



**DEPARTMENT OF
FINANCE**
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to Budget Bill Items 3340-001-0001 and 3340-001-0318, Support, California
Conservation Corps**

Increase of Reimbursement Authority

It is requested that Item 3340-001-0318 be increased by \$354,000 and that Item 3340-001-0001 be amended to reflect this change.

This proposal will enable the California Conservation Corps (Corps) to support the following contracts for the elimination of noxious weeds in agricultural and grazing lands and for the Backcountry Trails Program:

- Department of Food and Agriculture—\$285,000 for fiscal year 2012-13.
- Office of Planning and Research—\$69,000 each year for 2012-13 through 2014-15.

Reimbursements from these contracts will be deposited into the Collins Dugan Reimbursement Account to support the Corps' Training and Work Program that provides young adults with jobs, education, and life skills by serving the state through resource conservation activities.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

MAR 30 2012

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzosa, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. David Muraki, Director, California Conservation Corps
Ms. Maria Berumen, Chief, Administrative Division, California Conservation Corps
Mr. Brian Marshall-Winks, Budget Officer, California Conservation Corps



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Honorable Mark Leno, Chair
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Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Addition of Budget Bill Item 3340-492, Capital Outlay, California Conservation Corps

It is requested that Item 3340-492 be added to reappropriate the following projects and phases (see Attachment A):

Item 3340-301-0660, Budget Act of 2005, as reappropriated by Item 3340-490, Budget Act of 2006, Item 3340-491, Budget Act of 2008, and Item 3340-492, Budgets Acts of 2010 and 2011.

1. Delta Service Center: Acquisition, preliminary plans, working drawings, and construction. Completion of the working drawings phase for this project has been delayed by a number of factors, most recently by the 2008 Pooled Money Investment Board's (PMIB) decision to suspend interim financing loans. Work resumed on the project in the spring of 2011; however, because of the length of previous delays, extensive modifications to the working drawings related to code updates are required and the working drawings will not be completed by June 30, 2012. Reappropriation will permit the project to proceed to bid during 2012-13.

Item 3340-301-0660, Budget Act of 2008, as reappropriated by Item 3340-492, Budget Acts of 2010 and 2011.

1. Delta Service Center Site: Construction. Completion of the working drawings phase for this project has been delayed by a number of factors, most recently by the 2008 Pooled Money Investment Board's (PMIB) decision to suspend interim financing loans. Work resumed on the project in the spring of 2011; however, because of the length of previous delays, extensive modifications to the working drawings related to code updates are required and the working drawings will not be completed by June 30, 2012. Reappropriation will permit the project to proceed to bid during 2012-13.

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Item 3340-301-0660, 2006 Budget Act, as reappropriated by Item 3340-491, Budget Acts of 2008 and 2009, and Item 3340-492, Budget Act of 2011.

1. Tahoe Base Center Relocation: Acquisition, preliminary plans, working drawings, and construction. Although construction for this project is underway, a relatively small portion of the project has not started construction because of permitting restrictions imposed by the Tahoe Regional Planning Agency, which will likely require additional design efforts. Reappropriation will permit the remainder of the project to continue through construction.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Brian Dewey, Principal Program Budget Analyst, at (916) 445-9694.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzosa, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. David Muraki, Director, California Conservation Corps
Mr. Brian Marshall Winks, Budget Officer, California Conservation Corps

Attachment A

3340-492—Reappropriation, California Conservation Corps. The balances of the appropriations provided for in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriations:

0660—Public Buildings Construction Fund

- (1) Item 3340-301-0660, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005), as reappropriated by Item 3340-490, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), Item 3340-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), Item 3340-492, Budget Act of 2010 (Ch. 712, Stats. 2010), and Item 3340-492, Budget Act of 2011 (Ch. 33, Stats. 2011)
(1) 20.10.150 Delta Service District Center—Acquisition, preliminary plans, working drawings, and construction
- (2) Item 3340-301-0660, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), as reappropriated by Item 3340-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), Item 3340-491, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), and Item 3340-492, Budget Act of 2011 (Ch. 33, Stats. 2011)
(1) 20.10.170 Tahoe Base Center Relocation—Acquisition, preliminary plans, working drawings, and construction
- (3) Item 3340-301-0660, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), as reappropriated by Item 3340-492, Budget Act of 2010 (Ch. 712, Stats. 2010), and Item 3340-492, Budget Act of 2011 (Ch. 33, Stats. 2011)
(1) 20.10.150 Delta Service District Center Site—Construction



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Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to Various Budget Bill Items, Support, Department of Resources Recycling and Recovery

It is requested that Item 3500-001-0100 be decreased by \$14,000, Item 3500-001-0133 be decreased by \$94,000, Item 3500-001-0226 be decreased by \$26,000, Item 3500-001-0387 be decreased by \$90,000, and Item 3500-001-3065 be decreased by \$12,000 to decrease funding associated with eliminating 2.0 positions. These positions are no longer needed.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Matt Paulin, Assistant Program Budget Manager, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

MAR 30 2012

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Eric Jarvis, Assistant Secretary for Fiscal and Administrative Programs, California
Environmental Protection Agency
Mr. Tom Estes, Deputy Director, Department of Resources Recycling and Recovery
Ms. Suzanne Blihovde, Budget Officer, Department of Resources Recycling and Recovery



MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to Budget Bill Item 3540-001-0001 and Addition of Item 3540-001-0115,
Support, Department of Forestry and Fire Protection**

Carbon Sequestration Research and Analysis

It is requested that Item 3540-001-0115 be added in the amount of \$290,000 (see Attachment 1) and that Item 3540-001-0001 be amended to reflect this change to enable the Department of Forestry and Fire Protection (CAL FIRE) to conduct research studies and technical analyses as required by Chapter 534, Statutes of 2010 (Assembly Bill (AB) 1504). AB 1504 requires the Board of Forestry to ensure that its rules and regulations that govern timber harvesting consider the capacity of forest resources to sequester carbon in an effort to meet greenhouse gas emission targets outlined in the Global Warming Solutions Act of 2006, Chapter 488, Statutes of 2006 (AB 32). CAL FIRE will implement various strategies to measure the effect of the harvesting of commercial tree species on the state forests' sequestration target contained in AB 32.

Unemployment Insurance Funding

It is requested that Item 3540-001-0001 be increased by \$5,300,000 to fund increased costs associated with Unemployment Insurance (UI) for seasonal firefighters. Until 2009, CAL FIRE was responsible for payment of 26 weeks of UI benefits. However, Chapter 22, Statutes of 2009 (AB X3 23) extended the Federal-State Extended Duration Benefits. This extension increased the duration of UI benefits to a total of 99 weeks of which CAL FIRE is responsible for the payment of an additional 20 weeks. Although CAL FIRE's budget includes funding for this previously approved UI benefit extension, the department is experiencing increased UI payments because of an additional federal UI extension passed in late December 2011.

