



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendments to Various Budget Bill Items, Support, Legislature

Legislature: State Appropriations Limit Adjustment – It is requested that the following items be amended as follows to reflect the increase in the State Appropriations Limit:

- Item 0110-001-0001 be increased by \$5,194,000 ongoing
- Item 0120-011-0001 be increased by \$6,844,000 ongoing
- Item 0130-021-0001 reflects a net zero adjustment between the following schedules:
 - Schedule (1) be increased by \$352,000 ongoing
 - Schedule (2) be decreased by \$176,000 ongoing
 - Schedule (3) be decreased by \$176,000 ongoing

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 Mark Jimenez, Principal Program Budget Analyst, at (916) 445-8913.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office



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Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0160-001-0001, Support, Office of Legislative Counsel

It is requested that Item 0160-001-0001 be increased by \$81,276,000 ongoing and 45 positions to bolster the operations of the two branches in the Office of Legislative Counsel: the Legislative Data Center that provides information technology services to the Legislature and other clients, and the Legislative Counsel Bureau that, among other duties, drafts every bill, amendment, and resolution that comes before the Legislature. The request includes funding for information technology expenses and equipment, staff salaries and benefits, legal services related costs, and building, real estate, and administrative costs. The Office has experienced an increase in demand for its services, including the unanticipated technology requirements that resulted due to the pandemic. These resources are necessary to meet the increased demand.

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 Tim Weber, Principal Program Budget Analyst, at (916) 445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Cara L. Jenkins, Legislative Counsel of California



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Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Various Budget Bill Items, Support and Local Assistance, Judicial Branch

Central Justice Center – Facility Modification—It is requested that Item 0250-001-0001 be increased by \$11,292,000 one-time to address increased project costs for an existing facility modification project in the Orange County Superior Court Central Justice Center. This request is in addition to the \$4 million in 2021-22 and \$48.8 million in 2022-23 provided in the 2021 Budget Act to address fire, life, and safety deficiencies for this facility and to allow for it to continue operations.

Facility Modifications for New Judgeships—It is requested that Item 0250-001-0001 be increased by \$24,326,000 one-time for facility modifications to accommodate 17 of the 23 additional superior court judgeships included in the Governor's Budget. The facility modifications will take place in existing court facilities within seven superior court jurisdictions, including Fresno, Kern, Madera, Placer, Riverside, San Bernardino, and Stanislaus. Space needs for the remaining new judgeships are factored into a separate capital outlay request. It is also requested that provisional language be added to extend the encumbrance period for these funds until June 30, 2024 (see Attachment 1).

Community Assistance, Recovery, and Empowerment (CARE) Court—It is requested that Item 0250-001-0001 be increased by \$2,534,000 in 2022-23 and \$691,000 ongoing; Items 0250-111-0001 and 0250-101-0932 be increased by \$36,966,000 ongoing, to implement CARE Court, a new court and county behavioral health department process to assist people living with under or untreated schizophrenia spectrum or other psychotic disorders who lack medical decision-making capacity. These resources will allow the Judicial Council to conduct CARE Court hearings to establish an individual's program eligibility and to determine a court-ordered CARE plan.

San Diego Hall of Justice – Facility Modification—It is requested that Item 0250-001-0001 be increased by \$2,581,000 one-time to address increased project costs due to inflation

for a planned facility modification project in the San Diego County Superior Court's Hall of Justice. This is in addition to the \$27.1 million one-time included in the April 1 adjustment to the Governor's Budget.

East County Regional Center – Facility Modification—It is requested that Item 0250-001-0001 be increased by \$1,778,000 one-time to address increased project costs due to inflation for an existing facility modification project in the San Diego County Superior Court East County Regional Center. This request is in addition to the \$13,550,000 one-time General Fund included in the April 1 adjustment to the Governor's Budget.

Judicial Training for Environmental and Water Issues—It is requested that Item 0250-001-0001 be increased by \$1,160,000 ongoing to establish a unit within the Judicial Branch to provide ongoing training, technical assistance, and legal support to California's trial courts on environmental and climate change issues. This is necessary to increase expertise across the Judicial Branch to support water and other environmental conflict resolution.

Technical Adjustment for Court Interpreters' Program—It is requested that Item 0250-001-0001 be increased by \$87,000 ongoing and that Items 0250-111-0001 and 0250-101-0932 be decreased by \$87,000 ongoing. This net-zero technical adjustment is necessary to correctly allocate certain information technology contract expenditures for the Court Interpreters' Program in state operations instead of local assistance.

Court Facilities Trust Fund Reimbursement Authority Increase—It is requested that Item 0250-001-3066 be amended by increasing reimbursements by \$4.4 million ongoing to allow the Judicial Council to collect county share of maintenance and utilities costs.

State Court Facilities Construction Fund (SCFCF) Backfill Removal—It is requested that Item 0250-015-0001 be decreased by \$39,999,000 to remove the General Fund backfill to the SCFCF. The backfill is no longer necessary because there is a sufficient fund balance in 2022-23 to maintain current service levels due to improved revenue forecasts and the reversion of unencumbered funds from the Court Facilities Architecture Revolving Fund to the SCFCF.

AB 177 Backfill Adjustment—It is requested that Item 0250-103-0001 be decreased by \$3,118,000 ongoing to reflect updated estimates of revenue losses due to the repeal of fees by Chapter 257, Statutes of 2021 (AB 177). The associated revenue loss for all courts are lower than expected, totaling \$10.3 million instead of the \$13.4 million estimated in the Governor's Budget.

Trial Court Employee Benefit Adjustment—It is requested that Items 0250-111-0001 and 0250-101-0932 be decreased by \$7,860,000 ongoing to reflect the updated health benefit and retirement rate changes for trial court employees.

Improvement and Modernization Fund Adjustment—It is requested that Item 0250-102-0159 be decreased by \$4 million one-time to reflect updated expenditures and correct a technical system error.

Trial Court Trust Fund Backfill—It is requested that Item 0250-113-0001 be increased by \$33,719,000 ongoing to reflect updated revenue shortfalls based on the most current estimates of the Trial Court Trust Fund fee revenues for fiscal year 2022-23.

Pretrial Diversion Provisional Language—It is requested that provisional language be included to allow the Judicial Council to use funding for administrative services and to allow the transfer of administrative funding from local assistance to state operations related to the pretrial program. It is also requested that provisional language be included to allow trial courts to carry unexpended balances of pretrial funding to June 30, 2023 (see Attachment 2).

Technical Provisional Language Adjustments—It is requested that various provisional language in Items 0250-001-0001, 0250-101-0932, and 0250-102-0932 be amended to reflect updated dates, expenditure authority, and to remove language associated with temporary programs included in the 2021 Budget Act (see Attachment 3).

Lease-Revenue Debt Service—It is requested that Item 0250-003-0001 be increased by \$4,266,000 and Item 0250-003-3037 be decreased by \$4,267,000 for the purposes of accounting for the annual debt service payments for the Tuolumne County New Sonora Courthouse and Siskiyou County New Yreka Courthouse.

The effect of my requested actions are reflected on the attachment.

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

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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cc: On following page

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Katja Townsend, Capitol Director, Assembly Republican Leader's Office
John Wordlaw, Chief Administrative Officer, Judicial Council of California
Zlatko Theodorovic, Deputy Director, Budget Services, Judicial Council of California
Fran Mueller, Deputy Director, Budget Services, Judicial Council of California
Angela Cowan, Manager, Budget Services, Judicial Council of California

Add Provision 7 to Item 0250-001-0001

7. Of the amount appropriated in Schedule (3), \$24,326,000 shall be expended to address facility modifications to accommodate new superior court judgeships. The amount allocated shall be available for encumbrance or expenditure until June 30, 2024.

Add Provision 6 to Item 0250-001-0001

"6. Upon approval of the Administrative Director, the Controller shall increase this item by an amount sufficient to allow for the expenditure of any transfer to this item made pursuant to Provisions 16 of Item 0250-101-0001.

Amend Provision 16 of Item 0250-101-0001

16. The Judicial Council shall retain up to 5 percent of the amount available to the superior courts in Provision 15 for costs associated with implementing, supporting, and evaluating pretrial programs in courts, including, but not limited to:

(a) Providing technical assistance to courts on practices and programs related to pretrial decision-making.

(b) Providing judicial education.

(c) Evaluating pretrial programs and practices funded through this program.

(d) Providing administrative services on programs related to pretrial decision-making.

Add Provision 19 to Item 0250-101-0001

19. Notwithstanding Section 77203 of the Government Code, trial courts may carry any unexpended balances of the \$70,000,000 ongoing funding that was specifically appropriated in Item 0250-101-000 and identified in Provisions 9 and 10 of that item for pretrial services, to June 30, 2023. Any unexpended funds shall revert to the General Fund."

Amend Provision 1 of Item 0250-001-0001

"1. Of the funds appropriated in this item, \$5,800,000 is available for the defense and indemnity of the Judicial Council, the appellate courts, the trial courts and/or the officers, judicial officers, and employees of these entities including government claims, litigation related matters, labor and employment related matters, and matters requiring specialized legal advice. The funds may be used for pre-litigation and litigation fees, and costs from the Attorney General or other outside legal counsel, fees for legal advice in specialized areas of law, and any judgment, stipulated judgment, offer of judgment, or settlement. This amount is for use in connection with (a) matters arising from the actions of appellate courts, appellate court judicial officers, appellate court employees, or court contractors, or (b) matters arising from the actions of the Judicial Council, council members, council employees or agents, or Judicial Council contractors, or (c) matters arising from the actions of trial courts, trial court judicial officers, trial court employees, or court contractors. The Judicial Council, an appellate court, trial court, and/or an officer, judicial officer, or employee of these entities must be named as a defendant or alleged to be the responsible party, or be the responsible party pursuant to a contractual provision, memorandum of understanding, or intra branch agreement. Any funds not used for this purpose shall revert to the General Fund. The amount allocated shall be available for encumbrance or expenditure until June 30, ~~2023~~ 2024."

Amend Provision 3 of Item 0250-001-0001

"3. Of the funds appropriated in Schedule (2), ~~\$68,644,000~~ \$76,944,000 is available for the Court-Appointed Counsel Program and shall be used solely for that program. Any funds for the program not expended by June 30, 2023, shall revert to the General Fund.

Delete Provisions 17, 20, 21, 22, of Item 0250-101-0932

~~17. Notwithstanding Section 77203 of the Government Code and Provision 17 of Item 0250-101-0932, Budget Act of 2019, and Provision 17 of Item 0250-101-0932, Budget Act of 2020, trial courts may carry any unexpended funds that were specifically appropriated and allocated by the Judicial Council to address workload related to Chapter 993 of the Statutes of 2018, from 2019-20 and 2020-21 to 2021-22. Any unexpended funds shall revert to the General Fund.~~

~~20. Notwithstanding any other law, upon approval of the Department of Finance, the amount available for expenditure in Schedule (3) may be increased by the amount of any additional resources necessary for the implementation of the Pandemic Early Disposition Calendar Program. Any augmentation under this provision shall be authorized not sooner than 30 days after notification in writing to the chairpersons of the committees in each house of the Legislature that consider appropriations, the chairpersons of the committees and appropriate subcommittees that consider the State Budget, and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the joint committee, or the chairperson's designee, may determine.~~

~~21. Upon approval of the Administrative Director, the Controller shall increase Schedules (1) or (3) of this item by an amount sufficient to allow for the expenditure of any transfer to this item made pursuant to Provision 15 of Item 0250-001-0001 to support early disposition readiness conference programs.~~

~~22. The Judicial Council shall complete the cost benefit analysis of self-help services originally required by the Budget Act of 2018 (Chs. 29 and 30, Stats. 2018). At a minimum, this analysis shall calculate the monetary value of identified benefits, identify the corresponding costs, and identify the net benefit of the various self-help delivery methods by case type. Costs and benefits shall also include the impacts of self-help services on trial court operations. The completed cost benefit analysis shall be submitted to the Legislature no later than January 1, 2022."~~

Amend Provisions 10, 18, and 23 of Item 0250-101-0932

"10. Sixteen (16.0) subordinate judicial officer positions are authorized to be converted to judgeships in the ~~2021-22~~ 2022-23 fiscal year in the manner and pursuant to the authority described in subparagraph (B) of paragraph (1) of subdivision (c) of Section 69615 of the Government Code, as described in the notice filed by the Judicial Council under subparagraph (B) of paragraph (3) of subdivision (c) of Section 69615 of the Government Code.

18. Upon order of the Department of Finance, the amount available for expenditure in Schedules (1) and (4) may be augmented by an amount sufficient to fund trial court employee benefit increases in ~~2021-22~~ 2022-23.

23. Of the amount appropriated in Schedule (1), up to ~~\$330,000~~ \$660,000 shall be available to fund trial court security costs for the new Shasta courthouse ~~scheduled to open in January 2022~~. To the extent the courthouse is opened at a later date, the funding available shall be proportionally reduced based on the month the courthouse begins operations."

Delete Provision 1 of Item 0250-102-0932

~~"1. Of the amount appropriated in Schedule (1), \$10,000,000 shall be used to address pandemic-related operational costs and dependency caseload increases. This funding shall be allocated by the Judicial Council using the methodology customarily used to distribute statewide court-appointed dependency counsel funding, which shall reflect updates to relevant variables based on the most recently available data."~~

Amend Provision 3 of Item 0250-102-0932

“3. The Judicial Council shall work in collaboration with court-appointed dependency counsel providers to ensure timely submission, review, and payment of monthly invoices attributable to the 2022–23 fiscal year so that determination of the statewide total of federal reimbursements and any portion of the funding described in Provision 2 needed to address any remaining shortfall can be made no later than September 30, 2023. Distribution of funds to address any shortfall shall be made by the Judicial Council using the methodology customarily employed to distribute statewide court-appointed dependency counsel funding as described in Provision 1. The amounts allocated in Provision 2 shall be available for encumbrance or expenditure until October 1, 2023. Any funds described in Provision 2 not encumbered by October 1, 2023, for eligible activities attributable to the 2022–23 fiscal year shall revert to the General Fund. “

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Items 0250-301-0001 and 0250-301-0660, and the Addition of Budget Bill Items 0250-490, 0250-495, and Statutory Changes, Capital Outlay, Judicial Branch

Butte County: Juvenile Hall Addition and Renovation, Reappropriation—Working Drawings (Issue 203)—It is requested that 0250-490 be added to reappropriate Item 0250-301-0001, Budget Act of 2021 in the amount of \$328,000 for the working drawings phase (Attachment 1). The working drawings phase has been delayed due to an extended review period of the preliminary plans.

Monterey County: New Fort Ord Courthouse, Reappropriation—Performance Criteria (Issue 204)—It is requested that 0250-490 be added to reappropriate Item 0250-301-0001, Budget Act of 2021 in the amount of \$3,101,000 for the performance criteria phase. The performance criteria phase has been delayed due to an extended period of site selection and acquisition.

San Bernardino County: Juvenile Dependency Courthouse Addition and Renovation, Reappropriation—Preliminary Plans (Issue 205)—It is requested that 0250-490 be added to reappropriate Item 0250-301-0001, Budget Act of 2021 in the amount of \$479,000 for the preliminary plans phase. The preliminary plans phase has been delayed due to an extended period for the County to complete site selection and acquisition.

Various Counties: New Judgeships Courtroom Buildouts—Various Phases (Issues 215-217, 219)—It is requested that Item 0250-301-0001 be increased by \$29,607,000 to provide funding for the preliminary plans, working drawings, and construction phases for five new shelled courtrooms at four courthouses (Attachment 2). These new courtrooms will be utilized by 5 of the 23 new judgeships approved in 2007. Funding for these 23 judgeships is requested in the 2022-23 Governor's Budget.

- **Kings County (Issue 215)**—\$6,025,000 for the design and construction of one additional shelled courtroom at a court facility in Kings County.

- **Sacramento County (Issue 216)**—\$11,532,000 for the design and construction of two additional shelled courtrooms at a juvenile court facility in Sacramento.
- **San Joaquin County (Issue 217)**—\$6,025,000 for the design and construction of one additional shelled courtroom at the Stockton courthouse.
- **Sutter County (Issue 219)**—\$6,025,000 for the design and construction of one additional shelled courtroom at a court facility in Sutter County.

