequently amended on March 26, 2015 and April 6, 2015, which would provide that a collocation or siting application for a new wireless telecommunications facility is 'deemed approved ' if the city or county fails to approve or disapprove the application within the time periods established by the Federal Communications Commission (FCC) and all required public notices have been provided regarding the application; and

WHEREAS, AB 57 notes that in 2009 the FCC adopted rules that require local governments to review and act on applications for the establishment of wireless communications facilities in In re Petition for Declaratory Ruling, 24 FCC Rcd. 13994 (2009), and under the ruling cities have 90 days to review collocation applications and 150 days for other siting applications for new wireless telecommunication facilities, however, the FCC in its rules specifically declined to make these applications 'deemed approved' if a city fails to meet the 90 or 150 day deadlines; and

WHEREAS, AB 57 does not distinguish between a wireless telecommunications facility in the public right of way or on private property, and community members have long advocated for the local adoption of regulations to govern the placement of cellular installations on the public right of way; and

WHEREAS, AB 57 notes that wireless communication facilities is 'not a municipal affair' and rather a 'matter of statewide concern,' and thereby, undermining local control inasmuch as the legislation includes 'charter cities:' and

WHEREAS, enactment into law of AB 57 would undermine local land use control, inasmuch as the city processes thousand of land use entitlement requests, and the 90 day limitation is not appropriate/realistic given the caseload and processing times necessary to meet other statutory requirements (e.g. public hearings, environmental clearance, public notification); and

WHEREAS, AB 57 is opposed by the League of California Cities, the California State Association of Counties, and the California Chapter of the American Planning Association;

NOW, THEREFORE, BE IT RESOLVED, with the concurrence of the Mayor, that by the adoption of this Resolution, the City of Los Angeles hereby includes in its 2015-16 State Legislative Program OPPOSITION to AB 57 (Quirk), which would unnecessarily and detrimentally impact the city's authority to regulate the placement of wireless telecommunications facilities, inasmuch as it would 'deemed approved' wireless facilities not approved by the city within 90 days for collocation, and 150 days for new wireless facilities, and thereby undermine the principle of home rule, and ultimately land use control.

COUNCILMEMBER MIKE BONIN

PRESENTED BY: PAUL KORETZ Councilmember, 5th District SECONDED B . 9 26th

Office of the City Clerk, City of Los Angeles

This report was generated by the Council File Management System on 06/12/2015

Council File Number

15-0002-S62

Title

AB 57 (Quirk) / Impact to Citys Authority Regulating Placement of Wireless Telecommunications Facilities

Last Change Date

06/09/2015

Expiration Date 06/09/2017

Pending in committee

Rules, Elections and Intergovernmental Relations Committee

Mover

Second

MIKE BONIN PAUL KORETZ

MITCH O'FARRELL

Action History for Council File 15-0002-S62

Date Activity

06/09/2015 Resolution document(s) referred to Rules, Elections and Intergovernmental Relations Committee.

AMENDED IN ASSEMBLY APRIL 6, 2015

AMENDED IN ASSEMBLY MARCH 26, 2015

CALIFORNIA LEGISLATURE-2015-16 REGULAR SESSION

ASSEMBLY BILL

No. 57

Introduced by Assembly Member Quirk

December 2, 2014

An act to amend Section 8886 of the Government Code, relating to communications. An act to add Section 65964.1 to the Government Code, relating to telecommunications.

LEGISLATIVE COUNSEL'S DIGEST

AB 57, as amended, Quirk. Broadband communications infrastructure. *Telecommunications: wireless telecommunication facilities.*

Existing law requires a city, including a charter city, or county to administratively approve an application for a collocation facility on or immediately adjacent to a wireless telecommunications collocation facility, as defined, through the issuance of a building permit or a nondiscretionary permit, as specified. Existing law prohibits a city or county from taking certain actions as a condition of approval of an application for a permit for construction or reconstruction for a development project for a wireless telecommunications facility.

Under existing federal law, the Federal Communications Commission issued a ruling establishing reasonable time periods within which a local government is required to act on a colocation or siting application for a wireless telecommunications facility.

This bill would provide that a colocation or siting application for a wireless telecommunications facility is deemed approved, if the city or county fails to approve or disapprove the application within the time

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periods established by the commission and all required public notices have been provided regarding the application.

The existing federal Telecommunications Act of 1996 preempts any state or local statute or regulation that may prohibit or have the effect of prohibiting the ability of any entity to provide any interstate or intrastate telecommunications service. However, this provision does not prohibit a state from imposing, on a competitively neutral basis, requirements necessary to preserve and advance universal service, protect the public safety and welfare, ensure the continued quality of telecommunications services, and safeguard the rights of consumers, nor does it prevent a state or local government from managing the public rights-of-way or requiring fair and reasonable compensation from telecommunications providers, on a competitively neutral and nondiscriminatory basis, for use of public rights-of-way on a nondiseriminatory basis.