Firefighter I Separation Costs

It is requested that Item 3540-001-0001 be increased by \$2,149,000 to cover ongoing costs associated with the annual separation of seasonal Firefighter I staffing. The increase is the result of a negotiated settlement in a lawsuit which challenged CAL FIRE's practice of excluding certain compensation from the calculations. The requested funding is based on a 5-year average of firefighter separations within the department.

MAR 30 2012

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzosa, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Janet Barentson, Deputy Director, Management Services, CAL FIRE
Ms. Melissa Gamer, Budget Officer, CAL FIRE

MAR 30 2012

Attachment 1

Add New Item:

3540-001-0115—For support of Department of Forestry and Fire Protection, for payment to Item 3540-001-0001, payable from the Air Pollution Control Fund.....\$290,000



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MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Addition of Budget Bill Item 3540-490, Capital Outlay, Department of Forestry and Fire Protection

It is requested that Item 3540-490 be added to reappropriate the following projects:

Item 3540-301-0660, Budget Act of 2005, as partially reverted by Item 3540-495, Budget Act of 2006, as reappropriated by Items 3540-491, Budget Act of 2007, 3540-491 and 3540-492, and as partially reverted by Item 3540-496, Budget Act of 2008, 3540-493, Budget Act of 2009, and 3540-492 and 3540-493, Budget Act of 2010, and 3540-492 and 3540-493, Budget Act of 2011.

1. Ventura Youth Conservation Camp: Construct Apparatus Buildings, Shop, and Warehouse—Working drawings and construction
2. Bautista Conservation Camp: Replace Modular Buildings—Construction

Item 3540-301-0660, Budget Act of 2006, as reappropriated by Items 3540-491, Budget Act of 2007, 3540-491, Budget Act of 2008, 3540-493, Budget Act of 2009, 3540-492 and 3540-493, Budget Act of 2010, and 3540-492 and 3540-493, Budget Act of 2011.

3. North Region Forest Fire Stations: Replace Facilities—Working drawings and construction
4. Ventura Youth Conservation Camp: Construct Apparatus Buildings, Shop, and Warehouse—Construction
5. South Operations Area Headquarters: Relocate Facility—Acquisition, working drawings, and construction
6. Bautista Conservation Camp: Replace Modular Buildings—Construction

MAR 30 2012

Item 3540-301-0660, Budget Act of 2007, as reappropriated by Items 3540-491, Budget Act of 2008, 3540-493, Budget Act of 2009, 3540-492 and 3540-493, Budget Act of 2010 and Budget Act of 2011.

7. Ventura Youth Conservation Camp: Construct Apparatus Buildings, Shop, and Warehouse—Working drawings and construction
8. South Operations Area Headquarters: Relocate Facility—Acquisition, working drawings, and construction
9. Bautista Conservation Camp: Replace Modular Buildings—Construction

Item 3540-301-0660, Budget Act of 2008, as reappropriated by Items 3540-493, Budget Act of 2009, 3540-492, Budget Act of 2010 and Budget Act of 2011.

10. North Region Forest Fire Stations: Replace Facilities—Construction
11. Intermountain Conservation Camp: Replace Facility—Preliminary plans, working drawings, and construction

Item 3540-301-0660, Budget Act of 2009, as reappropriated by Item 3540-492, Budget Act of 2010 and Budget Act of 2011.

12. Soquel Fire Station: Replace Facility—Preliminary plans, working drawings, and construction
13. Potrero Fire Station: Replace Facility—Preliminary plans, working drawings, and construction
14. Cayucos Fire Station: Replace Facility—Preliminary plans, working drawings, and construction
15. Parkfield Fire Station: Replace Facility—Preliminary plans, working drawings, and construction

Item 3540-301-0660, Budget Act of 2010.

16. Baker Fire Station: Replace Facility—Preliminary plans, working drawings, and construction
17. Rincon Fire Station: Replace Facility—Preliminary plans, working drawings, and construction
18. Pine Mountain Fire Station: Relocate Facility—Preliminary plans, working drawings, and construction

The above projects have been delayed by the inability to secure interim financing from the Pooled Money Investment Account. Although limited funding has been obtained to restart a number of these projects over the past year, many of these projects will likely continue to experience financing delays in the budget year.

MAR 30 2012

It is also requested that the following provisional language be added to Item 3540-490 to extend the expenditure period to allow these projects to proceed as funding permits.

1. Notwithstanding Section 1.80, the funds reappropriated in this item shall be available for expenditure until June 30, 2016.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Brain Dewey, Principal Program Budget Analyst, at (916) 445-9694.

ANA J. MATOSANTOS

Director

By:

/s/ Michael Cohen

MICHAEL COHEN

Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Ken Pimlott, Director, Department of Forestry and Fire Protection
Ms. Janet Barentson, Chief Deputy Director, Department of Forestry and Fire Protection
Mr. Curt Karlin, Chief Technical Services, Department of Forestry and Fire Protection

MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to and Addition of Various Budget Bill Items, Support, Department of Fish and Game

It is requested that Item 3600-001-6027 be decreased by \$746,000 and that Item 3600-001-0200 be amended to reflect this change to align bond appropriations with expected expenditures. Additionally, it is requested that Item 3600-495 be added to revert \$1,377,000 Proposition 13 funds (see Attachment 1). Proposition 13 provided \$5.0 million to the Department of Fish and Game (DFG) for restoration of anadromous fish on the San Joaquin River below the Friant Dam. The DFG's Proposition 13 authority exceeds expenditures by approximately \$2.1 million. The reduction and reversion will not affect the restoration efforts as the project is near completion. Lastly, it is requested that Item 3600-490 be added to reappropriate Proposition 84 appropriations for the CALFED Bay-Delta Restoration Program and the Natural Community Conservation Plan (see Attachment 2). The reappropriation will allow the DFG to continue implementation, including the generation of organizational staffing plans, project work plans, and continued monitoring and tracking of program results.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

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Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Debra Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Helen Carriker, Assistant Deputy Director, Department of Fish and Game
Mr. Gabe Tiffany, Budget Officer, Department of Fish and Game

MAR 30 2012

Attachment 1

Proposed Budget Bill Language

Add New Item:

3600-495—Reversion, Department of Fish and Game. As of June 30, 2012, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the fund from which the appropriations were made:

6027—Interim Water Supply and Water Quality
Infrastructure and Management Subaccount

- (1) Item 3600-001-6027, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010).....344,000
- (2) Item 3600-001-6027, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010).....287,000
- (3) Item 3600-001-6027, Budget Act of 2011 (Ch. 33, Stats. 2011).....746,000

MAR 30 2012

Attachment 2

Proposed Budget Bill Language

Add New Item:

3600-490—Reappropriation, Department of Fish and Game. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2013:

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3600-001-6051, Budget Act of 2010 (Ch. 712, Stats. 2010)



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MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to Budget Bill Item 3680-491, Local Assistance, Department of Boating and Waterways

It is requested that Item 3680-491 be revised to reference the correct Budget Act item for reappropriation. As proposed in the 2012-13 Governor's Budget, Item 3680-491 reappropriates \$2.5 million Harbors and Watercraft Revolving Fund from Item 3680-101-0516, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005). However, the reappropriation language (see Attachment 1) should reference Item 3680-101-0516 of the Budget Act of 2004 (Ch. 208, Stats. 2004).