California Construction Cost Index Increases—Construction—It is requested that 0250-301-0001 be increased to \$3,351,000 for one previously approved project and 0250-301-0660 be increased to \$220,048,000 (Attachment 3) for three previously approved projects that are proposed for construction funding in 2022-23. The national construction market has experienced significant inflation since 2021. The California Construction Cost Index, which is the metric the state uses to track overall construction prices, has increased by approximately 10 percent since the Governor's Budget and approximately 25 percent for capital projects that were funded in the 2021-22 budget. This request will address the cost increases resulting from these inflationary pressures to ensure projects can proceed to the construction phase with adequate funding.

As part of this proposal, it is requested that the construction appropriation requests included in the Governor's Budget and the April 1 Finance Letter process be withdrawn and replaced with these requests, for a net increase of \$9,765,000 (\$158,000 General Fund).

Also as part of this proposal, it is requested that Item 0250-495 be added to revert existing authority in Item 0250-301-0660, Budget Act of 2021 in the amount of \$66,497,000 from the construction phase of the project outlined below, for a net increase of \$10,730,000 (Attachment 4).

- **Butte County: Juvenile Hall Addition and Renovation—Construction (Issue 203 and 234)**—\$3,351,000 for new appropriation and \$3,193,000 for withdrawal of Governor's Budget proposal.
- **Mendocino County: New Ukiah Courthouse—Design-Build (Issues 229 and 233)**—\$136,267,000 for new appropriation and \$127,213,000 for withdrawal of Governor's Budget proposal.
- **Stanislaus County: New Modesto Courthouse—Construction (Issues 230 and 235)**—\$6,554,000 for new appropriation and \$6,001,000 for withdrawal of April 1 Finance Letter proposal.
- **Lake County: New Lakeport Courthouse—Design-Build (Issue 206)**—\$77,227,000 for new appropriation and \$66,497,000 for the reversion of the 2021 Budget Act appropriation.

Fund Shift from Lease Revenue Bonds to General Fund—Construction (Issue 246)—It is requested that statutory changes be made to amend Item 0250-301-0001 by \$242,066,000 in the 2021 Budget Act for two projects to reflect the shift of funding for the

construction phase from lease revenue bond authority to the General Fund (Attachment 5). This proposal will result in significant savings from avoided interest payments, and is part of a multi-year effort to build resiliency in the state's fiscal plan.

- **Imperial County: New El Centro Courthouse—Construction**—\$66,760,000 for the construction phase of this project.
- **Shasta County: New Redding Courthouse—Construction**—\$175,306,000 for the construction phase of this project.

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 Koreen H. van Ravenhorst, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

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John Wordlaw, Chief Administrative Officer, Judicial Branch
Angela Cowan, Budget Manager, Judicial Branch
Pella McCormick, Director of Facilities Services, Judicial Branch

0250-490—Reappropriation, Judicial Branch. 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, 2023.

0001—General Fund

(1) Up to \$3,908,000 in Item 0250-301-0001, Budget Act of 2021 (Chs. 21, 43, 69, 84, and 240, Stats. 2021)

- (5) Up to \$328,000 in Project 0008984-Butte County: Juvenile Hall Addition and Renovation—Working drawings
- (6) Up to \$3,101,000 in Project 0008985-Monterey County: New Fort Ord Courthouse—Performance criteria
- (7) Up to \$479,000 in Project 0008986-San Bernardino County: Juvenile Dependency Courthouse Addition and Renovation—Preliminary plans

"0250-301-0001—For capital outlay, Judicial Branch		135,762,000 <u>165,527,000</u>
Schedule:		
(1)	0000089-Los Angeles County: New Santa Clarita Courthouse	53,050,000
	(a) Acquisition	41,749,000
	(b) Performance criteria	11,301,000
(2)	0000099-Plumas County: New Quincy Courthouse	7,063,000
	(a) Acquisition	3,961,000
	(b) Performance criteria	3,102,000
(3)	0008984-Butte County: Juvenile Hall Addition and Renovation	3,193,000 <u>3,351,000</u>
	(a) Construction	3,193,000 <u>3,351,000</u>
(4)	0008986-San Bernardino County: Juvenile Dependency Courthouse Addition and Renovation	721,000
	(a) Working drawings	721,000
(5)	0009728-Solano County: New Solano Hall of Justice (Fairfield)	21,408,000
	(a) Acquisition	16,494,000
	(b) Performance criteria	4,914,000
(6)	0009729-Fresno County: New Fresno Courthouse	21,158,000
	(a) Acquisition.....	21,158,000
(7)	0009732-San Luis Obispo County: New San Luis Obispo Courthouse	29,169,000
	(a) Acquisition	29,169,000
(8)	<u>0010364-Kings County: One New Shelled Courtroom for One New Judgeship.....</u>	<u>6,025,000</u>
	<u>(a) Preliminary plans.....</u>	<u>245,000</u>
	<u>(b) Working drawings.....</u>	<u>663,000</u>
	<u>(c) Construction.....</u>	<u>5,117,000</u>
(9)	<u>0010365-Sacramento County: Two New Shelled Courtrooms for Two New Judgeships.....</u>	<u>11,532,000</u>
	<u>(a) Preliminary plans.....</u>	<u>485,000</u>
	<u>(b) Working drawings.....</u>	<u>1,079,000</u>
	<u>(c) Construction.....</u>	<u>9,968,000</u>

(10)	<u>0010366-San Joaquin County: One New Shelled Courtroom</u>	
	<u>for One New Judgeship.....</u>	<u>6,025,000</u>
	(a) <u>Preliminary plans.....</u>	<u>245,000</u>
	(b) <u>Working drawings.....</u>	<u>663,000</u>
	(c) <u>Construction.....</u>	<u>5,117,000</u>
(11)	<u>0010367-Sutter County: One New Shelled Courtroom</u>	
	<u>for One New Judgeship.....</u>	<u>6,025,000</u>
	(a) <u>Preliminary plans.....</u>	<u>245,000</u>
	(b) <u>Working drawings.....</u>	<u>663,000</u>
	(c) <u>Construction.....</u>	<u>5,117,000</u>

Provisions:

1. Notwithstanding Control Section 1.80 or any other law, the amounts appropriated in Schedules (8) through (11) shall be available for encumbrance or expenditure until June 30, 2024."

"0250-301-0660—For capital outlay, Judicial Branch, payable from the Public
Buildings Construction Fund127,213,000 220,048,000

Schedule:

(.5)	0000084-Lake County: New Lakeport Courthouse.....	77,227,000	
(a)	Design-Build.....	77,227,000	
(1)	0000092-Mendocino County: New Ukiah Courthouse	127,213,000	136,267,000
(a)	Design-Build	127,213,000	136,267,000
(2)	0000115-Stanislaus County: New Modesto Courthouse.....	6,554,000	
(a)	Construction.....	6,554,000	

Provisions:

1. The Judicial Branch and the State Public Works Board are authorized to execute and deliver any and all leases, contracts, agreements, or other documents necessary or advisable to consummate the sale and issuance of bonds in accordance with the State Building Construction Act of 1955 or otherwise effectuate the financing of the scheduled project."

0250-495—Reversion, Judicial Branch. As of June 30, 2022, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0660—Public Buildings Construction Fund

(1) \$66,497,000 in Item 0250-301-0660, Budget Act of 2021

(1) Project 0000084-Lake County: New Lakeport Courthouse—Design-Build

"0250-301-0001—For capital outlay, Judicial Branch.....	290,570,000
Schedule:	
(.5) 000079-Imperial County: New El Centro Courthouse.....	66,760,000
(a) Construction.....	66,760,000
(1) 000084-Lake County: New Lakeport Courthouse	1,626,000
(a) Performance Criteria	1,626,000
(2) 000092-Mendocino County: New Ukiah Courthouse	3,334,000
(a) Performance Criteria	3,334,000
(3) 000096-Nevada County: New Nevada City Courthouse.....	972,000
(a) Study.....	972,000
(3.5) 0000111-Shasta County: New Redding Courthouse.....	175,306,000
(a) Construction.....	175,306,000
(4) 0000983-Los Angeles County: Los Angeles Master Plan	2,347,000
(a) Study.....	2,347,000
(5) 0008984-Butte County: Juvenile Hall Addition and Renovation	604,000
(a) Preliminary plans	276,000
(b) Working drawings.. ..	328,000
(6) 0008985-Monterey County: New Fort Ord Courthouse	38,720,000
(a) Acquisition	35,619,000
(b) Performance criteria	3,101,000
(7) 0008986-San Bernardino County: Juvenile Dependency Courthouse Addition and Renovation.....	901,000
(a) Acquisition	422,000
(b) Preliminary plans... ..	479,000

Provisions:

1. The Judicial Branch and the State Public Works Board are authorized to execute and deliver any and all leases, contracts, agreements, or other documents necessary or advisable to consummate the sale and issuance of bonds in accordance with the State Building Construction Act of 1955 or otherwise effectuate the financing of the scheduled projects identified in this item.

2. Notwithstanding Government Code Section 15849.1 or any other law, the funds appropriated in Schedules (.5) and (3.5) may be available for the repayment of loans made from the General Fund for the projects identified in Schedules (.5) and (3.5). Notwithstanding Government Code Section 13340 or any other law, any moneys remaining from the amounts appropriated in Schedules (.5) and (3.5) after any loans from the General Fund for the projects identified in Schedules (.5) and (3.5) are repaid are continuously appropriated without regard to fiscal year for any phase of the projects and shall be made available to the Judicial Branch upon approval and order of the Department of Finance."



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

**Amendment to State Retirement Contributions to the Judges' Retirement System II,
Support and Local Assistance, Judges' Retirement System**

It is requested that state retirement contributions to the Judges' Retirement System (JRS) II, be decreased by a net of \$3,203,000 ongoing. These changes comply with the statutory requirement per Government Code section 75600.5, that the state retirement contribution to JRS II be appropriated based on the contribution rate submitted by the California Public Employees' Retirement System (CalPERS) Board of Administration. The CalPERS Board approved a decrease in the JRS II contribution rate from 24.24 percent to 23.23 percent on April 19, 2022. The contribution rate decrease is due primarily to a decrease in the employer normal cost as a percentage of payroll.

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 Evelyn Suess, Principal Program Budget Analyst, at (916) 445-3274.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee
No. 5
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Michael Cohen, Chief Financial Officer, California Public Employees' Retirement System
Jennifer Harris, Chief, Financial Policy, Planning, and Budgeting, California Public
Employees' Retirement System
Stacy Guzman, Budget Manager, California Public Employees' Retirement System



Gavin Newsom ■ Governor

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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to and Addition of Various Budget Bill Items, Support and Local Assistance, and Statutory Changes, Governor's Office of Business and Economic Development

California Small Business Hard-Hit Industries Grant Program—It is requested that Item 0509-101-3398 be added in the amount of \$500 million one-time to establish the California Small Business Hard-Hit Industries Grant Program. The California Office of the Small Business Advocate will administer the program to provide relief to small businesses in California that are in industries that have been most negatively impacted by the COVID-19 Pandemic. It is requested that provisional language be added with Item 0509-101-3398 to allow for the funding to be spent through June 30, 2024, and to allow for up to five percent of the funding to be used for administrative costs for the Governor's Office of Business and Economic Development (GO-Biz) (see Attachment 1). In addition, it is requested that statutory changes be made to establish the parameters of the program. The requested statutory changes will be posted on the Department of Finance website.

California Small Agricultural Business Drought Relief Grant Program—It is requested that Item 0509-102-3398 be added in the amount of \$75 million one-time to establish the California Small Agricultural Business Drought Relief Grant Program. The California Office of the Small Business Advocate, in consultation with the California Department of Food and Agriculture, will provide grants to small ag-related businesses in California that have been negatively impacted by the drought. It is requested that provisional language be included with Item 0509-102-3398 to allow for the funding to be spent through June 30, 2024, and to allow for up to five percent of the funding to be used for administrative costs for GO-Biz (see Attachment 2). In addition, it is requested that statutory changes be made to establish the parameters of the program. The requested statutory changes will be posted on the Department of Finance website.

California Nonprofit Performing Arts Grant Program—It is requested that Item 0509-491 be added to extend the encumbrance availability of \$49.5 million included in Budget Act of 2021 for the California Nonprofit Performing Arts Grant Program (see Attachment 3). In addition, it is requested that statutory changes be made to extend the sunset date of the program. The requested statutory changes will be posted on the Department of Finance website.

California Venues Grant Program—It is requested that Item 0509-491 be added to extend the encumbrance availability of \$150 million included in Budget Act of 2021 for the California Venues Grant program (see Attachment 3). In addition, it is requested that statutory changes be made to broaden the requirements of the program to allow for more California venues to be eligible. The requested statutory changes will be posted on the Department of Finance website.

California Microbusiness COVID-19 Relief Grant Program—It is requested that Item 0509-491 be added to extend the encumbrance availability of \$50 million included in Budget Act of 2021 for the California Microbusiness COVID-19 Relief Grant Program (see Attachment 3). In addition, it is requested that statutory changes be made to extend the sunset date of the program. The requested statutory changes will be posted on the Department of Finance website.

Cultural Institutions COVID-19 Relief Grants—It is requested that Item 0509-491 be added to extend the encumbrance availability of \$20 million included in Chapter 7, Statutes of 2021 (see Attachment 3). Specifically, this reappropriation is for the remaining funding in the California Small Business COVID-19 Relief Grant program that was designated for nonprofit cultural institutions. In addition, it is requested that statutory changes be made to broaden the requirements of the program to allow for more nonprofit cultural institutions to be eligible. The requested statutory changes will be posted on the Department of Finance website.

California Competes (Cal Competes) Tax Credit and Grant Programs—It is requested that Item 0509-104-0001 be added in the amount of \$120 million one-time to provide a second year of funding for the Cal Competes grant program established in Budget Act of 2021. The grant program is an additional incentive for businesses conducting multi-state site selection analyses for future growth, and has improved the quality of the applicant pool in terms of job creation. It is requested that provisional language be included with Item 0509-104-0001 to allow for the funding to be spent through June 30, 2025 and to require GO-Biz to give priority to applicants whose grant will be used as a state match to apply for federal incentives that support the semiconductor industry (see Attachment 4). It is also requested that statutory changes be made to extend the Cal Competes Tax Credit program. The requested statutory changes will be posted on the Department of Finance website.

Support for California Ports Provisional Language—It is requested that provisional language be amended in Item 0509-101-0001 to specify how the \$30 million one-time investment included in the Governor's Budget for operational and process improvement at California ports will be allocated. In addition, the provisional language authorizes the funds to be available for encumbrance or expenditure until

June 30, 2025, and allows GO-Biz to use up to three percent for administrative costs (see Attachment 5).

Immigration Integration and Economic Development Provisional Language—It is requested that provisional language be amended in Item 0509-101-0001 to establish the grant structure for the \$10.7 million one-time investment included in the Governor's Budget for immigration integration and economic development (see Attachment 5).

Retail Theft Grant Program Provisional Language—It is requested that provisional language be amended in Item 0509-101-0001 to extend the expenditure date of the funds for the Retail Theft Grant Program to match the program sunset date and to allow the California Office of the Small Business Advocate to use up to three percent of the funding for administrative costs (see Attachment 5).

IBank Venture Capital Program—It is requested that 2 positions be added to Item 0509-001-0649 to oversee the IBank venture capital program that is being created with federal State Small Business Credit Initiative funds. In addition, it is requested that statutory changes be made to establish the venture capital program, including a Director to oversee the program. The requested statutory changes will be posted on the Department of Finance website.

Federal Economic Development Grants—It is requested that Item 0509-001-0890 be added in the amount of \$1,175,000 in fiscal year 2022-23, and \$1,175,000 in 2023-24, to allow California Business Investment Services (CalBIS) to accept grant funding from the federal Economic Development Administration (see Attachment 6). The funding will be used by CalBIS to create a Public Works and Economic Adjustment Assistance competitive grant program to provide economically distressed communities and regions with flexible resources to address a wide variety of economic needs and a non-competitive grant program to respond to the COVID-19 Pandemic as directed by the American Rescue Plan Act of 2021.

Energy Package: Transmission and Clean Energy Financing—It is requested that Item 0509-112-0001 be increased by \$250 million one-time for a financing program at IBank dedicated to supporting the development of clean energy projects and for collaborative financings with the United States Department of Energy's Loan Program Office. It is requested that provisional language be added to Item 0509-112-0001 to specify that the funding must be used for clean energy projects, to allow the funding to be spent through June 30, 2025, and to allow for a portion of the funding to be spent on administrative costs (see Attachment 7). In addition, it is requested that statutory changes be made to create a new Transmission and Energy Financing sector at IBank. The requested statutory changes will be posted on the Department of Finance website. This proposal is part of the Administration's Energy Reliability, Relief and Clean Energy Package.