Under existing law, telegraph or telephone corporations may construct lines of telegraph or telephone lines along and upon any public road or highway, along or across any of the waters or lands within the state, and may creet related poles, posts, piers, abutments, and other necessary fixtures of their lines, but may not incommode the public use of the road or highway or interrupt the navigation of the waters. Existing law declares the intent of the Legislature that, consistent with this authorization, municipalities have the right to exercise reasonable control as to the time, place, and manner in which roads, highways, and waterways are accessed, but that for the control to be reasonable it must, at a minimum, be applied to all entities in an equivalent manner.

Existing law establishes the California Broadband Council in state government for the purpose of promoting broadband deployment in unserved and underserved areas of the state and broadband adoption throughout the state, imposes specified duties on the council relating to that purpose, and specifies the membership of the council.

This bill would state the intent of the Legislature to enact legislation to promote the deployment of communications infrastructure by removing barriers to investment. The bill would add the President of the Board of Directors of the League of California Cities and the President of the Executive Committee of the California State Association of Counties, or their respective designees, to the membership of the council.

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

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

1 SECTION 1. Section 65964.1 is added to the Government Code, 2 to read:

65964.1. (a) A colocation or siting application for a wireless
telecommunications facility, as defined in Section 65850.6, shall
be deemed approved if both of the following occur:

6 (1) The city or county fails to approve or disapprove the 7 application within the time periods established by the Federal 8 Communications Commission in In re Petition for Declaratory 9 Ruling, 24 FCC Rcd. 13994 (2009).

10 (2) All public notices regarding the application have been 11 provided consistent with the public notice requirements for the 12 application.

(b) The Legislature finds and declares that a wireless
telecommunications facility has a significant economic impact in
California and is not a municipal affair as that term is used in
Section 5 of Article XI of the California Constitution, but is a

17 *matter of statewide concern.*

18 SECTION 1. The Legislature finds and declares all of the
 19 following:

20 (a) California consumers and businesses have adopted new;

21 Internet-based technologies and mobile connections at an 22 unprecedented rate. Internet-based products and devices, including

23 smartphones and tablets; are providing consumers everywhere

24 with new choices to connect, to communicate, and to access

25 information and entertainment.

(b) The deployment of faster, more robust, and advanced 26 27 wireless and wireline broadband infrastructure is essential to 28 ensuring there is sufficient capacity and coverage to support the 29 increasing reliance of California residents on broadband services. 30 (c) State and local review of broadband infrastructure deployment serves important interests, but at the same-time, 31 32 California must take steps to ensure that requirements do not hinder 33 investment. State and local permitting processes should be designed

34 to climinate unnecessary barriers and spur deployment of

35 infrastructure. This includes streamlining permitting requirements

36 to reduce delay and cost, and the creation of uniform processes.

37 (d) New and upgraded infrastructure delivers a vast array of

38 consumer and community benefits, including important

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1 improvements to public safety, education, and healthcare. The

2 power of mobile communications is a critical tool for first

responders in emergency situations. According to the Federal 3 4

Communications Commission, nearly 70 percent of 911 calls are 5

made from mobile telephones, and that percentage is growing.

6 (c) As we continue the transition to a knowledge-based;

7 technology-driven economy, California must invest in students

and provide them with the proper tools and technologies to bolster 8 9

academic achievement, starting with expanding access to 10 high-speed broadband Internet and next-generation Internet

11 Protocol-based networks.

12 (f) Facilitating broadband deployment additionally plays a key role in advancing telemedicine and mobile health applications, 13

14 which can help Californians remotely monitor their health while 15 reducing medical costs.

(g) Wireless broadband is also key to economic development 16 17 and a driver for new business and jobs. Businesses increasingly 18 depend on strong wireless broadband service to earry their 19 employees through the work day. An estimated 94 percent of small 20 businesses surveyed use smartphones to conduct business and 21 mobile technologies are saving the country's small businesses

22 more than sixty-five billion dollars (\$65,000,000,000) a year.

23 (h) Broadband infrastructure deployment creates jobs. A 2013

24 study conducted by the research firm Information Age Economics

25 projects that wireless infrastructure investment will generate as

26 much as one-trillion two-hundred billion dollars

(\$1,200,000,000) in economic growth while creating over 1.2 27

28 million new jobs, nationally, over the next five years.

29 (i) It is the intent of the Legislature to enact legislation to

30 promote the deployment of communications infrastructure by

31 removing barriers to investment. Removing investment barriers is 32

critical to meeting the surging demand by California residents for 33

advanced wireless and wireline broadband technologies and 34

services, supporting and enhancing critical public safety needs, 35

and bridging the digital divide by increasing access for more 36 Californians to improved education, health care, and economie

37 development opportunities.