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

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Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Lucia Becerra, Acting Director, Department of Boating and Waterways
Ms. Kathy Emery, Budget Officer, Department of Boating and Waterways

Proposed Budget Bill Language

Revise Item 3680-491 as proposed in the 2012-13 Governor's Budget:

3680-491- Reappropriation, Department of Boating and Waterways.

Notwithstanding any other provision of law, the amounts appropriated in the following citations are hereby reappropriated until June 30, 2013, to the Department of Boating and Waterways for the purposes and subject to the limitations, unless otherwise specified, provided for in these appropriations:

0516- Harbors and Watercraft Revolving Fund

~~(1) Item 3680-101-0516, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005)(2,500,000)~~

(1) Item 3680-101-0516, Budget Act of 2004 (Ch.208, Stats. 2004).....(2,500,000)

0890- Federal Trust Fund

(1) Item 3680-101-0890, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch 1, 2009-10 4th Ex. Sess.).....(1,100,000)



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Honorable Mark Leno, Chair
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Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to and Addition of Various Budget Bill Items, Support and Local Assistance,
Department of Parks and Recreation**

Air Quality Compliance

It is requested that Item 3790-001-0263 be increased by \$4,802,000 and that Item 3790-001-0392 be amended to reflect this change to provide funding to implement dust management plans at various state vehicular recreation areas for compliance with fugitive dust emission regulations.

Water Quality Compliance

It is requested that Item 3790-001-0263 be increased by \$1,033,000 and that Item 3790-001-0392 be amended to reflect this change to provide funding to implement a storm water management plan and to complete a metal assessment plan at Carnegie State Vehicular Recreation Area for compliance with water quality standards.

Americans with Disabilities Act Program Acceleration

It is requested that Item 3790-003-6051 be increased by \$2,582,000 and that Item 3790-001-0392 be amended to reflect this change to provide additional funding for projects related to the Americans with Disabilities Act. The increased funding will allow the project schedule to be accelerated, to improve compliance with a consent decree in *Tucker v. California Department of Parks and Recreation*.

Technical Adjustment to Bond Funded Program Delivery Funding

It is requested that Item 3790-001-0005 be decreased by \$1,714,000 and Item 3790-001-6029 be decreased by \$2,346,000 and that Item 3790-001-0392 be amended to reflect this change to align Proposition 12 and Proposition 40 expenditures with reduced program delivery activities.

Proposition 84: Support Funding Reappropriation

It is requested that Item 3790-494 be added to reappropriate \$50,816,000 Proposition 84 funds until June 30, 2014. The funds are allocated to various projects, such as the Museum Collection Center, interpretive exhibits, and deferred maintenance. (See Attachment I)

MAR 20 2014

Proposition 84: Local Assistance Funding Reappropriation

It is requested that Item 3790-490 be added to reappropriate local assistance funding of \$4,123,000 for Nature Education Facilities grant projects until June 30, 2014. The requested funds are for the McArthur-Burney Nature Center and the Carpinteria State Beach Parkwide Interpretation project. Both of the projects are located in park units that are not included in the 2011 park closure list. (See Attachment II)

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS

Director

By:

/s/ Michael Cohen

MICHAEL COHEN

Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzosa, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Ruth Coleman, Director, Department of Parks and Recreation
Mr. Michael Harris, Deputy Director, Policy and Strategic Planning, Department of Parks and Recreation
Mr. Aaron Robertson, Deputy Director, Administrative Services, Department of Parks and Recreation
Ms. Elsie Brenneman, Budget Officer, Department of Parks and Recreation
Ms. Marcy Brown, Manager, Department of Parks and Recreation

Attachment I

3790-494: Reappropriation, Department of Parks and Recreation. The amounts specified in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2014:

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Bond Act of 2006

- (1) Up to \$18,207,000 in Item 3790-002-6051, Budget Act of 2007, as added by Ch. 1, Statutes of 2008 for support of the Department of Parks and Recreation.
- (2) Up to \$5,607,000 in Item 3790-002-6051, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for support of the Department of Parks and Recreation.
- (3) Up to \$7,734,000 in Item 3790-001-6051, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), for support of the Department of Parks and Recreation.
- (4) Up to \$19,268,000 in Item 3790-001-6051, Budget Act of 2010 (Ch. 712, Stats. 2010) for support of the Department of Parks and Recreation.

MAR 30 2012

Attachment II

3790-490: Reappropriation, Department of Parks and Recreation. The balances in the appropriations provided for in the following citations are reappropriated for the purpose specified and shall be available for encumbrance or expenditure until June 30, 2014. The period to liquidate encumbrances shall remain consistent with the original appropriation, which is June 30, 2017:

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3790-101-6051, Budget Act of 2009, (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.)

(1) 80.25—Recreational Grants, up to \$4,122,860 for grants to Department of Parks and Recreation for the McArthur-Burney Nature Center and Carpinteria State Beach Parkwide Interpretation projects.



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MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to and Addition of Various Budget Bill Items, Capital Outlay, Santa Monica Mountains Conservancy

Capital Outlay Funding

It is requested that Item 3810-301-6029 be added in the amount of \$2,845,000 and Item 3810-301-6031 be added in the amount of \$1,385,000 to continue Proposition 40 and Proposition 50 capital outlay programs. (See Attachments I and II.) The funds will be used for high priority projects in the Santa Monica Mountains Zone and the Rim of Valley Trail Corridor, consistent with the adopted Santa Monica Mountains Conservancy Work program. In addition, Budget Bill Language is proposed to authorize the expenditure of the funds only after verification that the Santa Monica Mountains Conservancy (Conservancy) has adequately addressed specified bond audit findings.

Various Bond Funds: Capital Outlay Funding Extension of Liquidation Period

It is requested that Item 3810-490 be amended and Item 3810-491 be added to extend the liquidation periods of various bond funds until June 30, 2013. (See Attachments III and IV.) The extension is necessary because of the 2008 December bond freeze. The freeze resulted in the need for adjusted plans, budgets, and partnerships in order to proceed. The extension will prevent further delays in these projects. In addition, Budget Bill Language is proposed to authorize the expenditure of the funds only after verification that the Conservancy has adequately addressed specified bond audit findings.

Various Bond Funds: Capital Outlay Funding Reversion

It is requested that Item 3810-496 be added to revert \$2,727,000 Proposition 12 funds and \$1,385,000 Proposition 50 funds. (See Attachment V.) The reversion is necessary to provide funding for capital outlay projects that are included in Items 3810-301-6029 and 3810-301-6031, as described above.

The effect of my requested action is reflected on the attachment.