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 Tim Weber, Principal Program Budget Analyst, at (916) 445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
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Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Dee Dee Myers, Director, Governor's Office of Business and Economic Development
Chris Dombrowski, Chief Deputy Director, Governor's Office of Business and Economic
Development
Scott Dosick, Deputy Director, California Competes, Governor's Office of Business and
Economic Development
Tara Lynn Gray, Director, Office of the Small Business Advocate, Governor's Office of
Business and Economic Development
Scott Wu, Executive Director, California Infrastructure and Economic Development Bank
Clint Kellum, Chief Deputy Executive Officer, California Infrastructure and Economic
Development Bank
Dan Adler, Senior Advisor, California Infrastructure and Economic Development Bank
Brian Rutledge, Budget Officer, Governor's Office of Business and Economic Development

0509-101-3398—For local assistance, Governor's Office of Business and Economic Development (GO-Biz), payable from the California Emergency Relief Fund.....\$500,000,000

Schedule:

(1) 0230-Office of the Small Business Advocate....\$500,000,000

Provisions:

1. The funding appropriated in this item is for the California Small Business Hard-Hit Industries Grant Program to provide grants to small businesses in industries most negatively impacted by the COVID-19 Pandemic. This funding shall be available for expenditure or encumbrance until June 30, 2024, and up to 5 percent of this funding may be used for administrative costs for GO-Biz.

0509-102-3398—For local assistance, Governor's Office of Business and Economic Development (GO-Biz), payable from the California Emergency Relief Fund.....\$75,000,000

Schedule:

(1) 0230-Office of the Small Business Advocate....\$75,000,000

Provisions:

1. The funding appropriated in this item is for the California Small Agricultural Business Drought Relief Grant Program. This funding shall be available for expenditure or encumbrance until June 30, 2024, and up to 5 percent of this funding may be used for administrative costs for GO-Biz.

0509-491—Reappropriation, Governor's Office of Business and Economic Development. 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, 2023:

0001—General Fund

- (1) Up to \$49,500,000 in Item 0509-101-0001, Budget Act of 2021 (Ch. 84, Stats. 2021)
- (2) Up to \$50,000,000 in Item 0509-103-0001, Budget Act of 2021
- (3) Up to \$150,000,000 in Item 0509-104-0001, Budget Act of 2021
- (4) Up to \$20,000,000 appropriated in Government Code 12100.83(j)(1)) (Ch. 7, Stats. 2021)

0509-104-0001—For local assistance, Governor's Office of Business and Economic Development (Go-Biz).....\$120,000,000

Schedule:

(1) 0220-GO-Biz....\$120,000,000

Provisions:

1. The amount appropriated in this item is for the California Competes Grant Program and shall be available for encumbrance or expenditure until June 30, 2025. In awarding grants supported by this appropriation, GO-Biz shall give priority to applicants whose grant will be used as a state match to apply for federal incentives that support the semiconductor industry. Notwithstanding any other law, grants supported by this appropriation that are used as a state match for federal funding for a business proposing to conduct semiconductor research and development and/or manufacturing shall be exempt from Government Code 12096.6.1(d)(2)(F).

Amend to Provisions 1 through 6 in Item 0509-101-0001 as follows:

"1. (a) Of the amount appropriated in Schedule (1), \$30,000,000 shall be available to provide support for California ports for operational and process improvements. The funding shall be available for encumbrance or expenditure until June 30, 2025, and up to three percent shall be available to be transferred to Schedule (2) of Item 0509-001-0001 for costs to administer the grant program.

(b) Of the funding, \$27,000,000 shall be awarded by the Governor's Office of Business and Economic Development to ports in California with container terminals that specialize in handling goods transported in intermodal shipping containers.

(c) Funding shall be allocated as grants based on demonstrated data system needs, as determined by GO-Biz.

(d) Grant funding shall only be used to support cloud-based data systems and shall be contingent on the grant recipient agreeing to use the funding to help achieve real-time interoperability among the containerized ports in California.

(e) Grant funding shall not be used by any grantees to support any system that would in any way track or monitor labor, including but not limited to productivity metrics, or any system that would infringe on any Collective Bargaining Agreement or workers' right to collectively bargain.

(f) GO-Biz shall include in the annual report to each house of the Legislature information on awarded grants, a project description of each grant award, available information on data system enhancements or other project outcomes, and an assessment of the state's progress towards improving interoperability.

(g) Of the funding, \$2,100,000, shall be awarded by the Governor's Office of Business and Economic Development to emerging statewide data aggregation and analysis efforts.

2. ~~Of the amount appropriated in Schedule (1), \$8,700,000 shall be available for grants to local governments to seed and deploy best practices in immigrant support services awarded by GO-Biz as competitive grants to local governments to develop or expand local immigrant integration initiatives. This funding shall be available for encumbrance or expenditure until June 30, 2025, and up to five percent shall be available to be transferred to Schedule (1) of Item 0509-001-0001 for costs to administer the grant program.~~

(a) Applications shall include the following grant criteria:

(i) A description of the proposed activities and how they will advance immigrant integration through locally administered public programs that advance quality of life (health, social services, housing, civic participation

services), and economic mobility (education, workforce development and entrepreneurship services);

- (ii) An analysis of the demographics and related needs of the immigrant community in the jurisdiction and alignment with proposed activities;
 - (iii) A description of a public and accessible community input process implemented prior to submission of the proposal to solicit recommendations from immigrant residents, community organizations and service providers that represent or serve the diverse demographics in the jurisdiction, the recommendations provided, and how proposed activities incorporate those recommendations where appropriate;
 - (iv) Plans to ensure continuity of funding for proposed activities after the one-time grant is awarded for sustainability, including through public-private partnerships, or other means; and,
 - (v) A description of how the impact, challenges and reach of proposed activities will be objectively measured and reported to GO-Biz not to include personally identifiable information or information that is unnecessary to determine program eligibility, including immigration or citizenship status.
- (b) Grants may be used for, but are not limited to, the following activities:
- (i) Local government efforts to improve immigrant access and use of quality of life services through the implementation of immigrant integration best practices within government services;
 - (ii) Local government efforts to improve immigrant access and use of economic mobility services through the implementation of immigrant integration best practices within government services;
 - (iii) Local government efforts to improve access and use of some or all of the above services to support an emerging newcomer population, including immigrant youth, refugees, asylum seekers or other newly arrived immigrant residents, through the implementation of immigrant integration best practices within government services.
- (c) Grantees shall collaborate with one another, including through convenings organized by GO-Biz, to share and scale best practices.
- (d) Local governments applying for grant funding cannot use the funding award to replace existing funding or required services.
- (e) In addition to the grant criteria described in (a), GO-Biz shall prioritize equitable distribution of funds, where possible, across local government jurisdictions, with consideration to estimates of where immigrants reside and supporting underserved regions. GO-Biz shall consult with members from the Interagency

Council on Immigrant Integration & Talent, which includes relevant state agencies and departments with expertise in public health, housing and social services, workforce development, immigration legal services, and entrepreneurial support services. This includes, but is not limited to, the Department of Social Services, Department of Housing and Community Development, the Department of Public Health, and the Labor & Workforce Development Agency.

- (f) GO-Biz shall include in the annual report to each house of the Legislature information on awarded grants, project description(s) for each grant award, and information on program outcomes.
- (g) Persons who are not lawfully present in the United States may participate in and benefit from local government services provided by this grant program, consistent with Section 1621 (d) of Title 8 of the United States Code. For purposes of implementing this grant program, no entity or person shall seek or disclose information that is unnecessary to determine eligibility for program services, including immigration or citizenship status. Information that may be collected from individuals participating in new services provided under this funding shall not constitute a record subject to disclosure under Chapter 3.5 (commencing with Section 6250) of Division 7 of Title 1 of the Government Code.

3. Of the amount appropriated in Schedule (1), ~~\$2,400,000~~ \$2,000,000 shall be ~~available to support immigrant integration statewide awarded by GO-Biz as competitive grants to~~ service providers to develop export training programs and curriculum aimed at underserved business owners, including immigrant entrepreneurs and small business operators. Up to five percent of the funding shall be available to be transferred to Schedule (1) of Item 0509-001-0001 for costs to administer the grants. Upon approval by the Department of Finance, these funds may be transferred between this item and Item 0509-001-0001.

- (a) Eligible service providers may include but are not limited to nonprofit community organizations, economic development agencies, and educational institutions with demonstrated success reaching the target populations, including in languages other than English. Export training and curriculum of applicants must include:
 - (i) Planned outreach to and engagement with underserved businesses, immigrant entrepreneurs, and small business operators including in languages other than English;
 - (ii) A description of how curriculum and instruction would consider the needs of underserved businesses, immigrant entrepreneurs and small business operators, including in languages other than English;

- (iii) As a component of the training programs, recruitment of business professionals to mentor underserved businesses, immigrant entrepreneurs, and small business operators as part of programming including in languages other than English;
 - (iv) A process by which voluntary, de-identified, aggregate data regarding the demographics of the training participants is reported to GO-Biz; and,
 - (v) An agreement that service providers will collaborate with one another, including through convenings organized by GO-Biz, to share and scale best practices..
- (b) GO-Biz shall include in the annual report to each house of the Legislature information on awarded grants, a project description for each grant award, the findings of any research conducted during the grant program, and available information on training and program outcomes.
- (c) Persons who are not lawfully present in the United States may participate in and benefit from services provided by this initiative, and this section is therefore enacted pursuant to Section 1621(d) of Title 8 of the United States Code. For purposes of implementing this initiative, no entity or person shall seek information that is unnecessary to determine eligibility, including immigration or citizenship status. Information that may be collected from individuals participating in services provided under this funding shall not constitute a record subject to disclosure under Chapter 3.5 (commencing with Section 6250) of Division 7 of Title 1 of the Government Code.
- ~~4. Of the amount appropriated in Schedule (2), \$150,000,000 shall be available to fund small business grant applicants waitlisted from previous rounds in the California Small Business COVID-19 Relief Grant Program.~~
5. Of the amount appropriated in Schedule (2), \$20,000,000 shall be available for a grant program to support small businesses victimized by smash-and-grabs or that have suffered damage caused during retail theft incidents. This funding shall be available for expenditure or encumbrance until January 1, 2025, and up to three percent of the amount appropriated shall be available to be transferred to Schedule (2) of Item 0509-001-0001 for costs to administer the grant program.
6. The funds appropriated in Schedule (3) shall be available for a grant to Visit California to promote travel and tourism."

0509-001-0890—For support of Governor's Office of Business and Economic Development (Go-Biz), payable from Federal Trust Fund.....\$1,175,000

Schedule:

(1) 0225-California Business Investment Services....\$1,175,000

Amendment to Provision 1 and Addition of Provisions 2 and 3 to Item 0509-112-0001 as follows:

- "1. Of the amount appropriated in this Item, \$25,000,000 is available for smart agriculture pursuant to Government Code Section 63048.93. Not more than 5 percent of the amount appropriated in this item pursuant to this provision may be used to support administrative costs, which shall be available for expenditure or encumbrance until June 30, 2025 and liquidation until June 30, 2028.
2. Of the amount appropriated in this Item, \$25,000,000 shall be available for collaborative financings with the U.S. Department of Energy's Loan Program Office pursuant to Government Code Section 63048.93. Not more than 5 percent of the amount appropriated pursuant to this provision may be used to support administrative costs, which shall be available for expenditure or encumbrance until June 30, 2025 and liquidation until June 30, 2028.
3. Of the amount appropriated in this Item, \$225,000,000 shall be available for clean energy projects pursuant to Government Code Section 63048.93. Not more than 2.5 percent of the amount appropriated pursuant to this provision may be used to support administrative costs, which shall be available for expenditure or encumbrance until June 30, 2025 and liquidation until June 30, 2028."



Gavin Newsom ■ Governor

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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0511-001-0001, and Addition of Budget Bill Items 0511-001-9753, 0511-490, and Reimbursements, Support, Government Operations Agency

Office of Data and Innovation—It is requested that Item 0511-001-0001 be increased by \$4,821,000 and 6 positions ongoing, reimbursements be decreased by \$4,821,000 ongoing, Item 0511-001-9753 be increased by \$20,000,000 in 2022-23, and statutory changes be added to reorganize the Office of Digital Innovation, Government Excellence and Transformation Center, and CalData Programs into a standalone department under the Government Operations Agency. The new Office of Data and Innovation, will be established through statutory changes in 2023-24, to facilitate more efficient state operations and support one-time projects through the Digital Innovation Services Revolving Fund.

Cradle-to-Career Data Implementation Reappropriation—It is requested that Item 0511-490 be added to reappropriate \$13,300,000 from Item 0511-001-0001, Budget Act of 2021, to continue supporting the implementation of the Cradle-to-Career Data System.

Cradle-to-Career Technical Adjustment—It is requested that Item 0511-001-0001 be increased by \$646,000 ongoing to correctly align ongoing funding approved for the Office of Cradle to Career Data in the Budget Act of 2021 with increased salary costs budgeted for 2022-23 and ongoing.

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 Danielle Brandon, Principal Program Budget Analyst, at (916) 445-3274.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Honorable Amy Tong, Secretary, Government Operations Agency
Justyn Howard, Deputy Secretary of Fiscal Policy and Administration, Government
Operations Agency



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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0515-001-0001, Support, Business, Consumer Services, and Housing Agency

Grant Program Resources—It is requested that Item 0515-001-0001 be increased by 3 positions ongoing to support the California Interagency Council on Homelessness in addressing its existing and future grant program workload. The administrative cost allowances within each grant program will be used to fund these positions.

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 Chris Hill, Principal Program Budget Analyst, at 916-445-3274.

KEELY MARTIN BOSLER
Director
By:

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
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Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Dhakshike Wickrema, Deputy Secretary of Homelessness, California Interagency Council
on Homelessness
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Julie Lo, Executive Officer, California Interagency Council on Homelessness

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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Addition of Budget Bill Item 0521-490, Support, California State Transportation Agency

Zero-Emission Intercity Rail and Bus Rolling Stock—It is requested that Item 0521-490 be added to extend the allocation and liquidation period for Public Transportation Account funding provided by the Budget Act of 2021 for zero-emission intercity rail and bus rolling stock (Attachment 1). The encumbrance and liquidation period is currently set to expire on June 30, 2022, and this will allow for allocation of these funds through June 30, 2027. The additional time is needed to allow for the procurement of the zero-emission trains and buses.

Statutory Changes to 2021 Budget Act—Amendment to Budget Bill Item 0521-031-0001, Support, and Item 0521-131-0001, Local Assistance, California State Transportation Agency

Transportation Infrastructure Planning and Oversight—It is requested that statutory changes be made to decrease Item 0521-031-0001 by \$338,000 to reflect the funding offset for resources utilized by the California Transportation Commission to implement the Climate Adaptation Grant Programs (Attachment 2). Additionally, statutory changes are requested to increase Item 0521-131-0001 by \$1,000,000,000 to reflect the proposed transportation infrastructure plan (Attachment 3). Lastly, proposed provisional language is requested to be added to designate how the funds will be expended.

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

If you have any questions or need additional information regarding this matter, please call Steve Wells, Principal Program Budget Analyst, at (916) 322-2263.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee
No. 5
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Toks Omishakin, Secretary, California State Transportation Agency
Elissa Konove, Undersecretary, California State Transportation Agency
Carlos Quant, Deputy Secretary, California State Transportation Agency

0521-490—Reappropriation, Secretary of Transportation. The amount specified in the following citation is reappropriated for the purpose provided in the appropriations and shall be available for encumbrance or expenditure until June 30, 2027:

0046—Public Transportation Account

- (1) Up to \$280,000,000 of the unencumbered balance of Schedule (1) of Item 0521-001-0046, Budget Act of 2021.

Statutory Changes to Amend the Budget Act of 2021 as follows:

"0521-031-0001—For support of Secretary of Transportation ~~70,000,000~~ 69,662,000

Schedule:

- (1) 0276-Transit and Intercity Rail Capital Program~~70,000,000~~ 19,662,000
- (2) 0277-Statewide Transportation Priorities...50,000,000

Provisions:

1. Of the amount appropriated in this item, \$20,000,000 is for program administration ~~and shall not be available for encumbrance or expenditure unless additional legislation specifying how the funds shall be allocated is enacted by October 10, 2021. If no such legislation is enacted by October 10, 2021, all funds appropriated in this item shall revert to the General Fund on October 11, 2021.~~
2. Notwithstanding any other law, funds appropriated in this item may be transferred to Item 0521-131-0001. These transfers require the prior approval of the Department of Finance.
3. ~~Of the funds appropriated in this item, \$50,000,000 is for zero-emission rail and transit demonstration projects and shall be available for encumbrance or expenditure until June 30, 2027, and available for liquidation until June 30, 2027.~~ The funds appropriated in Schedule (2) are this item, \$50,000,000 is for zero-emission rail and transit demonstration projects and shall be available for encumbrance or expenditure until June 30, 2027, and available for liquidation until June 30, 2027.
4. All appropriated funds and ~~if~~ any funding is transferred into this item from Item 0521-131-0001, ~~it~~ shall be available for encumbrance or expenditure until June 30, 2027, and available for liquidation until June 30, 2027."