38 SEC. 2. Section 8886 of the Government Code is amended to

39 read:

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- 1 8886: (a) The membership of the California Broadband Council 2 shall include all of the following:
- 3 (1) The Director of Technology, or his or her designee.
- 4 (2) The President of the Public Utilities Commission, or his or 5 her designee.
- (3) The Director of Emergency Services, or his or her designee. 6
- 7 (4) The Superintendent of Public Instruction, or his or her 8 designee.
- 9 (5) The Director of General Services, or his or her designee.
- 10 (6) The Secretary of Transportation, or his or her designee.
- (7) The President of the California Emerging Technology Fund, 11 12 or his or her designee.
- 13 (8) A member of the Senate, appointed by the Senate Committee 14 on Rules;
- 15 (9) A member of the Assembly, appointed by the Speaker of the Assembly: 16
- 17 (10) The President of the Board of Directors of the League of
- California Citics, or his or her designee. 18
- 19 (11) The President of the Executive Committee of the California 20
- State Association of Counties, or his or her designee.
- 21 (b) Members of the Legislature appointed to the council shall
- participate in the activities of the council to the extent that their 22
- 23 participation is not incompatible with their positions as Members
- 24 of the Legislature.

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COMPLETE BILL HISTORY

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BILL NUMBER : A.B. No. 57
AUTHOR : Ouirk
TOPIC
        : Telecommunications: wireless telecommunication facilities.
TYPE OF BILL :
               Active
               Non-Urgency
               Non-Appropriations
               Majority Vote Required
               Non-State-Mandated Local Program
               Non-Fiscal
               Non-Tax Levy
BILL HISTORY
2015
June 4 Referred to Coms. on E., U., & C. and GOV. & F.
May 22 In Senate. Read first time. To Com. on RLS. for assignment.
May 22 Read third time. Passed. Ordered to the Senate. (Ayes 66. Noes 4.)
May 18 Read second time. Ordered to third reading.
May 14 From committee: Do pass. (Ayes 7. Noes 0.) (May 13).
Apr. 13 From committee: Be re-referred to Com. on L. GOV. Re-referred.
        (Ayes 11. Noes 0.) (April 13). Re-referred to Com. on L. GOV.
Apr. 9 Re-referred to Com. on RLS. pursuant to Assembly Rule 96.
Apr. 7 Re-referred to Com. on U. & C.
Apr. 6 Re-referred to Com. on U. & C. From committee chair, with author's
       amendments: Amend, and re-refer to Com. on U. & C. Read second
        time and amended.
Mar. 26 Referred to Com. on U. & C. From committee chair, with author's
        amendments: Amend, and re-refer to Com. on U. & C. Read second
       time and amended.
Jan. 5 Read first time.
2014
Dec. 3 From printer. May be heard in committee January 2.
Dec. 2 Introduced. To print.
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CURRENT BILL STATUS

TYPE OF BILL :

Active Non-Urgency Non-Appropriations Majority Vote Required Non-State-Mandated Local Program Non-Fiscal Non-Tax Levy

LAST HIST. ACT. DATE: 06/04/2015 LAST HIST. ACTION : Referred to Coms. on E., U., & C. and GOV. & F. COMM. LOCATION : SEN ENERGY, UTILITIES AND COMMUNICATIONS HEARING DATE : 06/16/2015

TITLE : An act to add Section 65964.1 to the Government Code, relating to telecommunications.



May 11, 2015

The Honorable Brian Maienschein Chair, Assembly Local Government Committee 1020 N Street, Room 157 Sacramento, CA 95814

RE: <u>AB 57 (Quirk). Wireless Telecommunications Facilities.</u> (as amended April 6, 2015) Notice of OPPOSITION

Dear Assembly Member Maienschein:

The League of California Cities opposes AB 57 (Quirk), which would unnecessarily and significantly impact a cities' authority to regulate the placement of certain wireless telecommunications facilities. AB 57 goes beyond the requirements of federal law and regulations by deeming approved any application for colocation or siting of new wireless facilities if a jurisdiction does not approve or disapprove the application within the timelines required by the Federal Communications Commission.

In 2009, the Federal Communications Commission (FCC) adopted rules that require local governments to review and act on applications for the establishment of wireless communications structures. Under that ruling, cities have 90 days to review collocation applications, and 150 days for other siting applications. If cities do not act in this timeframe, an applicant can bring action in court. During the rulemaking, wireless carriers requested that the FCC adopt the deemed approved requirements included in AB 57. However, the FCC rightly refused.

The issue was raised again in 2014 when the FCC reviewed requirements under a new federal rule, known as the 6409 rule, regarding what is considered a "substantial modification". Again, the FCC refused to issue a deemed approved rule. The League is unaware of any evidence that special circumstances exist in California that would require a special deemed approved rule.

In addition to the policy concerns above, the League notes that the federal law continues to have court challenges. Regardless of their outcome, we encourage the legislature to refrain from locking California into a law based on regulations that could soon be changed by the courts.

The League recognizes the author's willingness to discuss this issue, and commends him on his desire to better wireless telecommunications services. However, AB 57 is not the answer. If you have any questions regarding the League's position on this bill, please do not hesitate to contact me at (916) 658-8249.

Sincerely,

Jennifer Whiting

Jennifer Whiting Legislative Representative

cc: Assembly Member Bill Quirk Members, Assembly Local Government Committee Debbie Michel, Assembly Local Government Committee William Weber, Assembly Republican Caucus