MAR 30 2012

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS

Director

By:

/s/ Michael Cohen

MICHAEL COHEN

Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
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Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Joseph Edmiston, Executive Director, Santa Monica Mountains Conservancy
Ms. Rorie Skei, Chief Deputy Director, Santa Monica Mountains Conservancy
Ms. Marcy Brown, Manager, Department of Parks and Recreation

MAR 30 2012

Attachment I

3810-301-6029—For capital outlay, Santa Monica Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund.....2,845,000

Schedule:

(1) 50.20-Capital Outlay and Local Assistance..... 2,845,000

Provisions:

1. The Santa Monica Mountains Conservancy may encumber funds for either capital outlay or local assistance grants until June 30, 2015. The conservancy shall not encumber funds for any grant not previously approved by the Office of the Attorney General.
2. The Santa Monica Mountains Conservancy shall issue grants from this appropriation only in accordance with the General Obligation Bond Law and the specific provisions of the bond funds from which appropriations have been made, and according to advice it has received from the Office of the Attorney General, and, if appropriate, from the office of the State Treasurer, respecting the permissible use of bond funds available to the conservancy.
3. Any time that the Office of the Attorney General concludes that any use of bond funds has not been consistent with the advice provided by the Attorney General, the Santa Monica Mountains Conservancy shall follow the instructions of the Attorney General with respect to recovery, refund, or other settlement.
4. No funds shall be encumbered from this item before written approval to do so is provided by the Department of Finance to the State Controller's Office. This approval will be contingent upon verification from the Office of State Audits and Evaluations that the Conservancy has adequately addressed the findings included in the June 2011 audit of the Conservancy's bond funds.

MAR 30 2012

Attachment II

3810-301-6031—For capital outlay, Santa Monica Mountains Conservancy, payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002..... 1,385,000

Schedule:

(1) 50.20-Capital Outlay and Local Assistance..... 1,385,000

Provisions:

1. The Santa Monica Mountains Conservancy may encumber funds for either capital outlay or local assistance grants until June 30, 2015. The conservancy shall not encumber funds for any grant not previously approved by the Office of the Attorney General.
2. The Santa Monica Mountains Conservancy shall issue grants from this appropriation only in accordance with the General Obligation Bond Law and the specific provisions of the bond funds from which appropriations have been made, and according to advice it has received from the Office of the Attorney General, and, if appropriate, from the office of the State Treasurer, respecting the permissible use of bond funds available to the conservancy.
3. Any time that the Office of the Attorney General concludes that any use of bond funds has not been consistent with the advice provided by the Attorney General, the Santa Monica Mountains Conservancy shall follow the instructions of the Attorney General with respect to recovery, refund, or other settlement.
4. No funds shall be encumbered from this item before written approval to do so is provided by the Department of Finance to the State Controller's Office. This approval will be contingent upon verification from the Office of State Audits and Evaluations that the Conservancy has adequately addressed the findings included in the June 2011 audit of the Conservancy's bond funds.

MAR 30 2012

Attachment III

"3810-490—Reappropriation, Santa Monica Mountains Conservancy. Notwithstanding any other provision of law, the periods to liquidate encumbrances of the following citations are extended to June 30, 2013.

0005—Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund

(1) Up to \$380,000 in Item 3810-301-0005, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3810-491, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), as reappropriated Item 3810-490, Budget Act of 2011 (Ch. 33, Stat. 2011)

(1) 50.20.001-Capital Outlay Acquisitions

0941—Santa Monica Mountains Conservancy Fund

(1) Item 3810-301-0941, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)

(1) 50.20-Capital Outlay and Local Assistance

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3810-301-6051, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)

(1) 50.20-Capital Outlay Acquisitions

Provisions:

No funds shall be distributed from the reappropriations from Funds 0005 and 6051 specified in this Item before written approval to do so is provided by the Department of Finance to the State Controller's Office. This approval will be contingent upon verification from the Office of State Audits and Evaluations that the Conservancy has adequately addressed the findings included in the June 2011 audit of the Conservancy's bond funds."

Attachment IV

3810-491—Reappropriation, Santa Monica Mountains Conservancy. Notwithstanding any other provision of law, the periods to liquidate encumbrances of the following citations except for the amount specified in Item 3810-496 for reversion are extended to June 30, 2013.

6029—For Capital Outlay and Local Assistance, Santa Monica Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Act

(1) Item 3810-301-6029, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3810-490, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)

(1) 50.20.001 Capital Outlay and Local Assistance

6031—Santa Monica Mountains Conservancy, payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund

(1) Item 3810-301-6031, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3810-491, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), as reappropriated by Item 3810-490, Budget Act of 2011 (Ch. 33, Stats. 2011)

(1) 50.20.001 Capital Outlay and Local Assistance

(2) Item 3810-301-6031, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), as reappropriated by Item 3810-490, Budget Act of 2011 (Ch. 33, Stats. 2011)

(1) 50.20 Capital Outlay and Local Assistance

Provisions:

No funds shall be distributed from the reappropriations specified in this Item before written approval to do so is provided by the Department of Finance to the State Controller's Office. This approval will be contingent upon verification from the Office of State Audits and Evaluations that the Conservancy has adequately addressed the findings included in the June 2011 audit of the Conservancy's bond funds.

MAR 30 2012

Attachment V

3810-496—Reversion, Santa Monica Mountains Conservancy. As of June 30, 2011, the amounts in the appropriations provided in the following citations shall revert to the balance in the fund from which the appropriations were made:

6029—California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund

(1) Item 3810-301-6029, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3810-490, Budget Act of 2008 (Chs. 268/269, Stats. 2008).....\$2,727,000

(1) 50.20.001 Capital Outlay and Local Assistance

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002

(1) Item 3810-301-6031, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3810-491, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), as reappropriated by Item 3810-490, Budget Act of 2011 (Ch. 33, Stats. 2011).....\$175,000

(1) 50.20.001 Capital Outlay and Local Assistance.

(2) Item 3810-301-6031, Budget Act of 2006 (Ch. 47/48, Stats. 2006), as reappropriated by Item 3810-490, Budget Act of 2011 (Ch. 33, Stats. 2011).....\$1,175,000

(1) 50.20 Capital Outlay and Local Assistance

(3) Item 3810-301-6031, Budget Act of 2009 (Ch. 1, Stats. 2009).....\$35,000

(1) 50.20 Capital Outlay and Local Assistance



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MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to Budget Bill Item 3820-001-0001 and Reimbursements, Support,
San Francisco Bay Conservation and Development Commission**

It is requested that Item 3820-001-0001 be amended by increasing reimbursements by \$242,000 to provide funding for the Coastal Impact Assistance Program (CIAP). CIAP funds are used for the conservation, protection, and preservation of coastal areas, including wetlands.