Statutory Changes to Amend the Budget Act of 2021 as follows:

"0521-131-0001—For local assistance, Secretary of Transportation
.....~~2,530,000,000~~3,530,000,000

Schedule:

- (1) 0276-Transit and Intercity Rail Capital Program ...~~2,530,000,000~~3,230,000,000
- (2) 0277-Statewide Transportation Priorities...300,000,000

Provisions:

1. Of the funds appropriated in Schedule (2), \$50,000,000 is for zero-emission rail and transit demonstration projects and shall be available for encumbrance or expenditure and liquidation until June 30, 2027.
2. Of the funds appropriated in Schedule (2), \$250,000,000 is shall be administered as a general fund set-aside for High-Priority Grade Crossing Improvement and Separation Projects. Such funds shall be available for multi-year grants to support the delivery of projects that maximize safety benefits and reduce or eliminate conflicts between road users and railroads, including those anticipated with future rail service growth. Such projects may benefit existing or proposed rail passenger services. Contingent awards that provide the match necessary to leverage federal funds shall be encouraged. The Agency shall amend its program guidelines to establish an application review and prioritization process that is separate and apart from the prioritization of program funds not set aside under this subsection.
3. Of the funds appropriated in Schedule (1), \$1,242,000,000 shall be for high-priority transit projects in Southern California, geographically inclusive of Imperial, Los Angeles, Orange, Riverside, San Bernardino, San Diego and Ventura counties, to deliver local and regional projects.
4. Of the funds appropriated in Schedule (1), \$1,988,000,000 shall be for statewide investments in high-priority transit and rail infrastructure projects.
5. Of the funds appropriated in Provisions (3) and (4), not less than \$1,500,000,000 shall be administered as a general fund set-aside for an "Existing TIRCP Projects Leveraging Federal & Local Funds Reserve" and shall be available for multi-year grants to support the delivery of capital projects that have previously received grants from the Transit and Intercity Rail Capital Program and that can demonstrate that a supplemental state grant would leverage or maintain an identified source of significant local or federal investment, including through the federal Capital Investment Grant Program, Expedited Project Delivery Program or other such federal funding source. The Agency shall amend its program guidelines to establish an application review and prioritization process that is separate and apart from the prioritization of program funds not set aside under this subsection.
6. Of the funds appropriated in Provisions (3) and (4), up to \$250,000,000 shall be administered as a general fund set-aside for a "Major Projects Project Development Reserve" and shall be available for multi-year grants to support the delivery of capital projects and programs of projects that have entered or have applied to enter federal project development processes for at least a

portion of the project or program of projects, and that expect to receive federal funding in the future once complete with project development. Contingent awards that provide the match necessary to leverage federal planning funds shall be encouraged. The Agency shall amend its program guidelines to establish an application review and prioritization process that is separate and apart from the prioritization of program funds not set aside under this subsection.

7. Notwithstanding any other law, funds appropriated in this item may be transferred to Item 0521-031-0001. These transfers shall require the prior approval of the Department of Finance.
- ~~8. Funding appropriated in this item is for transit capital projects, with project eligibility to be determined pursuant to Part 2 (commencing with Section 75220) of Division 44 of the Public Resources Code.~~
- ~~9. Of the amount appropriated in this item, \$2,480,000,000 is for projects and shall not be available for encumbrance or expenditure unless additional legislation specifying how the funds shall be allocated is enacted by October 10, 2021. If no such legislation is enacted by October 10, 2021, all funds appropriated in this item shall revert to the General Fund on October 11, 2021.~~
10. All appropriated funds and ~~If any funding is transferred into this item from Item 0521-031-0001,~~ it shall be available for encumbrance or expenditure until June 30, 2027, and available for liquidation until June 30, 2027."



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0530-001-0001, Addition of Item 0530-492, and Statutory Changes, Support, California Health and Human Services Agency (CalHHS)

Data Exchange Governance to Facilitate Health Information Exchange (Issue 034)— It is requested that Item 0530-001-0001 be increased by \$33,848,000 in fiscal year 2022-23 and 2023-24 and \$8,848,000 ongoing to fund 18 permanent positions, as well as \$50 million in grants over two years, to facilitate the health information exchange. This proposal aims to encourage compliance with the requirements of Chapter 143, Statutes of 2021 which mandates, at minimum, clinical medical data be exchanged by healthcare providers.

Healthy California for All Commission Follow-Up Work (Issue 048)— It is requested that Item 0530-001-0001 be increased by \$1,394,000 in 2022-23 and \$368,000 in 2023-24 to allow CalHHS to make additional progress toward unified financing as identified in the final report of the Healthy California for All Commission. This would provide limited-term resources equivalent to 2 positions to develop and implement a strategy for engagement with federal partners on the necessary federal approvals to proceed with unified financing and identify the next steps needed, and \$1 million one-time General Fund to contract for research and consulting services. It is also requested that provisional language be added to Item 0530-001-0001 to make the \$1 million contract funding available for encumbrance or expenditure over two years through June 30, 2025 (see Attachment 1).

Youth Behavioral Health (Issue 058)— It is requested that Item 0530-001-0001 be increased, on a limited-term basis, by \$158 million in 2022-23, \$58 million in 2023-24, and \$34 million in 2024-25 to support youth behavioral health. It is also requested that provisional language be added to Item 0530-001-0001 to provide an exemption from the state contracting process to help expedite implementation (see Attachment 2).

Early Childhood Policy Council Reappropriation (Issue 051)—It is requested that Item 0530-492 be added to reappropriate \$1.5 million from Item 0530-001-0001 Budget Act of 2019 to extend funding for the Early Childhood Policy Council until June 30, 2024 (see Attachment 3). Due to the effects of the COVID-19 Pandemic, some work activities were delayed. This request enables this work to continue.

Statutory Changes: Office of Resilience and Response—It is requested that statutory changes be adopted to establish the Office of Resilience and Response.

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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Marko Mijic, Undersecretary, Health and Human Services Agency
Brendan McCarthy, Deputy Secretary, Health and Human Services Agency
Sonia Herrera, Deputy Secretary, Health and Human Services Agency

Add the following provision to Item 0530-001-0001:

4. Of the amount appropriated in Schedule (1), \$1,000,000 shall be available for encumbrance or expenditure until June 30, 2025 for contracts related to the Healthy California for All Commission follow-up work.

Add the following provision to Item 0530-001-0001:

5. Of the amount appropriated in this item, \$158,000,000 is available to support youth behavioral health. Contracts entered into or amended pursuant to this provision shall be exempt from Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and the State Administrative Manual, and shall be exempt from the review or approval of any division of the State Department of General Services.

0530-492—Reappropriation, Secretary of California Health and Human Services. The balances of the appropriations provided in the following citations are reappropriated for purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2024:

0001—General Fund

(1) Item 0530-001-0001, Budget Act of 2019, as reappropriated by Item 0530-490, Budget Act of 2021, up to \$1,500,000 in Program 0280-Secretary of California Health and Human Services for the Early Childhood Policy Council.



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to and Addition of Various Budget Bill Items and Reimbursements, Support, Local Assistance, and Capital Outlay, Various Departments within the Natural Resources Agency

This proposal includes requests for various adjustments to continue implementation of previously authorized programs and projects. A comprehensive list of the associated adjustments is available upon request.

California Natural Resources Agency—It is requested that Item 0540-495 be added to reappropriate the balances of funds from Item 0540-001-0001, Budget Act of 2020 with funding available for encumbrance or expenditure until June 30, 2023 (see Attachment 1). This reappropriation will allow the California Natural Resources Agency to cover litigation costs associated with the federal biological opinions.

Exposition Park—It is requested that Item 3100-001-0001 be amended by shifting \$70,000 and 1 position from program 2305 Exposition Park Management to Program 2300 California Science Center. This technical clean-up is associated with the Governor's Budget Change Proposal, Peace Officers: Exposition Park (AB 483).

California Tahoe Conservancy—It is requested that Item 3125-491 be added to reappropriate funding from prior fiscal years to clarify that technical assistance is also an intended and eligible use of the funds appropriated (see Attachment 2).

Department of Conservation—It is requested that Item 3480-490 be amended to extend the encumbrance and liquidation of Proposition 68 funds (see Attachment 3). This Item is currently limited to an extension of liquidation. It is further requested that Item 3480-492 be added to reappropriate General Fund authorized to support Regional Forest and Fire Capacity (see Attachment 4), and that Item 3480-493 be added to

extend the liquidation period for Environmental License Plate Fund for one year (see Attachment 5).

State Lands Commission—It is requested that Item 3560-490 be added to reappropriate funding authorized to remove abandoned and derelict vessels from the Sacramento-San Joaquin Delta region, with funding available for encumbrance or expenditure until June 30, 2025 (see Attachment 6).

California Coastal Commission, Reimbursement Authority Increase—It is requested that Item 3720-001-0001 be amended by adding \$177,000 reimbursements ongoing to support an interagency agreement with the Santa Monica Mountains Conservancy for environmental assistance on coastal projects. This agreement is a continuation of a partnership between the two entities.

State Coastal Conservancy, Reappropriation—It is requested that Item 3760-490 be added to reappropriate the balances of funds from Subdivision (e)(248) of Section 19.56, Budget Act of 2021, with funding available for encumbrance or expenditure until June 30, 2027 (see Attachment 7). The Department requires additional time for this appropriation to complete the Great Redwood Trail project.

Department of Parks and Recreation, Railyards Protection and Maintenance—It is requested that item 3790-001-0001 be decreased by \$475,000 and 2 positions and item 3790-001-0392 be increased by \$475,000 and 2 positions ongoing. The fund source was incorrectly input as General Fund. This request is to correct the fund source to the State Parks and Recreation Fund and match the fund to the submitted proposal in the Governor's Budget.

Department of Parks and Recreation, Limekiln State Park Revenue Collections and Operations—It is requested that Item 3790-001-0392 be reduced by six positions ongoing. The Governor's Budget included the Limekiln State Park Revenue Collections and Operations proposal with 10 permanent positions in error. This request is to correct that the Department is requesting four permanent positions and six temporary positions for the Limekiln State Park Revenue Collections and Operations proposal.

Department of Parks and Recreation, Statewide Bond Cost Realignment—It is requested that Item 3790-001-6088 be increased by \$120,000 ongoing from Proposition 68 bond funds to reflect economies of scale, extend implementation timelines, increase bond reconciliation and oversight efforts, and better align its funding with its short and long-term staffing needs.

Department of Parks and Recreation, State Parks and Recreation Fund Reappropriation— It is requested that Item 3790-490 be amended to reappropriate up to \$35.6 million in State Parks and Recreation Fund, with funding available for encumbrance or expenditure until June 30, 2023. The Department requires additional time for this appropriation which was included in the 2020 Budget Act to offset unanticipated revenue loss resulting from the COVID-19 pandemic (see Attachment 8).

Department of Parks and Recreation, Capital Outlay Reappropriations—It is requested that Item 3790-491 be added to reappropriate various General Fund, Off-Highway Vehicle Trust Fund, State Parks and Recreation Fund, and State Park Contingent Fund Capital Outlay appropriations, with funding available for encumbrance or expenditure until June 30, 2023 (see Attachment 9).

Department of Parks and Recreation, Extension of Liquidations—It is requested that Item 3790-493 be amended to extend the liquidation period for the Habitat Conservation Fund, as specified. The Department has approximately 15 open contracts between the two appropriations funded by the Habitat Conservation Fund that are reverting and anticipate that it would not be feasible to pay the contractors before its reversion deadline (see Attachment 10).

Sierra Nevada Conservancy—It is requested that Item 3855-490 be amended to correct a technical error in the existing language that referenced an incorrect date (see Attachment 11).

Department of Water Resources, Statewide Bond Cost Realignment—It is requested that Item 3860-001-6083 be increased by \$643,000 ongoing to correct an inadvertent adjustment that was previously made.

Sacramento-San Joaquin Delta Conservancy, Reversions and Technical Adjustments—It is requested that Item 3875-101-6088 be increased by \$1,726,000 one-time to continue support of planning and implementation of projects. It is also requested that Item 3875-495 be amended to include a corresponding reversion to support the requested adjustment (see Attachment 12).

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 Krystal Acierio, Principal Program Budget Analyst, at (916) 324-0043.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Gabriel Petek, Legislative Analyst
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Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Wade Crowfoot, Secretary, Natural Resources Agency
Bryan Cash, Assistant Secretary for Administration and Finance, Natural Resources Agency
Amanda Martin, Deputy Assistant Secretary for Administration and Finance, Natural Resources Agency
Andrea Scharffer, Deputy Assistant Secretary, Natural Resources Agency
Becca Moore, Deputy Assistant Secretary for Administration and Finance, Natural Resources Agency
Jane Freeman, Deputy Director, California Tahoe Conservancy
Brent Coe, Director of Administration and Information Technology, California Tahoe Conservancy
Matt Whalen, Senior Accounting Officer, California Tahoe Conservancy
David Shabazian, Director, Department of Conservation
Clayton Haas, Acting Chief Deputy Director, Department of Conservation
Ken Lehn, Budget Officer, Department of Conservation
Liz McGuirk, Chief Deputy Director, Department of Parks and Recreation
Will Schaafsma, Deputy Director of Administrative Services, Department of Parks and Recreation
Crystal Flores, Assistant Deputy Director of Administrative Services, Department of Parks and Recreation
Brian Dewey, Assistant Deputy Director, Facilities and Development Division, Department of Parks and Recreation
Campbell Ingram, Executive Officer, Sacramento-San Joaquin Delta Conservancy
Brenda Lusk, Administration Supervisor, Sacramento-San Joaquin Delta Conservancy
Amy Hutzell, Executive Officer, State Coastal Conservancy
Mary Small, Deputy Executive Officer, State Coastal Conservancy
Helen Kang, Chief of Fiscal Services, State Coastal Conservancy
Sean Williamson, Budget Officer, State Coastal Conservancy
Prentiss Williams, Budget Officer, State Coastal Conservancy
Madeline Cavalieri, Chief Deputy Director, California Coastal Commission
Jessica Chan, Chief of Fiscal and Business Services, California Coastal Commission

Julie Alvis, Deputy Executive Officer, Sierra Nevada Conservancy
Amy Lussier, Administrative Services Chief, Sierra Nevada Conservancy
Lisa Primeaux, Budget Officer, Sierra Nevada Conservancy
Karla Nemeth, Director, Department of Water Resources
Duard MacFarland, Budget Officer, Department of Water Resources
Vanessa Esparza, Assistant General Manager, Exposition Park

0540-495— Reappropriation, Secretary of the Natural Resources Agency. 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, 2023:

0001—General Fund

(1) Item 0540-001-0001, Budget Act of 2020

3125-491—Reappropriation, California Tahoe Conservancy. The balances of the appropriations provided for in the following citations are reappropriated for planning, monitoring, administration, and technical assistance and shall be available for encumbrance or expenditure until June 30, 2025:

6088—California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access for All Fund

- (1) Item 3125-001-6088, Budget Act of 2019
- (2) Item 3125-001-6088, Budget Act of 2020
- (3) Item 3125-001-6088, Budget Act of 2021

"3480-490—Reappropriation, Department of Conservation. 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, 2025: ~~Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2025.~~

6088—California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access For All Fund

(1) Item 3480-101-6088, Budget Act of 2019"

3480-492: Reappropriation, Department of Conservation. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for those appropriations and shall be available for encumbrance or expenditure until June 30, 2023.

0001 – General Fund

(1) Item 3480-101-0001, Budget Act of 2020

Attachment 5

3480-493: Reappropriation, Department of Conservation. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2023.

