Folsom City Council Meeting

Revised Staff Report Transmittal

MEETING DATE:	2/10/2026
AGENDA SECTION:	New Business
STAFF REPORT TITLE	Update and Direction on Senate Bill (SB) 802 Ashby (Item 15)
FROM:	Community Development Department

Staff has prepared the following revised staff report sections pertaining to the above-referenced agenda item

The revisions are shown as follows:

language deletions: **~~Strikeouts, bold and underlined,~~**
language additions: ***Italics, bold and underlined.***

In the Background section of the report, the subsection describing the amendments incorporated in the January 2026 update to SB 802 is corrected to read as follows:

- **Local housing funds and fees:** The bill now includes language stating that existing affordable housing fees collected in a jurisdiction as of July 1, 2025 will be **~~administered by~~ spent in** that jurisdiction.

In addition to the eight issues of concerns associated with SB 802 outlined in the Analysis section of the staff report, staff has identified another area of concern as listed below:

9. Under the proposed bill, a code of ethics must be established for the agency that requires that all board members, including the representative of the City of Folsom, must act in the best interest of the agency. This creates a potential conflict for a representative where the actions of the agency may not be in the interest of the jurisdiction that they represent.
a. Recommend that this language be changed such that the code of ethics requires all board members act in the best interest of the public rather than just the agency to avoid a potential conflict for board members.

Instructions to staff: *Deliver original and 30 stapled/double-sided copies to the City Clerk's Department; City Clerk's Department will distribute via email and hardcopy to City Council, City Manager, City Attorney, and City Clerk.*