The federal 2005 Energy Policy Act appropriated funding for the CIAP to the Secretary of Natural Resources (Secretary). Through an interagency agreement with the Secretary, the San Francisco Bay Conservation and Development Commission (BCDC) will receive \$242,000 in 2012-13 to implement two elements of the CIAP. BCDC previously managed \$1.2 million of funds from CIAP grants issued from 2002-03 through 2006-07.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 445-8913.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

MAR 30 2012

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Mamie Lai, Asst. Exec. Director-Admin, San Francisco Bay Conservation & Development
Commission
Mr. Richard Ng, Chief Financial Officer, San Francisco Bay Conservation & Development
Commission



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MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to Budget Bill Item 3835-001-0140 and addition of Item 3835-496, Support,
Baldwin Hills Conservancy**

Proposition 84 Program

It is requested that Item 3835-001-0140 be amended to extend a limited-term position to the Baldwin Hills Conservancy (Conservancy). The 2010-11 Budget Act provided a limited-term position until June 30, 2012 to the Conservancy for its Proposition 84 program. This request will extend the position for another three years, until June 30, 2015.

Currently, the Conservancy has four positions with one position designated to its Proposition 84 projects. Without the requested extension, the Conservancy will have no designated staff to work on its Proposition 84 projects beginning in 2012-13. Therefore, it is necessary to provide the requested extension for the Conservancy.

It is requested that Item 3835-496 be added to revert Proposition 84 program delivery funding to fund the extension. (See Attachment I.)

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

MAR 30 2012

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
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Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural
Resources Agency
Mr. David McNeil, Executive Officer, Baldwin Hills Conservancy
Ms. Elsie Brenneman, Budget Officer, Department of Parks and Recreation
Ms. Marcy Brown, Manager, Department of Parks and Recreation

MAR 30 2012

Attachment I

3835-496—Reversion, Baldwin Hills Conservancy. As of June 30, 2012, the balances specified below, of the appropriations provided in the following citations shall revert to the balance in the fund from which the appropriations were made.

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006.

- (1) Up to \$103,000 in Item 3835-001-6051, Budget Act of 2010 (Ch. 712, Stats. 2010)
- (2) Up to \$103,000 in Item 3835-001-6051, Budget Act of 2011 (Ch. 33, Stats 2011)



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Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to and Addition of Various Budget Bill Items, Support, Local Assistance, and
Capital Outlay, Department of Water Resources**

Proposition 1E and Proposition 84 Programs

It is requested that Item 3860-001-6051 be increased by \$69,000, Item 3860-001-6052 be increased by \$108,306,000, and that Item 3860-001-0001 be amended to reflect these changes. Additionally, it is requested that Item 3860-101-6051 be added (Attachment 1) in the amount of \$249,000 and Item 3860-101-6052 be added (Attachment 2) in the amount of \$274,957,000.

The Department of Water Resources (DWR) requests \$280,475,000 to support the FloodSAFE California program. Included in this request are \$69,000 Proposition 84 and \$108,306,000 Proposition 1E for state operations, and \$172,100,000 Proposition 1E for local assistance. The DWR implements the FloodSAFE program, an initiative developed to reduce flood risk in California. The FloodSAFE program is funded by Proposition 1E and Proposition 84 in seven functional areas. FloodSAFE's goals are to reduce flood risk to people and property, develop sustainable flood management systems for the future, and reduce the adverse consequences of floods when they occur.

The DWR also requests to fund Stormwater Flood Management (SWFM) grants from Proposition 1E and Integrated Regional Water Management (IRWM) grants from Proposition 84 and is combining the program implementation of SWFM and IRWM funds since they are for grant programs with complementary purposes. The DWR will use \$102,857,000 Proposition 1E for SWFM projects which are not part of the state plan of flood control, have at least 50 percent non-state cost share, and are consistent with any applicable IRWM plan.

Proposition 84 includes \$1.0 billion for grants for the IRWM Program. The IRWM Grant Program is a joint program between DWR and the State Water Resources Control Board which provides funding for projects to protect communities from drought, protect and improve water quality, and reduce dependence on imported water. Proposition 84 specifies \$900.0 million be allocated to 11 regions, and leaves \$100.0 million unallocated. Of the \$100.0 million in unallocated IRWM funds, only \$25,000 remains unappropriated and \$224,000 has been returned. The DWR seeks a new appropriation for the combined total of \$249,000 to be used for new IRWM projects.

MAR 30 2012

Capital Outlay Flood Projects

It is requested that Item 3860-301-6052 be added in the amount of \$140,771,000 and reimbursements be added in the amount of \$8,579,000 (see Attachment 3). Additionally, it is requested that Item 3860-302-6052 be added in the amount of \$20.0 million (see Attachment 4). All proposed Capital Outlay expenditures are included in DWR's comprehensive Planned Bond Expenditures Table which provides for planned expenditures through the anticipated life of the Prop 1E bond. This request will allow DWR to continue various existing capital outlay flood control projects and feasibility studies as part of the overall state flood plan.

Reappropriations, Reversions, and Technical Adjustments: Non-Capital Outlay

Technical Adjustments

It is requested that Item 3860-001-0404 be decreased by \$709,000, Item 3860-001-6051 be increased by \$1,683,000, Item 3860-001-6052 be increased by \$1,137,000, and that Item 3860-001-0001 be amended to reflect these changes. The DWR requests state operations baseline funding from the Central Valley Project Improvement Subaccount be reduced to reflect the reduced need for program administration. Additionally, DWR requests restoring baseline funding for Proposition 84 contract services and Proposition 1E fund tracking, auditing, and reporting.

Reappropriations

It is requested that Item 3860-491 be added (Attachment 5) to reappropriate funding for the following items through June 30, 2014:

- 3860-101-6010, Budget Act of 2011
- 3860-001-6026, Budget Act of 2006
- 3860-001-6031, Budget Act of 2007
- Chapter 1, Statutes of 2008, Second Extraordinary Session, Section 6, Safe Drinking Water, Water Quality and Supply, Flood control, River and Coastal Protection Fund of 2006
- Water Code Section 83002(b), paragraphs 3 through 7, Safe Drinking Water, Water Quality and Supply, Flood control, River and Coastal Protection Fund of 2006
- 3860-101-6051, Budget Act of 2009
- Water Code Section 83002(1), paragraphs 1 and 2, Disaster Preparedness and Flood Prevention Bond Fund of 2006
- 3860-001-6052, Budget Act of 2009
- 3860-101-6052, Budget Act of 2010
- 3860-001-6052, Budget Act of 2011

These items provide funding for projects that have been delayed for a variety of reasons, including federal and local funding issues, design changes, and permitting requirements. The request will provide additional time for the projects to be completed.

MAR 30 2012

Extension of Liquidation

It is requested that Item 3860-493 be added (Attachment 6) to extend the liquidation period through June 30, 2014 for projects previously encumbered under the following appropriations:

- Item 3860-001-0001, Budget Act of 2009
- Item 3860-101-0544, Budget Act of 2007
- Item 3860-101-6005, Budget Act of 2003
- Item 3860-101-6005, Budget Act of 2009
- Item 3860-101-6025, Budget Act of 2001
- Item 3860-101-6027, Budget Act of 2000
- Item 3860-001-6031, Budget Act of 2003
- Item 3860-101-6031, Budget Act of 2003
- Item 3860-101-6031, Budget Act of 2007
- Item 3860-101-6031 Provision 1, Budget Act of 2007
- Item 3860-001-6031, Budget Act of 2009
- Item 3860-101-6051, Budget Act of 2007
- Water Code Section 83002(b), paragraphs 5, Safe Drinking Water, Water Quality and Supply, Flood control, River and Coastal Protection Fund of 2006
- Item 3860-101-6052, Budget Act of 2007
- Water Code Section 83002(a), paragraphs 1, Disaster Preparedness and Flood Prevention Bond Fund of 2006

A number of projects cannot be completed within the timeframes allowed by their original appropriations. These programs have been delayed for a variety of reasons, including contracting delays, delays in closeout activities, and timing issues related to the bond freeze. This request will provide additional time for these projects to be completed.