0140 - California Environmental License Plate Fund

(1) Item 3480-101-0140, Budget Act of 2018

3560-490—Reappropriation, State Land Commission. 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, 2025:

0001—General Fund

(1) Subdivision 17 of Section 19.57, Budget Act of 2021 (Ch. 69, Stats 2021)

3760-490—Reappropriation, State Coastal Conservancy. 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, 2027:

0001—General Fund

(1) Up to \$10,300,000 in Subdivision (e)(248) of Section 19.56, Budget Act of 2021

"3790-490—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, 2023:

0001—General Fund

(1) Up to \$1,600,000 of the unencumbered balance of Item 3790-001-0001, Budget Act of 2021

(2) Up to \$15,000,000 of the unencumbered balance of Item 3790-003-0001, Budget Act of 2020

0392—State Parks and Recreation Fund

(1) Up to \$2,830,000 of Provision 3 in Item 3790-001-0392, Budget Act of 2017

(2) Up to \$35,600,000 of the unencumbered balance related to Provision 3 of Schedule (1) of Item 3790-001-0392, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), as reappropriated by Item 3790-490, Budget Act of 2021 (Ch. 21, Stats. 2021)

3001—Public Beach Restoration Fund

(1) The unencumbered balance of subdivision (a) of Schedule (1) of Item 3790-101-3001, Budget Act of 2016 (Ch. 23, Stats. 2016), as reappropriated by Item 3790-492, Budget Act of 2017 (Chs. 14, 22, and 54, Stats. 2017), Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-490, Budget Act of 2021

(2) The unencumbered balance of subdivision (c) of Schedule (1) of Item 3790-101-3001, Budget Act of 2017 (Chs. 14, 22, and 54, Stats. 2017), as reappropriated by Item 3790-490, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), and Item 3790-490, Budget Act of 2021

(3) The unencumbered balance of Schedule (1) and (2) of Item 3790-101-3001, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), as reappropriated by Item 3790-490, Budget Act of 2021

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

(1) The unencumbered balance of Schedule (1) of Item 3790-002-6051, Budget Act of 2019"

3790-491—Reappropriation, Department of Parks and Recreation. The balances of the appropriations provided for in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance as specified in this item:

0001—General Fund

(1) Item 3790-301-0001, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), as reappropriated by Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(1) 0005276-Fort Ross SHP: Visitor and Educational Improvements

(a) Preliminary plans

0263—Off-Highway Vehicle Trust Fund

(1) Item 3790-301-0263, Budget Act of 2016 (Ch. 23, Stats. 2016), as reappropriated by Item 3790-491, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), Item 3790-491, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(1) 0000695-Heber Dunes SVRA: Water System Upgrades-Working drawings and construction

(2) Item 3790-301-0263, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), as reappropriated by Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(1) 0000914-Prairie City SVRA: Initial Erosion Control

(a) Working drawings

(2) 0001452-Oceano Dunes SVRA: Grand Avenue Lifeguard Tower

(a) Working drawings

(3) 0001453-Pismo SB: Entrance Kiosk Replacement

(a) Working drawings

(4) 0001454- Ocotillo Wells SVRA: Holmes Camp Water System Upgrade

(a) Working drawings

(6) 0003192- Ocotillo Wells SVRA: Auto Shop Addition

(b) Working drawings

(3) Item 3790-301-0263, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), as reappropriated by Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(2) 0001454-Ocotillo Wells SVRA: Holmes Camp Water System Upgrade

(a) Construction

(3) 0001455-Hungry Valley SVRA: 4x4 Obstacle Course

(a) Construction

(5) 0003194-Oceano Dunes SVRA: Le Sage Bridge Replacement

(a) Working drawings

(6) 0000213-Carnegie SVRA: Road Reconstruction

(a) Construction

(7) 0000241-Southern California Opportunity Purchase

(a) Acquisition

(8) 0000754- Hollister Hills SVRA: Waterline Expansion

(a) Working drawings

(b) Construction

(4) Item 3790-301-0263, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), until June 30, 2023

(1) 0000234-Oceano Dunes SVRA: Pismo SB Sediment Track-out Prevention
(a) Construction

(5) Item 3790-301-0263, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2025

(1) 0000914-Prarie City SVRA: Initial Erosion Control

(a) Construction

(2) 0001452-Oceano Dunes SVRA: Grand Avenue Lifeguard Tower

(a) Construction

(b) Equipment

(3) 0003192-Ocotillo Wells SVRA: Auto Shop Addition

(a) Construction

(6) Item 3790-301-0263, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(4) 0003194-Oceano Dunes SVRA: Le Sage Bridge Replacement

(a) Working drawings

0392—State Parks and Recreation Fund

(1) Item 3790-301-0392, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), as reappropriated by Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), as reverted by Item 3790-496, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), until June 30, 2023

(0.5) 0000700- McArthur-Burney Falls Memorial SP: Group Camp Development

(a) Working drawings

(b) Construction

(1.5) Reimbursements to 0000700-McArthur- Burney Falls Memorial SP: Group Camp Development

(a) Working drawings

(b) Construction

(2) Item 3790-301-0392, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), as reappropriated by Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(2) 0001450- Calaveras Big Trees: Caltrans Mitigation Campsite Relocation

(a) Construction

(b) Working drawings

(4) Reimbursements to 0001450-Calaveras Big Trees: Caltrans Mitigation Campsite Relocation

(a) Construction

(b) Working drawings

(3) Item 3790-301-0392, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2025

(0.5) 0000220-Fort Ord Dunes SP: New Campground

(a) Construction

(0.7) Reimbursements to 0000220-Fort Ord Dunes SP: New Campground

(a) Construction

(3) 0000912-El Capitan SB: Entrance Improvements

(a) Construction

(4) Reimbursements to 0000912-El Capitan SB: Entrance Improvements

(a) Construction

0952—State Park Contingent Fund

(1) Item 3790-301-0952, Budget Act of 2017 (Chs. 14, 22, and 54, Stats. 2017), as reappropriated by Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(1) 0001449- Candlestick SRA: Yosemite Slough (North)- Public Use
Improvements—Construction

(2) Item 3790-301-0952, Budget Act of 2018(Chs. 29 and 30, Stats. 2018), as reappropriated by Item 3790-491, Budget Act of 2019 (Chs. 23 and 55, Stats. 2019), Item 3790-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), and Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(1) 0002696-Pfeiffer Big Sur SP: Low-Cost Alternative Coastal Lodging
(a) Preliminary plans

(3) Item 3790-301-0952, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020), as reappropriated by Item 3790-491, Budget Act of 2021 (Ch. 21, Stats. 2021), until June 30, 2023

(1) 0002696-Pfeiffer Big Sur SP: Low-Cost Alternative Coastal Lodging
(b) Working drawings

“3790-493—Reappropriation, Department of Parks and Recreation. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended as specified.

0001—General Fund

(1) Up to \$19,000,000 of the amount authorized in subdivision (b) of Provision 1 of Item 3790-101-0001, Budget Act of 2020, as reappropriated by Item 3790-493, Budget Act of 2021, until June 30, 2027

(2) Schedule (1) of Item 3790-101-0001, Budget Act of 2021, until June 30, 2028

(3) Up to \$180,793,000 in subsections (41), (42), (43), (44), (45), (46), (47), (48), (49), (50), (51), (52), (53), (54), (55), (56), (57), (58), (59), (60), (61), (63), (64), (66), (67), (69), (70), (71), (72), (73), (74), (77), (79), (83), (84), (85), (86), (87), (88), (89), (90), (91), (98), (99), (100), (101), (102), (103), (104), (105), (106), (107), (108), (109), (114), (115), (116), (117), (252), (253), (254), (255), (256), (257), (258), (259), (260) of subdivision b of Control Section 19.56, Budget Act of 2021, until June 30, 2028

0262—Habitat Conservation Fund

(1) Item 3790-101-0262, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3790-492, Budget Act of 2017 (Ch. 14, 22 and 54, Stats. 2017), until June 30, 2024

(2) Item 3790-101-0262, Budget Act of 2010 (Ch. 712, Stats. 2010), as reappropriated by Item 3790-492, Budget Act of 2017 (Ch. 14, 22 and 54, Stats. 2017), until June 30, 2024"

"3855-490—Reappropriation, Sierra Nevada Conservancy. The amount specified in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance, expenditure, or liquidation as specified in this item.

0001—General Fund

(1) Up to the 5 percent amount that is described in Provision 2 of Item 3855-101-0001, Budget Act of 2020, as added by Chapter 14, Statutes of ~~2020~~ 2021 shall be available for encumbrance, expenditure, or liquidation until June 30, 2025.

(2) Up to the 5 percent amount that is described in Provision 2 of Item 3855-101-0001, Budget Act of 2021, as added by Chapter 240, Statutes of 2021 shall be available for encumbrance, expenditure, or liquidation until June 30, 2028.

(3) Up to the 5 percent amount that is described in Provision 2 of Item 3855-102-0001, Budget Act of 2021, as added by Chapter 240, Statutes of 2021 shall be available for encumbrance, expenditure, or liquidation until June 30, 2026."

" 3875-495—Reversion, Sacramento-San Joaquin Delta Conservancy. As of June 30, 2022, the balances specified below, of the appropriations provided in the following citations shall revert to the fund balances of the funds from which the appropriations were made.

6083—Water Quality, Supply, and Infrastructure Improvement Fund of 2014

(1) \$965,000 in Item 3875-101-6083, Budget Act of 2018

(2) \$1,089,000 in Item 3875-101-6083, Budget Act of 2019

6088—California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access For All Fund

(1) \$1,726,000 in Item 3875-101-6088, Budget Act of 2019"



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

**Amendment to and Addition of Various Budget Bill Items and Statutory Changes,
Support and Local Assistance, California Natural Resources Agency**

Nature-Based Solutions Tribal Program and Council—It is requested that Item 0540-001-0001 be increased by \$1 million and 3 positions ongoing to support the Tribal Nature-Based Solutions Program and Tribal Natural Resources Council within the California Natural Resources Agency. It is also requested that statutory changes be added establishing the Council to serve as the advisory board for the California Natural Resources Agency on tribal funding and policy decisions impacting tribes.

Nature-Based Solutions: Partnerships and Improvements—It is requested that Item 0540-001-0001 be increased by \$250,000 in fiscal year 2022-23, and \$1,750,000 in 2023-24, to advance the state's climate smart land management agenda through support for a range of collaborative efforts as outlined in the Natural and Working Lands Climate Smart Strategy, consistent with Chapter 258, Statutes of 2021 (SB 155) (see Attachment 1).

Nature-Based Solutions: CA Nature Support—It is requested that Item 0540-001-0001 be increased by \$250,000 in 2022-23 and 2023-24, to support the statewide online geographic information system used to track progress toward conserving 30 percent of lands and coastal waters by 2030 and to identify opportunities to conserve lands that meet the 30x30 objectives of protecting biodiversity, increasing access to nature, and addressing climate change, consistent with Chapter 258, Statutes of 2021 (SB 155) (see Attachment 1).

Drought Resilience and Response Package: Expediting Large Scale Habitat Restoration—It is requested that Item 0540-001-0001 be increased by \$216,000 and 1 position ongoing to coordinate expedited permitting of priority large-scale habitat restoration at the Agency level.

California Climate Information System (CalCIS)—It is requested that Item 0540-002-0001 be added in the amount of \$18,331,000 one-time and 1 position ongoing for the planning and development of Phase 1 of the new CalCIS (see Attachment 2). CalCIS will be a cloud-based system that will provide critical data resources and data management products so the state can better achieve its climate and biodiversity goals. It is also requested that provisional language be added requiring the Department of Technology's approval of planning and strategy documents before funding is made available and allows funds to be available for encumbrance or expenditure until June 30, 2024.

Water Resilience Package: Water Resilience Projects—It is requested that Item 0540-101-0001 be decreased by \$100 million in 2022-23, and statutory changes be made to add Item 0540-102-0001 in the amount of \$100 million in 2021-22, to accelerate funding for water resilience projects which enables the state to prioritize these projects moving forward at a point when the state has available resources and aligns appropriations to the fiscal year in which the resources are available (see Attachments 3 and 4). This funding was previously approved as part of the 2021-22 Water Resilience Package and supports programs and projects that improve environmental conditions to promote the recovery of native fish species in the Sacramento-San Joaquin watershed. It is also requested that Provision 5 of Item 0540-101-0001 be removed and provisional language be added to Item 0540-102-0001 in 2021-22, to allow funds to be available for encumbrance or expenditure until June 30, 2024.

Clear Lake Rehabilitation—It is requested that Item 0540-101-0140 be added in the amount of \$1,248,000 one-time to continue upper watershed modeling and monitoring and establish an in-lake mercury modeling project in Clear Lake, consistent with the Blue Ribbon Committee for the Rehabilitation of Clear Lake recommendations (see Attachment 5). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2025.

Museum of Tolerance—It is requested that Item 0540-102-0001 be added in the amount of \$5 million one-time to support the Museum of Tolerance, whose mission is to challenge visitors to understand the Holocaust in both historic and contemporary contexts and confront all forms of prejudice and discrimination in our world today (see Attachment 6). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2024.

San Francisco Greenhouse Project—It is requested that Item 0540-102-0001 be added in the amount of \$6,635,000 one-time to support the purchase of a historic 2.2 acre property in San Francisco's underserved Portola District, which will be developed into a permanent urban agricultural hub and city resource (see Attachment 6). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2024.

Armenian American Museum—It is requested that Item 0540-102-0001 be added in the amount of \$10 million one-time to support the development of the Armenian American Museum, whose mission is to promote understanding and appreciation of America's

ethnic and cultural diversity by sharing the Armenian American experience (see Attachment 6). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2024.

Rebuilding of Jewish Summer Camps—It is requested that Item 0540-102-0001 be added in the amount of \$40 million one-time to help fund the rebuilding of several overnight camps, retreat facilities, and community centers across the state that were destroyed by wildfires over the last five years (see Attachment 6). These camps serve thousands of Californians of all ages and backgrounds and are critical to the educational and cultural objectives of numerous nonprofit and community organizations across California. It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2024.

John Muir Trail Projects—It is requested that Item 0540-102-0001 be added in the amount of \$22,937,000 one-time to support multiple site rehabilitation projects on the John Muir Trail (see Attachment 6). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2024.

San Francisco History Museum—It is requested that Item 0540-102-0001 be added in the amount of \$510,000 one-time to support the San Francisco History Museum (see Attachment 6). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2024.

Nature Based Solutions: Tribal Program—It is requested that Item 0540-103-0001 be added in the amount of \$100 million one-time to fund tribal nature-based solutions priorities consistent with Chapter 258, Statutes of 2021 (SB 155) (see Attachment 7). It is also requested that provisional language be added to allow funds to be available for encumbrance or expenditure until June 30, 2027.

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 Krystal Acierio, Principal Program Budget Analyst, at (916) 324-0043.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Wade Crowfoot, Secretary, Natural Resources Agency
Bryan Cash, Assistant Secretary for Administration and Finance, Natural Resources Agency

Add the following provision to Item 0540-001-0001:

5. Of the amount appropriated in this item, \$500,000 shall be available to support programs and activities that advance multi-benefit and nature-based solutions consistent with Chapter 258, Statutes of 2021.

0540-002-0001—For support of Secretary of the Natural Resources Agency...18,331,000

Schedule:

(1) 0320-Administration of Natural Resources Agency...18,331,000

Provisions:

1. Of the funds appropriated in this item, up to \$16.4 million is allocated for the support of the California Climate Information System (CalCIS) project and is authorized for expenditure upon the Department of Technology's project approval of CalCIS project planning and strategy documents. Any necessary Project Approval Lifecycle documents must be approved by the Department of Technology. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2024.

Statutory Changes to add Item 0540-102-0001 to the Budget Act of 2021:

0540-102-0001—For local assistance, Secretary of the Natural Resources
Agency.....100,000,000

Schedule:

(1) 0320-Administration of Natural Resources Agency...100,000,000

Provisions:

1. The amount appropriated in this item shall be available for programs and projects that improve environmental conditions to promote recovery of native fish species in the Sacramento-San Joaquin watershed, including habitat restoration projects, multi-benefit projects that promote native species improvements while increasing climate resiliency, and projects that enable water users to make additional flows available for environmental purposes. Use of these funds should occur expeditiously, without regard to the timing of State Water Resources Control Board efforts to update the Water Quality Control Plan for the San Francisco Bay/Sacramento-San Joaquin Delta-Estuary. No funds may be expended for existing obligations imposed on any party by law.
2. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2024. Up to 5 percent of this item shall be available for administrative costs.