Reversions

It is requested that Item 3860-496 be added (Attachment 7) to revert \$1,250,149 Proposition 50 funds, \$302,933 Proposition 84 funds, and \$65,357,000 Proposition 1E funds. This action will remove Proposition 50 and Proposition 84 funds that are no longer necessary or have been returned.

The reversion of \$45,357,000 Proposition 1E funds reflects DWR's efforts to allocate the remaining Stormwater funds after Chapter 1, Statutes of 2008 (SB 1 second extraordinary session) allocated and earmarked much of the funding. This Chapter appropriated \$150.0 million for SWFM grants and specified that at least \$100.0 million be available "for projects that address immediate public health and safety needs (and) strengthen existing flood control facilities to address seismic safety issues." The DWR made additional grant awards in December 2011 based on the criteria outlined in this Chapter.

The demand for these funds was significantly less than the \$100.0 million allocated amount due to the lack of projects meeting this Chapter's specifications regarding seismic issues. While all qualified seismic projects have been funded, \$45,357,000 remains unallocated. The DWR requests to revert this amount and provide a new appropriation for SWFM projects without the project-type narrowing language restricting the funds to seismic issues.

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Additionally, DWR requests the reversion of \$20.0 million Proposition 1E in order to re-characterize the funds as capital outlay. The Chapter appropriated \$135.0 million Proposition 1E to DWR for essential emergency preparedness supplies and projects. Recent engineering and economic modeling analysis have demonstrated a high relative value of constructing and equipping emergency response facilities in specific Delta locations. The DWR has updated the Floodsafe Five-year Capital Outlay Plan to include these projects. As such, it is necessary to revert a portion of the state operation appropriation as to make it available for use as capital outlay.

Reappropriations and Extension of Liquidation Requests: Capital Outlay

Reappropriations

It is requested that Item 3860-492 be added (Attachment 8) to reappropriate funding for the following projects:

- Franks Tract Pilot Project
- West Sacramento Early Implementation Project
- American River Flood Control Project–Natomas Features
- Yuba River Basin Project
- South Sacramento County Streams
- Rock Creek-Keefer Slough Feasibility Study
- Folsom Dam Modifications Project
- Frazier Creek/Strathmore Creek: Feasibility Study
- White River/Deer Creek: Feasibility Study
- Merced County Streams Project Bear Creek Unit
- Systemwide Levee Evaluations and Repairs
- System Evaluation of the State Plan of Flood Control
- Sutter Bypass East Water Control Structures
- Knights Landing Outfall Gates Rehabilitation
- Sacramento Yard–Soil and Groundwater Investigation and Remediation

These projects have been delayed due to various reasons including permitting requirements, project planning issues with the United States Army Corps of Engineers, plan revisions, site conditions, federal and local funding issues, and many others.

Extension of Liquidation

It is requested that Item 3860-494 be added (Attachment 9) to extend the liquidation period through June 30, 2015 for the Systemwide Levee Evaluations and Repairs Project, originally appropriated in 2007. Habitat constraints, inclement weather, and right-of-way issues have impacted the completion of this project. The protection of specific species during designated months has disrupted construction schedules and forced delays. Additionally, the extremely wet winter of 2010-11 limited opportunities to complete field work.

MAR 30 2012

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call
Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043

ANA J. MATOSANTOS

Director

By:

/s/ Michael Cohen

MICHAEL COHEN

Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
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Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural
Resources Agency
Mr. Mark Cowin, Director, Department of Water Resources
Ms. Perla Netto-Brown, Controller, Department of Water Resources
Mr. Duard MacFarland, Budget Officer, Department of Water Resources
Ms. Marcy Brown, Manager, Department of Parks and Recreation

MAR 30 2012

Attachment 1

NEW ITEM

3860-101-6051—For local assistance, Department of Water Resources, payable
from the Safe Drinking Water, Water Quality and Supply, Flood control, River and Coastal
Protection Fund of 2006..... 249,000

NEW ITEM

3860-101-6052—For local assistance, Department of Water Resources, payable
from the Disaster Preparedness and Flood Prevention Bond Fund of 2006..... 274,957,000

NEW ITEM

3860-301-6052—For capital outlay, Department of Water Resources, payable from the Disaster Preparedness and Flood Prevention Bond Fund of 2006..... 140,771,000

Schedule:

(1)	30.95.021-Feather River Early Implementation Project.....	47,389,000
(2)	30.95.135-West Sacramento Project (GRR).....	1,388,000
(3)	30.95.160-West Sacramento Early Implementation Project.....	75,530,000
(4)	30.95.302-Sutter Basin Feasibility Study.....	627,000
(5)	30.95.305-Rock Creek/Keefer Slough: Feasibility Study.....	645,000
(6)	30.95.310-Lower Cache Creek, Yolo County, Woodland Area Project.....	985,000
(7)	30.95.311-Folsom Dam Modifications Project.....	18,142,000
(8)	30.95.314- Frazier Creek/Strathmore Creek: Feasibility Study.....	945,000
(9)	30.95.315- White River/Deer Creek: Feasibility Study.....	945,000
(10)	30.95.316- Merced County Streams, Bear Creek Unit.....	571,000
(11)	30.95.320- Lower San Joaquin River.....	1,418,000
(12)	30.95.327- Sacramento River Flood Control System Evaluation.....	390,000
(13)	Reimbursements-West Sacramento Project (GRR).....	-575,000
(14)	Reimbursements-Sutter Basin Feasibility Study.....	-170,000
(15)	Reimbursements-Rock Creek/Keefer Slough: Feasibility Study.....	-225,000
(16)	Reimbursements-Lower Cache Creek, Yolo County, Woodland Area Project.....	-400,000
(17)	Reimbursements- Folsom Dam Modifications Project.....	-5,336,000
(18)	Reimbursements- Frazier Creek/Strathmore Creek: Feasibility Study.....	-375,000
(19)	Reimbursements- White River/Deer Creek: Feasibility Study.....	-375,000
(20)	Reimbursements- Merced County Streams, Bear Creek Unit.....	-188,000
(21)	Reimbursements- Lower San Joaquin River.....	-560,000

Provisions:

1. The funds appropriated in this item may be expended for relocations and acquisition of land, easements, and rights-of-way, including, but not limited to, borrow pits, spoil areas, and easements for levees, clearing, flood control works, and flowage, and for appraisals, surveys, and engineering studies necessary for the completion or operation of the projects in the Sacramento and San Joaquin watersheds as authorized by Section 8617.1 and Chapters 1 (commencing with Section 12570), 2 (commencing with Section 12639), 3 (commencing with Section 12800), 3.5 (commencing with Section 12840), and 4 (commencing with Section 12850) of Part 6 of Division 6 of the Water Code. Notwithstanding paragraph (1) of subdivision (a) of Section 12582.7 and Section 12585.5 of the Water Code, prior to state and federal authorization of the project and appropriation of federal construction funds by Congress and subsequent to submittal of a report to the Legislature pursuant to Section 12582.7 of the Water Code; the amounts appropriated in this item may be expended for state costs associated with preconstruction design and engineering work conducted by the federal government and others.
2. Funds appropriated in this item may also be expended for the evaluation, repair, rehabilitation, reconstruction, or replacement of flood protection facilities consistent with subdivision (a) of Section 5096.821 of the Public Resources Code; for study, evaluation, improvement, and addition of facilities to provide enhanced levels of flood protection consistent with subdivision (b) of Section 5096.821 of the Public Resources Code; or for

the protection, creation, and enhancement of flood protection corridors and bypasses consistent with Section 5096.825 of the Public Resources Code.

3. Funds appropriated in this item may also be used for any of the following:
 - (a) Advances to the federal government, or payments to the federal government or others for incidental construction or reconstruction items that are an obligation of the state in connection with the completion or operation of the projects and for materials.
 - (b) Flood protection-related activities of the state associated with construction, reconstruction, relocation, or alterations to levees, other flood control works, highways, railroads, bridges, power lines, communication lines, pipelines, irrigation works, and other structures and facilities, and for appraisals, surveys, mitigation and engineering studies incidental thereto.
 - (c) Flood protection-related planning studies, surveys, preliminary plans, drawings, acquisitions, relocations, rights-of-way, construction, construction supervision, contract administration, and other work activities to be performed by Department of Water Resources personnel and contractors for completion of the projects.
4. Funds appropriated in this item may be used to implement the projects identified in this item without arrangements with the federal government while making reasonable efforts to obtain funding from the federal government in advance or by arranging to perform work which is a federal responsibility prior to the availability of federal appropriations with the intention that the costs will be reimbursed or eligible for credit by the federal government as provided in Public Law 99-662, Section 104, November 17, 1986; Public Law 90-488, Section 215, August 13, 1968; or other applicable law.
5. Notwithstanding Section 26.00, funds may be transferred, with the approval of the Department of Finance, among projects specified in this item and other Department of Water Resources flood protection-related major capital outlay projects with an active appropriation. The Director of Finance shall notify, in writing, the chairpersons of the committees in each house of the Legislature that consider appropriations and the Chairperson of the Joint Legislative Budget Committee, within 30 days or such lesser time as the chairperson of the joint committee, or his or her designee, may determine, prior to any transfer.
6. Payments from a local sponsor may be received by the Department of Water Resources and may be advanced to the federal government.

NEW ITEM

3860-302-6052—For capital outlay, Department of Water Resources, payable
from the Disaster Preparedness and Flood Prevention Bond Fund of 2006..... 20,000,000
Schedule:

(1)	30.95.140- Delta Flood Emergency Preparedness, Response, and Recovery Project.....	20,000,000
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NEW ITEM

3860-491—Reappropriation, Department of Water Resources. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2014:

6010—Yuba Feather Flood Protection Subaccount

- (1) Item 3860-101-6010, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Yuba Feather Flood Protection Program

6026—Bay-Delta Multipurpose Water Management Subaccount

- (1) Item 3860-001-6026, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) as reappropriated by Item 3860-491, Budget Act of 2007 (Ch. 171 and 172, Stats. 2007), Item 3860-492, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) and Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Delta Conveyance Program, Delta Ecosystem Restoration, Franks Tract, and Low Intensity Chemical Dosing Project

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002

- (1) Item 3860-001-6031, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-492, Budget Act of 2008 (Ch. 268 and 269, Stats. 2008) and reappropriated by Item 3860-492 and partially reverted by Item 3860-495, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) and reappropriated by Item 3860-490 and partially reverted by Item 3860-495, Budget Act of 2010 (Ch. 712, Stats. 2010) and reappropriated by Item 3860-491 and partially reverted by Item 3860-495, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Water Use Efficiency Program

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

- (1) Section 6 of Chapter 1 of the 2007-08 Second Extraordinary Session as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for surface storage feasibility studies, flood protection and water supply system reoperation studies, and to update the California Water Plan
- (2) Paragraphs (3) to (7), inclusive, of subdivision (b) of Section 83002 of the Water Code as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for Delta Water Quality Improvements, Emergency Response, Urban Streams, and Integrated Regional Water Management
- (3) Item 3860-101-6051, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for Dutch Slough Tidal Marsh Restoration

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

- (1) Paragraphs (1) and (2) of subdivision (1) of Section 83002 of the Water Code as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for Delta Risk Reduction, Delta Levee emergencies and Stormwater Flood Management
- (2) Item 3860-001-6052 Provision 1, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) as reappropriated by Item 3860-490 Budget Act of 2010 (Ch. 712, Stats. 2010) for the California Flood SAFE Program Channel Maintenance

MAR 30 2012

- (3) Item 3860-001-6052, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Conservation Strategy
- (4) Item 3860-001-6052, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Conservation Strategy, Central Valley Flood Management Planning Program, Delta Knowledge Improvement Program, and Delta Subsidence and Carbon Sequestration
- (5) Item 3860-101-6052, Budget Act of 2010 (Ch. 712, Stats. 2010) as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Floodway Protection Corridor Program and North Delta Flood Control and Ecosystem Restoration

NEW ITEM

3860-493—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations are extended to June 30, 2014:

0001—General Fund

- (1) Item 3860-001-0001, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), for the North Delta Conveyance Program, Flood Emergency Response and Central Valley Flood Protection Board

0544—Sacramento Valley Water Management and Habitat Protection Subaccount

- (1) Item 3860-101-0544, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-493 (Chs. 268 and 269, Stats. 2008), for the Sacramento Valley Water Management Program

6005—Flood Protection Corridor Subaccount

- (1) Item 3860-101-6005, Budget Act of 2003 (Ch. 157, Stats. 2003) as partially reverted by Item 3860-496, Budget Act of 2004 (Ch. 208, Stats. 2004) as reappropriated by 3860-492, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), and Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Flood Protection Corridor Program
- (2) Item 3860-101-6005, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.), for the Flood Protection Corridor Program

6025—Conjunctive Use Subaccount

- (1) Item 3860-101-6025, Budget Act of 2001 (Ch. 106, Stats. 2001), as reappropriated by Item 3860-492, Budget Act of 2004 (Ch. 208, Stats. 2004), Item 3860-492, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), and Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Groundwater Storage Program

6027—Interim Water Supply and Water Quality Infrastructure and Management Subaccount