Remove the following provision from Item 0540-101-0001:

~~"5. Of the amounts appropriated in this item, \$100,000,000 shall be available for programs and projects that improve environmental conditions to promote recovery of native fish species in the Sacramento-San Joaquin watershed, including habitat restoration projects, multi-benefit projects that promote native species improvements while increasing climate resiliency, and projects that enable water users to make additional flows available for environmental purposes. Use of these funds should occur expeditiously, without regard to the timing of State Water Resources Control Board efforts to update the Water Quality Control Plan for the San Francisco Bay/Sacramento-San Joaquin Delta Estuary. No funds may be expended for existing obligations imposed on any party by law."~~

0540-101-0140—For local assistance, Secretary of the Natural Resources Agency, payable from the California Environmental License Plate Fund.....1,248,000

Schedule:

(1) 0320-Administration of Natural Resources Agency.....1,248,000

Provisions:

1. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2025.

0540-102-0001—For local assistance, Secretary of the Natural Resources Agency..... 85,082,000

Schedule:

(1) 0320-Administration of Natural Resources Agency... 85,082,000

Provisions:

1. Of the amount appropriated in this item, \$510,000 shall be available for the San Francisco History Museum.
2. Of the amount appropriated in this item, \$5,000,000 shall be available for the Museum of Tolerance.
3. Of the amount appropriated in this item, \$6,635,000 shall be available for the San Francisco Greenhouse Project.
4. Of the amount appropriated in this item, \$10,000,000 shall be available for the Armenian American Museum.
5. Of the amount appropriated in this item, \$22,937,000 shall be available for projects to rehabilitate the John Muir Trail.
6. Of the amount appropriated in this item, \$40,000,000 shall be available to rebuild Jewish summer camps recently destroyed by wildfires.
7. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2024. Up to 2 percent of this item shall be available for administrative costs.

0540-103-0001—For local assistance, Secretary of the Natural Resources
Agency.....100,000,000

Schedule:

(1) 0320-Administration of Natural Resources Agency...100,000,000

Provisions:

1. This item shall be available to support tribal programs and activities that advance multi-benefit and nature-based solutions consistent with Chapter 258, Statutes of 2021, and shall be available for encumbrance or expenditure until June 30, 2027.



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0552-001-0001, Support, Office of the Inspector General

Staff Complaint Monitoring: Update—It is requested that Item 0552-001-0001 be increased by \$5,626,000 and 36.0 positions one-time and \$11,438,000 and 73.0 positions ongoing to provide the Office of the Inspector (OIG) with additional resources to perform oversight of the California Department of Corrections and Rehabilitation's (CDCR) staff misconduct investigation process. This includes additional staffing to monitor staff complaints that are handled by institutions and refinements to the staffing levels for the OIG to monitor investigations conducted by CDCR's Office of Internal Affairs and the centralized screening process, including agency-wide support needed to successfully implement this new process. This augmentation provides the OIG with a total of \$7,935,000 and 52.0 positions one-time and \$15,050,000 and 97 positions ongoing to monitor CDCR's new staff misconduct process.

Medical Inspection Unit: Update—It is requested that \$3,262,000 General Fund ongoing be added starting in fiscal year 2024-25 to provide permanent resources to support the OIG in completing medical inspections of CDCR institutions at an accelerated pace. The Governor's Budget included these resources annually for three years starting in 2022-23, and the May Revision proposes to make these resources permanent, for total ongoing funding of \$3,851,000.

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 Allison Hewitt, Principal Program Budget Analyst, at (916) 445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee
No. 5
Honorable Cristina Garcia, Chair, Assembly Budget Subcommittee No. 5
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Amarik K. Singh, Inspector General, The Office of the Inspector General
Neil Robertson, Chief Deputy Inspector General, The Office of the Inspector General
Melissa Lang, Chief of Administration, The Office of the Inspector General
Shaun Spillane, Public Information Officer, The Office of the Inspector General

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment and Addition of Various Budget Bill Items, and Reimbursements, Support, Various Departments within the California Environmental Protection Agency

Shared Technology Refresh—It is requested that reimbursement authority for Item 0555-001-0115 be increased by \$7,685,000, and that the following adjustments be made to the items below to support 4.0 Information Technology (IT) security positions, software, and equipment in fiscal year 2022-23 and ongoing; to refresh outdated audio and visual equipment and provide for ongoing hardware and software maintenance; and to fund 2.0 Information Technology procurement positions in 2022-23 and ongoing.

- Item 0555-001-0115 be increased by \$3,067,000 and 4 positions
- Item 3900-001-0115 be increased by \$426,000 and 2 positions
- Item 3900-001-3228 be increased by \$8,000
- Item 3900-001-3237 be increased by \$8,000
- Item 3930-001-0106 be increased by \$173,000
- Item 3940-001-0193 be increased by \$36,000
- Item 3940-001-0439 be increased by \$211,000
- Item 3960-001-0014 be increased by \$10,000
- Item 3960-001-0557 be increased by \$20,000
- Item 3960-001-3301 be increased by \$8,000
- Item 3970-001-0100 be increased by \$16,000
- Item 3970-001-0133 be increased by \$20,000
- Item 3970-001-0387 be increased by \$20,000
- Item 3970-001-3065 be increased by \$5,000

This proposal will provide resources and positions to improve the California Environmental Protection Agency's IT security posture; consolidate enterprise IT security, risk, and compliance activities; refresh outdated audio and visual equipment; procure

and maintain new hardware and software; and address issues identified by the State Auditor.

Drought Resilience and Response Package: Curtailments and Water Right Enforcement (Public Information Officer)—It is requested that statutory changes be made to add Item 0555-001-3398 in the amount of \$173,000 and 1.0 position in 2021-22, and that Item 0555-001-0001 be increased by 1.0 permanent position in 2022-23, and by \$173,000 in 2023-24 and ongoing for a new Public Information Officer within the California Environmental Protection Agency. This position will focus on issues related to drought, water rights curtailment, and enforcement.

Technical Adjustment: Reappropriation of CalEPA Headquarters Space Optimization Project—It is requested that Items 3900-493, 3940-493, 3970-491, and 3980-490 be added to extend the availability of funding for the previously authorized California Environmental Protection Agency Sacramento Headquarters Space Optimization Project (Project). These reappropriations are necessary to allow for additional time to complete the Project that was delayed due to the COVID-19 pandemic (see Attachments 1, 2, 3, and 4).

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

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

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
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Honorable Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
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Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Jared Blumenfeld, Secretary, California Environmental Protection Agency
Serena McIlwain, Undersecretary, California Environmental Protection Agency
Eric Jarvis, Assistant Secretary, California Environmental Protection Agency
Richard Corey, Executive Officer, California Air Resources Board
Edie Chang, Deputy Executive Officer, California Air Resources Board
Julie Henderson, Director, Department of Pesticide Regulation
Christina Bugai, Assistant Director, Administrative Services Division, Department of Pesticide Regulation
Leslie Ford, Manager, Fiscal and Business Services, Department of Pesticide Regulation
Maria Bueb, Budget Officer, Department of Pesticide Regulation
Eileen Soback, Executive Director, State Water Resources Control Board
Ryan Wilson, Budget Officer, State Water Resources Control Board
Meredith Williams, Director, Department of Toxic Substances Control
Francesca Negri, Chief Deputy Director, Department of Toxic Substances Control
Brian Brown, Chief Financial Officer, Department of Toxic Substances Control
Mindy McIntyre, Chief Deputy Director, Department of Resources Recycling and Recovery
Brandy Hunt, Deputy Director of Administration, Department of Resources Recycling and Recovery
Mike Gyurics, Deputy Director of Administrative Services, Office of Environmental Health Hazard Assessment
Israel Leas, Budget Officer, Office of Environmental Health Hazard Assessment

3900-493—Reappropriation, State Air Resources Board. 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, 2023:

0115—Air Pollution Control Fund

(1) Item 3900-008-0115, Budget Act of 2018

3940-493—Reappropriation, State Water Resources Control Board. 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, 2023:

0193—Waste Discharge Permit Fund

(1) Item 3940-008-0193, Budget Act of 2018

0306—Safe Drinking Water Account

(1) Item 3940-008-0306, Budget Act of 2018

0439—Underground Storage Tank Cleanup Fund

(1) Item 3940-008-0439, Budget Act of 2018

3058—Water Rights Fund

(1) Item 3940-008-3058, Budget Act of 2016

3970-491—Reappropriation, Department of Resources Recycling and Recovery. 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, 2023:

0100—California Used Oil Recycling Fund

(1) Item 3970-008-0100, Budget Act of 2018

0106—Department of Pesticide Regulation Fund

(1) Item 3970-008-0106, Budget Act of 2018

0133—California Beverage Container Recycling Fund

(1) Item 3970-008-0133, Budget Act of 2018

0193—Waste Discharge Permit Fund

(1) Item 3970-008-0193, Budget Act of 2018

0226—California Tire Recycling Management Fund

(1) Item 3970-008-0226, Budget Act of 2018

0281—Recycling Market Development Revolving Loan Subaccount, Integrated Waste Management Account

(1) Item 3970-008-0281, Budget Act of 2018

0386—Solid Waste Disposal Site Cleanup Trust Fund

(1) Item 3970-008-0386, Budget Act of 2018

0387—Integrated Waste Management Account, Integrated Waste Management Fund

(1) Item 3970-008-0387, Budget Act of 2018

0679—State Water Quality Control Fund

(1) Item 3970-008-0679, Budget Act of 2018

3065—Electronic Waste Recovery and Recycling Account, Integrated Waste Management Fund

(1) Item 3970-008-3065, Budget Act of 2018

3980-490—Reappropriation, Office of Environmental Health Hazard Assessment. 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, 2023:

0001—General Fund

(1) Item 3980-008-0001, Budget Act of 2018

0044—Motor Vehicle Account, State Transportation Fund

(1) Item 3980-008-0044, Budget Act of 2018

0106—Department of Pesticide Regulation Fund

(1) Item 3980-008-0106, Budget Act of 2018

0115—Air Pollution Control Fund

(1) Item 3980-008-0115, Budget Act of 2018

0140—California Environmental License Plate Fund

(1) Item 3980-008-0140, Budget Act of 2018

3056—Safe Drinking Water and Toxic Enforcement Fund

(1) Item 3980-008-3056, Budget Act of 2018

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

**Amendment to and Addition of Various Budget Bill Items, Support and Local Assistance,
Office of Planning and Research**

CEQANet 2.0 System Maintenance and Redesign—It is requested that Item 0650-001-0001 be increased by \$1,254,000 in fiscal year 2022-23, and \$48,000 in 2023-24 and ongoing, to host and maintain the current California Environmental Quality Act document online processing system, and to provide planning resources for a system redesign. The current system is no longer compatible with the state's hosting environment and additional resources are necessary to keep the current system operational until a replacement system is developed.

Housing as Climate Strategy—It is requested that Item 0650-001-0001 be increased by \$565,000 in 2022-23, and \$65,000 in 2023-24 and ongoing to update and maintain Site Check, a tool developed to accelerate the production of housing by facilitating planning decisions and clarifying streamlining options under the California Environmental Quality Act.

Technical Adjustment: Regional Early Action Program Reimbursement Authority—It is requested that Item 0650-001-0001 be amended to include net-zero reimbursement authority of \$749,000 one-time for the Office of Planning and Research to enter into an inter-agency agreement with the California Department of Housing and Community Development for Regional Early Action Program implementation. The requested resources will be used to implement work outlined pursuant to Health and Safety Code Sections 50515.6 through 50515.8.

Extreme Heat: Resilience Centers—It is requested that Item 0650-101-0001 be increased by \$85 million in 2022-23 and \$85 million in 2023-24 to provide grants to communities seeking to build or upgrade existing buildings to serve as community resilience centers.

It is also requested that provisional language be added to extend the encumbrance period for these funds until June 30, 2027 (see Attachment 1).

Extreme Heat: Community Based Public Awareness Campaigns—It is requested that Item 0650-101-0001 be increased by \$6 million in 2022-23 and \$14 million in 2023-24, for the Office of Community Partnerships and Strategic Communications to administer public outreach campaigns related to increased threats related to extreme heat. It is also requested that provisional language be added to extend the encumbrance period for these funds until June 30, 2027 (see Attachment 1).

California Advanced Supply Chain Analysis Diversification Effort, Phase III—It is requested that Item 0650-101-0890 be increased by \$1,344,000 one-time, and Item 0650-001-0890 be increased by \$571,000 one-time, to implement the federal California Advanced Supply Chain Analysis Diversification Effort, Phase III grant award.

California Advanced Defense Ecosystem & National Consortia Effort—It is requested that Item 0650-001-0890 be increased by \$114,000 one-time in 2022-23, and Item 0650-101-0890 be increased by \$880,000 one-time in 2022-23, to implement the federal California Advanced Defense Ecosystem & National Consortia Effort grant award.

Sierra Army Depot Resilience Review Program—It is requested that Item 0650-001-0890 be increased by \$480,000 one-time in 2022-23 to implement the federal Sierra Army Depot Resilience Review Program grant award.

Cooperating Technical Partners Program Grant—It is requested that Item 0650-001-0890 be increased by \$141,000 one-time in 2022-23 to implement the federal Cooperating Technical Partners Program grant award.

Reappropriation: Fresno K-16 Collaborative—It is requested that Item 0650-049 be amended to reappropriate the balance of \$7,008,000 from an appropriation provided in the Budget Act of 2019 to support the Fresno K-16 collaborative to streamline educational pathways leading to in-demand jobs for the same purposes. It is also requested that provisional language be included to extend the encumbrance availability through June 30, 2025 (see Attachment 2).

Reappropriation: College Service Corps Dreamer Student Educational Awards—It is requested that Item 0650-491 be added to reappropriate up to \$8,040,000 for California Volunteers to provide educational awards for the second cohort of Chapter 814, Statutes of 2021 (AB 540) eligible students who participate in the College Service Corps Program. It is also requested that provisional language be added to extend encumbrance through December 31, 2024 (see Attachment 3).

Reappropriation: Student Success Coach Grant Program Administrative Carve Out—It is requested that Item 0650-492 be added to reappropriate up to \$750,000 for California Volunteers to monitor and oversee compliance for the Student Success Coach Grant Program awards (see Attachment 4).

Technical Adjustment: SB 170 State Operations and Local Assistance Provisional

Language—It is requested that provisional language be added to Item 0650-001-0001 (see Attachment 5) and Item 0650-101-0001 (see Attachment 6) to outline specified uses of funding appropriated pursuant to Chapter 240, Statutes of 2021 (SB 170). This is a technical adjustment to include provisional language that was approved in SB 170 though was inadvertently removed from the 2022-23 Governor's Budget.

Drought Resilience and Response—It is requested that Item 0650-101-3398 be added in the amount of \$100 million one-time in 2022-23 for the Office of Community Partnerships and Strategic Communications to promote public awareness about the impacts of extreme drought and methods for water conservation. It is also requested that provisional language be included to make this available for encumbrance or expenditure until June 30, 2027 (see Attachment 7).

COVID-19 Outreach and Awareness—It is requested that Item 0650-021-3398 be added in the amount of \$230 million one-time for the Office of Community Partnerships and Strategic Communications to continue COVID-19 vaccine and booster outreach, education, and appointment assistance campaigns. It is also requested that provisional language be included to specify that the purposes of the funds are related to the COVID-19 state of emergency (see Attachment 8).

Foster Grandparent and Senior Volunteers—It is requested that provisional language be added to Item 0650-101-0001 to extend encumbrance availability through June 30, 2025, and provide up to five percent for administration of the grant program (see Attachment 9). This provisional language supports California Volunteers' implementation of the plan included in the Governor's Budget.

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 Mark Jimenez, Principal Program Budget Analyst, at (916) 916-445-8913.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachments

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Sam Assefa, Director, Office of Planning and Research
Scott Morgan, Chief Deputy Director, Office of Planning and Research

Add Provisions 1 and 2 to Item 0650-101-0001:

1. Of the amount appropriated in Schedule (3), \$85,000,000 is to begin implementation of the Extreme Heat Action Plan. These funds shall be available for encumbrance and expenditure through June 30, 2027.
2. Of the amount appropriated in Schedule (4), \$6,000,000 shall be available for encumbrance and expenditure until June 30, 2027 to promote community-based public awareness campaigns about extreme heat.

Amendment to Item 0650-490 as follows:

“0650-490—Reappropriation, Office of Planning and Research

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 as specified below:

0001—General Fund

- (1) Up to \$1,005,000 in Schedule 1, Item 0650-001-0001, Budget Act of 2021 (Ch. 240, Stats. 2021) provided for the purposes of implementing Chapter 19, Statutes of 2021 (SB 7), to be reappropriated through June 30, 2023.
- (2) Up to \$7,008,000 in Schedule 1, Item 0650-101-0001, Budget Act of 2019 (Ch. 23, Stats. 2019), for support of the Fresno K-16 Collaborative and shall be available for encumbrance or expenditure until June 30, 2025.

3228—Greenhouse Gas Reduction Fund

- (1) Provision 1 of Item 0650-101-3228, Budget Act of 2014, as reappropriated by Item 0650-490, Budget Act of 2016 (Ch. 23, Stats. 2016), as reappropriated by Item 0650-490, Budget Act of 2018 (Ch. 29, Stats. 2018), to be reappropriated without regard to fiscal year.
- (2) Provision 2, Item 0650-001-3228 of Budget Act of 2019 (Ch. 23, Stats. 2019), to be reappropriated for expenditure through June 30, 2024.”

0650-491—Reappropriation, Office of Planning and Research.

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 December 31, 2024:

0001—General Fund

(1) Up to \$8,040,000 in Schedule 1, Item 0650-101-0001, Budget Act of 2021 (Ch. 240, Stats. 2021) provided for the purposes of implementing the California College Service Corps Program.

0650-492—Reappropriation, Office of Planning and Research.

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, 2023.

0001—General Fund

(1) Up to \$750,000 in Schedule 1, Item 0650-101-0001, Budget Act of 2021 (Ch. 240, Stats. 2021). This amount shall be used for administrative support costs for the program.

Add Provisions 3 through 7 to Item 0650-001-0001:

Provisions:

3. The California Volunteers' database shall be subject to all state privacy and use policies as required by the Department of Technology.
4. Of the amount appropriated in Schedule (1), \$10,000,000 shall be available for support or local assistance and shall be used for the ICARP Climate Adaption & Resilience Planning Grant Program. These funds are available for expenditure or encumbrance until June 30, 2025, and for liquidation until June 30, 2027.
5. Of the amount appropriated in Schedule (2), \$4,683,000 shall be made available for support or local assistance and shall be used for the purpose of implementing the California Climate Action Service Corps program to create service opportunities to take on climate action such as urban greening, food waste recovery, and wildfire prevention.
6. Of the amount appropriated in Schedule (3), up to \$10,000,000 shall be available for support or local assistance and shall be used for the Regional Climate Collaborative Program. These funds are available for expenditure or encumbrance until June 30, 2027, and for liquidation until June 30, 2029. Not more than 5 percent of the amount may be used for administrative costs.
7. Of the amount appropriated in Schedule (3), up to \$165,000,000 shall be available for support or local assistance and shall be used for the Transformative Climate Communities Program described in Part 4 (commencing with Section 75240) of Division 44 of the Public Resources Code. These funds are available for expenditure or encumbrance until June 30, 2027, and for liquidation until June 30, 2029. Not more than 5 percent of the amount may be used for administrative costs.

Add Provisions 3 through 6 to Item 0650-101-0001:

Provisions:

3. Of the amount appropriated in Schedule (1), \$125,000,000 shall be available for the ICARP Regional Resilience Grant Program to support regional climate resilience planning and implementation to reduce the risk of climate change impacts such as wildfire, sea level rise, drought, flood, increasing temperatures, and extreme heat events. These funds shall be available for encumbrance or expenditure until June 30, 2027 and liquidation through June 30, 2029.
4. Funds appropriated in Provision 1 shall also be available to develop a grant program, to implement regional projects aligned with the priorities of the Integrated Climate Adaptation and Resiliency Program, and regional plans developed pursuant to the Regional Planning Grant program. Grants may be issued both competitively and on a formula basis.
5. Of the amount appropriated in Schedule (1), 25,000,000 shall be available for state operations or local assistance for the ICARP Extreme Heat and Community Resilience Grant Program These funds shall be available for encumbrance or expenditure until June 30, 2027, and liquidation through 2029.
6. The amount appropriated in Schedule (3) \$25,000,000 shall be available for state operations or local assistance for Community Resilience Centers. These funds shall be available for encumbrance or expenditure through June 30, 2027, and liquidation through 2029.

0650-101-3398—For Local Assistance, Office of Planning and Research, payable from the California Emergency Relief Fund..... \$100,000,000

Schedule:

- (1) 0371-Office of Community Partnerships and Strategic Communications...\$100,000,000

Provisions:

- 1) Of the amount appropriated in this Item, \$100,000,000 shall be available for encumbrance or expenditure until June 30, 2027 to promote community-based public awareness campaigns about water conservation.

0650-021-3398—For support of Office of Planning and Research, payable from the California Emergency Relief Fund..... \$230,000,000

Schedule:

(1) 0371-Office of Community Partnerships and Strategic Communications...\$230,000,000

Provisions:

1. The funds appropriated in this item are for purposes related to the COVID-19 state of emergency, as proclaimed on March 4, 2020.

Add Provision 7 to Item 0650-101-0001:

7. Of the amount appropriated in Schedule (2) \$10,000,000 shall be utilized for the Foster Grandparents and Senior Companions Program. Funds shall be available for expenditure or encumbrance until June 30, 2025. Up to 5 percent may be used for costs to administer the program.

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

**Amendment to and Addition of Various Budget Bill Items, Support and Local Assistance,
Office of Emergency Services**

Warning Center—It is requested that Item 0690-001-0001 be increased by \$8,078,000 and 19 positions in 2022-23 and \$5,203,000 in 2023-24 and 19 positions ongoing to support the increased complexity of workload for the California State Warning Center and Alert and Warning Program. These resources will enable the Office of Emergency Services (Cal OES) to effectively monitor, analyze, notify, and report on critical incidents to support timeline awareness and status of emergency events and disasters.

California Wildfire Mitigation Program—It is requested that Item 0690-001-0001 be increased by \$1,554,000 in 2022-23 and ongoing to provide 5 positions to support the implementation of the California Wildfire Mitigation Program. These resources will enable Cal OES to facilitate effective home hardening projects, leverage federal funding, and harden homes in socially vulnerable communities at high risk to wildfire.

California Specialized Training Institute—It is requested that Item 0690-001-0001 be increased by \$7,152,000 and 23 positions in 2022-23 and \$5,825,000 in 2023-24 and 23 positions ongoing to support the expansion of courses for the California Specialized Training Institute. These resources will enable Cal OES to meet the demand for more courses for emergency management professionals and emergency responders.

Donation System (AB 1568)—It is requested that Item 0690-001-0001 be increased by \$536,000 and 1 position in 2022-23 and \$236,000 in 2023-24 and 1 position ongoing to establish and maintain a statewide donations system pursuant to the provisions of Chapter 8, Statutes of 2022 (AB 1568).

Information Technology Modernization Phase II—It is requested that Item 0690-001-0001 be increased by \$18,986,000 in 2022-23 and 8 positions and \$10,541,000 in 2023-24 and

8 positions ongoing to advance California's emergency management capacity and capabilities to respond to increasingly complex disasters and security threats by modernizing technology and enhancing the department's Information Security Program.

Warehousing Operations for Emergency Response Equipment and Supplies—It is requested that Item 0690-001-0001 be increased by \$114.3 million one-time in 2022-23 to support anticipated warehousing costs in the northern and southern California warehouses and support a commodity replenishment that includes a stockpile of personal protective equipment at targeted levels. The resources will enable Cal OES to continue warehousing operations and have appropriate resources available across the state for all emergencies.

Increased Support for the Law Enforcement Mutual Aid—It is requested that Item 0690-001-0001 be increased by \$1,516,000 in 2022-23 and 5 positions ongoing and Item 0690-101-0001 be increased by \$23,484,000 to support the Law Enforcement Mutual Aid system, which is coordinated by Cal OES Law Enforcement to provide support to all communities in times of need. These resources will enable Cal OES to expedite the request for and deployment of needed law enforcement resources, which are critical and time-sensitive during disaster events (see Attachment 1).

California Emergency Relief Fund Expenditure Transfer—It is requested that statutory changes be made to increase Item 0690-012-0001 of the Budget Act of 2021 by \$4,583,893,000 and Item 0690-012-0001 be added in the amount of \$4,324,963,000 in 2022-23 to support various emergency response and relief related expenditures (see Attachments 2). There are associated proposed expenditures from the California Emergency Relief Fund across various departments that net to the amount being transferred from the General Fund. This proposal accelerates funding to address the immediate needs of the state and aligns appropriations to the fiscal year in which the resources are available.

COVID-19 Direct Response Expenditures—It is requested that Item 0690-021-0001 be increased by \$29.5 million one-time to cover the department's COVID-19 direct response costs. Funding will support continued testing and Mutual Aid, along with increased support for the Southern Border operations.

California Internet Crimes Against Children Task Force—It is requested that Item 0690-101-0001 be increased by \$5 million one-time in 2022-23 to support the Internet Crimes Against Children Task Force which helps state and local law enforcement agencies develop an effective response to technology-facilitated child sexual exploitation and combatting underground child pornography rings.

Family Violence Prevention and Services Act American Rescue Plan Federal Trust Fund Authority—It is requested that Item 0690-101-0890 be increased by \$34,506,000 one-time to leverage federal funding to support efforts to prevent, prepare for, and respond to COVID-19 with a focus on increasing access to testing, vaccines, and mobile health units to mitigate the spread of the virus.

Nonprofit Security Grant Program—It is requested that Item 0690-103-0001 be added to provide \$50 million one-time in 2022-23 to support the Nonprofit Security Grant Program, which provides funding support for target hardening and other physical security enhancements to nonprofit organizations that are at high risk for violent attacks and hate crimes due to ideology, beliefs, or mission (see Attachment 3).

Distributed Administration Support—It is requested that Item 0690-001-0001 be increased by 15 positions ongoing for various administrative support activities associated with the other budget change proposals included in the May Revision. These positions are funded with distributed administration, which include a federal indirect costs.

Various Reappropriations—It is requested that Item 0690-490 be added to reappropriate the specified balances of Item 0690-001-0001 of the Budget Act of 2021 and Item 0690-491 be added to reappropriate the unencumbered balance of Item 0690-001-8039 of the Budget Act of 2021 for encumbrance or expenditure until June 30, 2023. These funds will be used to continue to deploy and track emergency management resources throughout the state and to complete the procurement process for the replacement of six swiftwater rescue boats and two Type III fire engines. Additionally, funds will allow for the lease of a temporary facility to support the Southern Region Office while a new Southern Regional Emergency Operations Center facility is constructed (see Attachments 4 and 5).

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 Stephen Benson, Principal Program Budget Analyst, at (916) 324-0043.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee
No. 5
Honorable Cristina Garcia, Chair, Assembly Budget Subcommittee No. 5
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Mark Ghilarducci, Director, Office of Emergency Services
Christina Curry, Chief Deputy Director, Office of Emergency Services
Lisa Mangat, Chief Deputy Director, Office of Emergency Services

Add the following provision to Item 0690-101-0001:

7. Of the amount appropriated in Schedule (1), \$23,484,000 will be available to support the State's Law Enforcement Mutual Aid System. Notwithstanding any other law, the Office of Emergency Services may provide advance payment to local law enforcement agencies to cover costs when formally deployed through the State's Law Enforcement Mutual Aid in support of a response to conditions that threaten public safety. For any activities that, subsequent to receiving this funding, become eligible for state or federal disaster funding, will be remitted back to the General Fund.

Attachment 2

0690-012-0001— For transfer by the Controller from the
General Fund to the California Emergency Relief
Fund.....

4,324,963,000

Attachment 3

0690-103-0001—For local assistance, Office of Emergency Services 50,000,000

Schedule:

(1) 0385-Special Programs and Grant
Management 50,000,000

Provisions:

1. The funding appropriated in this item is for the California Nonprofit Security Grant Program to help non-profit organizations that are targets of hate-motivated violence and hate crimes.
2. This appropriation shall be available for encumbrance or expenditure until June 30, 2025. No more than 5 percent of the amount appropriated in this item may be used for administrative support costs.

0690-490—Reappropriation, Office of Emergency Services. The amounts specified in the following citation are reappropriated for the purpose provided for in those appropriation and shall be available for encumbrance or expenditure until June 30, 2023:

0001—General Fund

- (1) Item 0690-001-0001, Budget Act of 2021. Up to \$806,000 in Program 0380-Emergency Management Services associated with modernization of technology and data analytics.
- (2) Item 0690-001-0001, Budget Act of 2021. Up to \$7,726,000 in Program 0380 - Emergency Management Services associated with the Southern Regional Emergency Operations Center.

0690-491—Reappropriation, Office of Emergency Services. The balance of the appropriation 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, 2023:

8039—Disaster Resistant Communities Account
(1) Item 0690-001-8039, Budget Act of 2021



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0690-301-0001 and Addition of Item 0690-496, Capital Outlay, Governor's Office of Emergency Services

Southern Region: Emergency Operations Center—It is requested that Item 0690-301-0001 be increased by \$5,400,000 one-time General Fund for the performance criteria phase for the Southern Region: Emergency Operations Center (SREOC) project, for the Governor's Office of Emergency Services (Cal OES) (see Attachment 1). It is further requested that Item 0690-496 be added to revert \$26,000,000 General Fund for the acquisition phase of this project (see Attachment 2).

The 2021 Budget Act provided \$26,490,000 General Fund for the acquisition phase of the SREOC project. Since that time, the former Fairview Developmental Center has been identified as a suitable site for the new facility. While \$490,000 of the acquisition funds will be needed to provide for the necessary real estate due diligence activities that will be performed on the site, the balance can be reverted, as the property can be secured through a transfer of jurisdiction.

California Construction Cost Index Increase-Construction—It is requested that Item 0690-301-0001 be increased in the amount of \$17,849,000 one-time (see Attachment 1) and that Item 0690-496 be added to revert \$15,382,000 (see Attachment 2) for a net increase in authority of \$2,467,000 for the Relocation of Red Mountain Communications Site project in Del Norte County, that is proposed for construction funding in fiscal year 2022-23. The national construction market has experienced significant inflation since 2021. The California Construction Cost index, which is the metric the state uses to track overall construction prices, has increased by approximately 10 percent since the Governor's Budget and approximately 25 percent for capital projects that were funded in the 2021-22 budget. This request will address the cost increases resulting from these inflationary pressures to ensure projects can proceed to the construction phase with adequate funding.

Coastal and Inland Regional Operations Centers-Study—It is requested that Item 0690-301-0001 be increased by \$525,000 one-time to provide study funds to explore the feasibility of constructing Coastal and Inland Regional Emergency Operations Centers (see Attachment 1).

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 Barbara Taylor, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee
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Honorable Cristina Garcia, Chair, Assembly Budget Subcommittee No. 5
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Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Christina Curry, Chief Deputy Director, Governor's Office of Emergency Services
Lisa Mangat, Chief Deputy Director of Policy and Administration, Governor's Office of
Emergency Services
Eric Swanson, Deputy Director of Finance and Administration, Governor's Office of
Emergency Services

"0690-301-0001—For capital outlay, Office of Emergency Services
 ~~11,588,000~~ 34,837,000

Schedule:

(1) 0006751- Mather: State Operations Center Modification 9,928,000

(a) Construction..... 9,928,000

(2) 0008385 - Mather: CalOES Headquarters Lobby Security Enhancements..... 1,309,000

(a) Working Drawings..... 198,000

(b) Construction.....1,111,000

(3) 0008390-Mather: CalOES Security Checkpoint..... 351,000 Enhancements

(a) Working Drawings..... 351,000

(4) 0000121 - Relocation of Red Mountain Communications 17,849,000
Site, Del Norte County

(a) Construction..... 17,849,000

(5) 0008943 - Southern Region: Emergency Operations 5,400,000
Center

(a) Performance Criteria..... 5,400,000

(6) 0010431- Coastal Region: Emergency Operations 250,000
Center

(a) Study..... 250,000

(7) 0010432 - Inland Region: Emergency Operations 275,000
Center

(a) Study..... 275,000"

0690-496—Reversion, Office of Emergency Services. As of June 30, 2022, the balances specified below of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001—General Fund

(1) \$26,000,000 in Item 0690-301-0001, Budget Act of 2021 (Ch. 21, Stats. 2021)

(4) 0008943-Southern Region: Emergency Operations Center

(a) Acquisition

2) Item 0690-301-0001, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018),
as reappropriated by Item 0690-491, Budget Act of 2021

(1) 0000121-Relocation of Red Mountain Communications Site,
Del Norte County—Construction



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

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

Buffin v. State of California—It is requested that Item 0820-001-0001 be increased by \$2 million one-time for plaintiff appeal fees, appellate fees, and accrued interest pertaining to the *Buffin v. City and County of San Francisco* Case. The Budget Act of 2020 included \$2.4 million to pay claims related to the lawsuit, but funding was not utilized given the state was dismissed as immune from suit. Since then, the Courts reversed their opinion and found the state liable for legal fees associated with the case.