- (1) Item 3860-101-6027, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 3860-491, Budget Act of 2001 (Ch. 106, Stats. 2001), Item 3860-491, Budget Act of 2003 (Ch. 157, Stats. 2003), Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), and Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Interim Reliable Water Supply Program

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002

- (1) Item 3860-001-6031, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3860-491, Budget Act of 2004 (Ch. 208, Stats. 2004), Item 3860-491, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), and Item 3860-492, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), as partially reverted by Item 3860-495, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) for the Water Supply Reliability Program
- (2) Item 3860-101-6031, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3860-491, Budget Act of 2004 (Ch. 208, Stats. 2004), Item 3860-491, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006),

- Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) and Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for Desalination Grants and Integrated Regional Water Management
- (3) Item 3860-101-6031, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-493, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), for the Integrated Regional Water Management Program
 - (4) Item 3860-101-6031 Provision 1, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) for the Integrated Regional Water Management Program
 - (5) Item 3860-001-6031, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) as partially reverted by Item 3860-495, Budget Act of 2011 (Ch. 33, Stats. 2011) for the Ecosystem Restoration Program
- 6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006
- (1) Item 3860-101-6051, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Flood Protection Corridor Program and Flood Control Subventions
 - (2) Paragraph (5), inclusive, of subdivision (b) of Section 83002 of the Water Code for Delta Levee Special Projects
- 6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006
- (1) Item 3860-101-6052, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) as reappropriated by Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Early Implementation Program
 - (2) Paragraph (1), inclusive, of subdivision (a) of Section 82003 of the Water Code for Delta Levees Protection of Aqueducts

NEW ITEM

3860-496—Reversion, Department of Water Resources. As of June 30, 2012, the balances specified below, of the appropriations provided in the following citations, shall revert to the balance in the funds from which the appropriations were made:

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002

- (1) Item 3860-101-6031, Budget Act of 2003 (Ch. 157, Stats. 2003) as reappropriated by Item 3860-491, Budget Act of 2004 (Ch. 208, Stats. 2004), and Item 3860-492, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), and Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008)\$359,798
- (2) Item 3860-101-6031, Budget Act of 2005 (Chs. 38 and 39, Stats. 2005) as reappropriated by Item 3860-492, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006), and Item 3860-491, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008), and Item 3860-492, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.).....\$536,039
- (3) Item 3860-001-6031, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) as partially reverted by Item 3860-495, Budget Act of 2010 (Ch. 712, Stats. 2010) and reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011)\$354,312

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

- (1) Item 3860-001-6051, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) and partially reverted by Item 3860-495, Budget Act of 2010 (Ch. 712, Stats. 2010) as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011).....\$78,933
- (2) Paragraph (3) of subdivision (b) of Section 83002 of the Water Code as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for Integrated Regional Water Management.....\$224,000

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

- (1) Paragraph (1) of subdivision (a) of Section 83002 of the Water Code for Delta Levee Emergencies Delta Risk Reduction Program as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010).....\$20,000,000
- (2) Paragraph (2) of subdivision (a) of Section 83002 of the Water Code as reappropriated by Item 3860-490, Budget Act of 2010 (Ch. 712, Stats. 2010), for Stormwater.....\$45,357,000

NEW ITEM

3860-492—Reappropriation, Department of Water Resources. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2015:

0001—General Fund

- (1) Item 3860-301-0001, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) as partially reverted by Item 3860-496, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) and partially reverted by Item 3860-496, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) as reappropriated by Item 3860-490, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.) as reappropriated by Item 3860-493, Budget Act of 2011 (Ch. 33, Stats. 2011)
- (4) 30.95.245-American River Flood Control Project—Natomas Features
- (2) Item 3860-301-6026, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.)
- (2) 10.95.180-Franks Tract Pilot Project
- (3) Item 3860-301-6031, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.)
- (2) 10.95.180-Franks Tract Pilot Project

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

- (1) Item 3860-301-6052, Budget Act of 2008 (Chs. 268 and 269, Stats. 2008) as reappropriated by Item 3860-492, Budget Act of 2011 (Ch. 33, Stats. 2011)
- (2.1) 30.95.311-Folsom Dam Modifications Project
- (2) Item 3860-301-6052, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.)
- (2) 30.95.260-South Sacramento County Streams
- (3) 30.95.311-Folsom Dam Modifications Project
- (4) 30.95.341-System Evaluation of the State Plan of Flood Control
- (5.5) 30.95.343-Sutter Bypass East Water Control Structure
- (6) 30.95.344-Knights Landing Outfall Gates Rehabilitation
- (7) 30.95.345-Sacramento Yard—Soil and Groundwater Investigation and Remediation
- (8) Reimbursements—Folsom Dam Modifications Project
- (3) Item 3860-302-6052, Budget Act of 2009 (Ch. 1, 2009–10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.)
- (1) 30.95.160-West Sacramento Early Implementation Project
- (2) 30.95.340-Systemwide Levee Evaluations and Repairs
- (4) Item 3860-301-6052, Budget Act of 2011 (Ch. 33, Stats. 2011)
- (5) 30.95.250-Yuba River—Preconstruction Engineering & Design Work
- (9) 30.95.305.207-Rock Creek/Keefer Slough: Feasibility Study
- (11) 30.95.314-Frazier Creek/Strathmore Creek: Feasibility Study
- (12) 30.95.315-White River/Deer Creek: Feasibility Study
- (13) 30.95.316-Merced County Streams Project Bear Creek Unit
- (21) Reimbursements—Merced County Streams Project Bear Creek Unit
- (24) Reimbursements—Frazier Creek/Strathmore Creek
- (25) Reimbursements—White River/Deer Creek
- (28) Reimbursements—Rock Creek/Keefer Slough

NEW ITEM

3860-494—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the period to liquidate encumbrances of the following citations are extended to June 30, 2015:

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

- (1) Item 3860-302-6052, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007)
- (2) 30.95.340-Systemwide Levee Evaluations and Repairs



DEPARTMENT OF
FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO, CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

MAR 30 2012

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to Budget Bill Item 3885-001-0001, Support, Delta Stewardship Council

Proposition 50—Delta Science Program

It is requested that Item 3885-001-0001 be amended to extend six limited-term positions. The 2008-09 Budget Act provided six limited-term positions until June 30, 2012 for the Delta Stewardship Council's Delta Science Program. This request will extend the positions for an additional two years, until June 30, 2014. No new funding is necessary to implement this request.

The proposed 2012-13 Governor's Budget reappropriates \$5.9 million of unencumbered Proposition 50 funds through June 30, 2014. These funds will be used to support the Delta Science Program, successor to the CALFED Science Program. The Council requests extending the six filled positions to continue performing the ongoing tasks related to the Delta Science Program.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

MAR 30 2012

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Felipe Fuentes, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jim Nielsen, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Gordon, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural
Resources Agency
Mr. Joe Grindstaff, Executive Officer, Delta Stewardship Council
Ms. Livia Page, Chief of Administration, Delta Stewardship Council
Ms. Marcy Brown, Manager, Department of Parks and Recreation