Reparations Task Force—It is requested that Item 0820-001-0001 be increased by \$1,519,000 one-time for contracting costs and travel and per-diem costs for task force members pursuant to Chapter 319, Statutes of 2020 (AB 3121). Funding will provide the task force with additional resources to complete the second phase of report findings, which focuses on recommendations for providing reparations to African Americans.

Fentanyl Enforcement Task Forces—It is requested that Item 0820-001-0001 be increased by \$7,849,000 and 25 positions in fiscal year 2022-23, and \$6,666,000 in 2023-24 and ongoing, to augment DOJ's law enforcement task forces to include a Fentanyl Enforcement Program to target fentanyl-trafficking criminal networks across the state. DOJ will leverage a cross-disciplinary and multi-jurisdictional approach to address the influx of illegal possession and distribution observed throughout the state (see Attachment 1).

Technical Adjustments to Governor's Budget proposals:

Automatic Conviction Record Relief—It is requested that Item 0820-001-0001 be decreased by \$1,662,000 in 2022-23, \$1,456,000 in 2023-24, and \$135,000 in 2024-25 to make a technical correction to remove duplicative funding.

Division of Law Enforcement Task Force Program—It is also requested that Item 0820-001-0001 be decreased by 2 positions.

Tribal Nation Grant Program—It is further requested that Item 0820-001-0367 be increased by \$137,000 in 2022-23, and Item 0820-001-0567 be decreased by \$137,000 in 2022-23. This net-zero technical adjustment corrects the fund source for the Tribal Nation Grant Program proposal from the Gambling Control Fund to the Indian Gaming Special Distribution Fund as intended.

Various Proposals—It is also requested that net-zero adjustments be made to the following items to make changes associated with various Governor's Budget proposals to display administrative costs:

- Item 0820-001-0001
- Item 0820-001-0378
- Item 0820-001-0890
- Item 0820-001-3088

DNA ID Fund Backfill—It is requested that Item 0820-001-0001 be decreased by \$46,424,000 one-time, and Item 0820-013-0001 be added in the amount of \$46,424,000 one-time to reflect a technical correction to the Governor's Budget proposal for the DNA ID Fund Backfill. It is also requested that Provision 1 be removed from Item 0820-001-0001 and provisional language be added to Item 0820-013-0001 to conform to this technical correction (see Attachment 2).

Ammunition Authorization Program Backfill—It is requested that Item 0820-014-0001 be added to reflect a technical correction to the Governor's Budget proposal for the Ammunition Authorization Program Backfill. It is also requested that Provision 2 be removed from Item 0820-001-0001 and provisional language be added to Item 0820-014-0001 to conform to this technical correction (see Attachment 3).

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 Mark Jimenez, Principal Program Budget Analyst, at (916) 916-445-8913.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachments

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
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Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Chris Ryan, Chief of Operations, Department of Justice
Michael Fong, Director of Fiscal Operations, Department of Finance
Ashley Harp, Budget Officer, Department of Justice

Add Provision 3 to Item 0820-001-0001 as follows:

3. Of the amount appropriated in Schedule (4), \$7,849,000 shall be used to support regional task forces to combat the illegal distribution and trafficking of fentanyl throughout California.

0820-013-0001—For transfer by the Controller to the DNA Identification Fund...46,424,000

Provisions:

1. Upon order of the Director of Finance, the amount available in this item may be augmented by an amount sufficient to backfill the DNA Identification Fund if a determination is made that revenues are insufficient to support the Bureau of Forensic Services. Any augmentation shall be transferred to the DNA Identification Fund. Any augmentation of funds approved by the director under this provision shall be authorized not sooner than 30 days after notification in writing to the Chairperson of the Joint Legislative Budget Committee, or whatever lesser time the chairperson, or the chairperson's designee, may determine. When a request to augment this item is submitted to the director, a copy of that request shall be delivered to the chairperson and the chairpersons of the fiscal committees in each house of the Legislature. Delivery of a copy of that request shall not be deemed to be notification in writing for purposes of this provision.

0820-014-0001—For transfer by the Controller to the Ammunition Safety and Enforcement Special Fund..... 1,000

Provisions:

1. Upon order of the Director of Finance, the amount available in this item may be augmented if a determination is made that revenues are insufficient to support the Ammunition Authorization Program. Any augmentation shall be transferred to the Ammunition Safety and Enforcement Special Fund. Any augmentation of funds approved by the director under this provision shall be authorized not sooner than 30 days after notification in writing to the Chairperson of the Joint Legislative Budget Committee, or whatever lesser time the chairperson, or the chairperson's designee, may determine. When a request to augment this item is submitted to the director, a copy of that request shall be delivered to the chairperson and the chairpersons of the fiscal committees in each house of the Legislature. Delivery of a copy of that request shall not be deemed to be notification in writing for purposes of this provision.



Gavin Newsom ■ Governor

1021 O Street, Suite 3110 ■ Sacramento CA 95814 ■ www.dof.ca.gov

May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Addition of Budget Bill Item 0855-001-0001, Support, Gambling Control Commission

It is requested that Item 0855-001-0001 be added in the amount of \$11,000 one-time General Fund to provide a reimbursement to the Torres Martinez Tribe for an overpayment to the General Fund. The Department of Justice's Bureau of Gambling Control conducted an audit of the Tribe's quarterly payments pursuant to the Tribe's 2003 Tribal State Compact and found that the Tribe overpaid the General Fund by this amount.

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 Mark Jimenez, Principal Program Budget Analyst, at (916) 916-445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Stacey Luna-Baxter, Executive Director, Gambling Control Commission
Alana Carter, Deputy Director, Administration, Gambling Control Commission
Rachel Rojas, Budget Officer, Gambling Control Commission



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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Items 0890-001-0001 and 0890-001-3244, Support, Secretary of State

It is requested that Item 0890-001-0001 be increased by \$500,000 and Item 0890-001-3244 be increased by \$500,000 on a one-time basis for the pre-planning and planning costs for the California Automated Lobbyist and Campaign Contribution and Expenditure Search System (CAL-ACCESS) Replacement System (CARS) project restart. The Secretary of State (SOS) currently maintains CAL-ACCESS to provide financial information supplied by state candidates, donors, lobbyists, lobbyist employers, and others. Chapter 845, Statutes of 2016 (SB 1349) required the SOS to develop a new system, and shortly after SOS began developing CARS. SOS indicates that in June 2021, internal and external stakeholders raised concerns based on their testing efforts and interactions with the CARS project. SOS conducted a full audit of the system and has since determined that they must restart the project. It is also requested that Provision 5 be added to Item 0890-001-0001 to allow the SOS to use up to \$7 million for project activities upon California Department of Technology approval of the requisite Project Approval Lifecycle documents and notification to the Legislature (see Attachment 1).

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 Tim Weber, Principal Program Budget Analyst, at (916) 445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Shirley N. Weber, Ph.D., Secretary of State
Lisa Martin, Chief Deputy Secretary, Secretary of State
Reginald Fair, Deputy Secretary of Operations, Secretary of State
Tristian Cormier, Acting Chief Information Officer, Secretary of State
Margie Hieter, Acting Chief, Political Reform Division, Secretary of State
Maria Walton, Acting Chief, Management Services Division, Secretary of State
Kristin Dagsher, Chief, Fiscal Affairs Bureau, Secretary of State
Russell Vaneekhoven, Budget Officer, Fiscal Affairs Bureau, Secretary of State

Add Provision 5 to Item 0890-001-0001 as follows:

5. Of the amount appropriated in Schedule (2), up to \$7 million shall be available for project activities related to the California Automated Lobbyist and Campaign Contribution and Expenditure Search System Replacement System project upon approval by the Director of Finance, in consultation with the Department of Technology (CDT). The approval is contingent upon CDT approval of the appropriate Project Approval Lifecycle documents. Any approval of the use of funds for these purposes shall be authorized not sooner than 30 days after notification in writing to the chairpersons of the committees in each house of the Legislature that consider appropriations, the chairpersons of the committees and appropriate subcommittees that consider the State Budget, and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the joint committee, or the chairperson's designee, may determine.



Gavin Newsom ■ Governor

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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0911-001-0001, Support, Citizens Redistricting Commission

It is requested that Item 0911-001-0001 be increased by 1 position and \$122,000 in 2022-23, and \$94,000 annually thereafter through 2029-30, to support the Citizens Redistricting Commission. These resources will allow the Commission to perform basic operational needs and administrative functions during the Commission's inactive period over the next eight years.

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 Tim Weber, Principal Program Budget Analyst, at (916) 445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Alvaro Hernandez, Executive Director, Citizens Redistricting Commission
Terri Isedeh, Budget Officer, Citizens Redistricting Commission



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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elissa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Items 0950-001-0001, 0950-001-9740, and Reimbursements, and Addition of Item 0950-490, Support, State Treasurer's Office

Enterprise Risk and Compliance Officer—It is requested that Item 0950-001-0001 be increased by \$73,000 General Fund and \$119,000 reimbursements ongoing, and Item 0950-001-9740 be increased by \$36,000 ongoing, to fund a requested officer position. The position will assist the Treasurer's Office and the Boards, Commissions, and Authorities (BCAs) under its purview, in the evaluation of enterprise risk, development of risk mitigation plans, compliance tracking of regulations and laws, coordination of all externally performed audits, and helping to address areas with control deficiencies. The reimbursements would be funded by the BCAs. It is requested that the Items for those departments that are required to provide reimbursement to the Treasurer's Office be augmented (see Attachment 1).

Jesse Unruh Building Relocation Costs—It is requested that Item 0950-001-0001 be increased by \$226,000 one-time to support relocation costs for Treasurer's Office staff and building contents necessary to facilitate renovation of the Jesse Unruh building.

It is also requested that Provision 3 be added to this item as follows to conform to this action:

3. Of the amount provided in this item, \$226,000 is provided on a one-time basis to cover the cost of relocating staff and building contents prior to the renovation of the State Treasury Building. Notwithstanding any other law, the Director of Finance may authorize expenditures in excess of the amount provided, if deemed necessary but not sooner than 30 days after notification in writing of the necessity therefor is provided to the chairpersons of the fiscal committees in each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time the chairperson of the joint committee, or the chairperson's designee, may in each instance determine.

It is further requested that Item 0950-490 be added to reappropriate the unencumbered balance of the funding provided in Item 0950-001-0001, Budget Act of 2021, related to the relocation of Treasurer's Office staff and building contents prior to the renovation of the Jesse Unruh Building.

Add Item 0950-490 as follows:

0950-490—Reappropriation, Treasurer. The unencumbered balance as of June 30, 2022, of the appropriation provided below is reappropriated for the purpose provided for in that appropriation and shall be available for encumbrance or expenditure until June 30, 2023.

0001—General Fund

- 1) Up to \$588,000 of Item 0950-001-0001, Budget Act of 2021 (Ch. 21, Stats. 2021)

AB 1177 Commission Operations and Market Analysis—It is requested that Item 0950-001-0001 be increased by \$2,709,000 in fiscal year 2022-23, \$709,000 in 2023-24, and \$609,000 in 2024-25 to provide limited term funding for 3 positions and operational costs to implement legislation—The California Public Banking Option Act, Chapter 451, Statutes of 2021 (AB 1177). The legislation requires the Treasurer's Office to convene the CalAccount Blue Ribbon Commission and produce a market analysis to determine the feasibility of the CalAccount Program. The intent of AB 1177 is to produce a study on how best to create a no-fee, no-penalty debit card account called CalAccount that all Californians can access.

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

If you have any questions or need additional information regarding this matter, please call Greg Bruss, Principal Program Budget Analyst, at (916) 445-5332.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Honorable Fiona Ma, State Treasurer
Genevieve V. Jopanda, Chief of Staff, State Treasurer's Office
Rebecca Grajski, Director of Administration, State Treasurer's Office
Karma Manni, Chief of Fiscal Services, State Treasurer's Office

Augmentations requested to provide Reimbursement for State Treasurer's Office – Enterprise Risk and Compliance Officer Proposal			
BU	BCA Name	Item #	Amount
0954	ScholarShare Investment Board	0954-001-0564	\$6,000
0956	CA Debt & Investment Advisory Commission	0956-001-0171	\$10,000
0959	CA Debt Limit Allocation Committee	0959-001-0169	\$9,000
0968	CA Tax Credit Allocation Committee	0968-001-0448	\$19,000
		0968-001-0457	\$17,000
0971	CA Alternative Energy & Advanced Transportation Financing Authority	0971-001-9332	\$14,000
0974	CA Pollution Control Financing Authority	0974-501-0930	\$14,000
0977	CA Health Facilities Financing Authority	0977-501-0904	\$12,000
0981	CA Achieving a Better Life Experience Act Board	0981-001-0001	\$2,000
0984	CalSavers Retirement Savings Board	0984-501-8111	\$6,000
0985	CA School Finance Authority	0985-001-9735	\$8,000
0989	CA Educational Facilities Authority	0989-501-0911	\$2,000
	TOTAL		\$119,000



Gavin Newsom ■ Governor

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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0954-001-0001, State Operations, and Statutory Changes, ScholarShare Investment Board

It is requested that Schedule (2) of Item 0954-001-0001 be increased by \$299,000 and 1 position ongoing to support administrative needs, including participant notification and call center operations, necessary for the implementation of the California Kids Investment and Development Savings (CalkIDS) program.

It is further requested that statutory changes be adopted to amend the parental notification requirement to notify only one parent, to permit students' self-certification of enrollment in an institution of higher education, and to make other technical and clarifying changes. Proposed statutory amendments for this request can be viewed at www.dof.ca.gov.

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 Jack Zwald, Principal Program Budget Analyst, at 916-445-0328.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Sydney Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Kevin McCarty, Chair, Assembly Budget Subcommittee No. 2
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Julio Martinez, Executive Director, ScholarShare Investment Board, State Treasurer's Office
Karma Manni, Chief, Fiscal Services Unit, State Treasurer's Office



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May 13, 2022

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Statutory Changes, Support, California Health Facilities Financing Authority

Statutory Changes: Extension of Time Limitation Restrictions for Working Capital Financing

—It is requested that statutory changes be amended to extend the repayment term for working capital financing from 15 months to 24 months from the loan date, and extend the limitation for payment of interest on any loan for working capital from one year to two years. The statutory changes are intended to provide flexibility and continued oversight for working capital financing to a participating health institution.

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 Iliana Ramos, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Brendan McCarthy, Deputy Secretary of Program and Fiscal Affairs, California Health and
Human Services Agency
Kimberly Chen, Assistant Secretary, California Health and Human Services Agency
Frank Moore, Executive Director, California Health Facilities Financing Authority
Carolyn Aboubechara, Deputy Executive Director, California Health Facilities Financing
Authority
Karma Manni, Budget Office, California State Treasurer



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May 13, 2022

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Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 0985-001-0001, Support, and Item 0985-220-0001, Local Assistance, California School Finance Authority

Item 0985-001-0001, Support, Charter School Facility Grant Program (Issue 17)—It is requested that Schedule (1) of Item 0985-001-0001 be increased by \$419,000 ongoing non-Proposition 98 General Fund and 2 positions for increased workload associated with the Governor's Budget proposal to support eligible facilities costs for the Charter School Facility Grant Program.

It is further requested that Schedule (2) of this item be amended as follows to revise an incorrect program name:

"(2) 0935-Charter School Revolving Loan Fund Program149,000"

Item 0985-220-0001, Local Assistance, Charter School Facility Grant Program (Issues 20 and 21)—It is requested that Item 0985-220-0001 be increased by \$1,786,000 ongoing Proposition 98 General Fund to reflect an increase of \$527,000 ongoing Proposition 98 General Fund related to a 6.56-percent cost-of-living adjustment and an increase of \$1,259,000 ongoing Proposition 98 General Fund to reflect updated projections for program participation. The Charter School Facility Grant Program provides funding to assist charter schools in paying for rent and lease expenditures that are either serving or located in attendance areas where a notable percentage of their students qualify for free or reduced-price meals.

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 Michelle Nguyen, Principal Program Budget Analyst, at (916) 445-0328.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No. 1
Honorable Kevin McCarty, Chair, Assembly Budget Subcommittee No. 2
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Fiona Ma, California State Treasurer, State Treasurer's Office
Genevieve Jopanda, Chief of Staff, State Treasurer's Office
Becky Grajski, Director of Administration, State Treasurer's Office
Karma Manni, Budget Manager, State Treasurer's Office
Katrina Johantgen, Executive Director, California School Finance Authority