



April 1, 2023

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 Housing and Community Development

Building Standards Electric Vehicle Charging Stations (AB 1738)—It is requested that Item 2240-001-0001 be increased by \$200,000 in fiscal year 2024-25 on a one-time basis for a consulting contract to implement Chapter 687, Statutes of 2022 (AB 1738). The Governor's Budget proposes \$405,000 General Fund in 2023-24 and \$205,000 General Fund in 2024-25. This request modifies the request in the Governor's Budget to correct a technical error.

Affordable Housing and High Roads Job Act (AB 2011)—It is requested that Item 2240-001-0001 be decreased by \$648,000 in 2024-25 and increased by \$2,000 in 2025-26 and 2026-27. The Governor's Budget proposes \$1.1 million in 2024-25 and \$422,000 in 2025-26 and 2026-27. This request modifies the request in the Governor's Budget to correct a technical error.

Housing for Individuals Experiencing Homelessness (AB 2483)—It is requested that Item 2240-001-0001 be decreased by 1 position in 2023-24 and 2024-25. The Governor's Budget proposes 4 positions in 2023-24 and 2024-25, and 3 positions ongoing beginning in 2025-26. This request modifies the request in the Governor's Budget to correct a technical error.

Middle Class Housing Act (SB 6)—It is requested that Item 2240-001-0001 be decreased by 1 position ongoing. The Governor's Budget proposes 2 positions ongoing. This request modifies the request in the Governor's Budget to correct a technical error.

Special Occupancy Parks Act (AB 1307)—It is requested that Item 2240-001-0245 be decreased by \$50,000 in 2023-24 and Item 2240-001-0648 be increased by \$50,000 in 2023-24 to change the fund source for a consulting contract to implement Chapter 669, Statutes of 2022 (SB 1307). The Governor's Budget proposes \$50,000 in

Item 2240-001-0245 in 2023-24. This request modifies the request in the Governor's Budget to correct a technical error.

Community Development Block Grant—Disaster Recovery—It is requested that Item 2240-001-0890 be increased by 20 positions ongoing and Item 2240-102-0890 be added in the amount of \$231.2 million in 2023-24 to allow the Department of Housing and Community Development to allocate federal funds to communities impacted by the 2020 wildfires. It is also requested that provisional language be added to provide an extended encumbrance period and to allow the transfer of funding for state operations (see Attachment 1).

Technical Budget Bill Changes—It is requested that Provision 5 of Item 2240-105-0001 be amended to reference subdivision (e) of Section 53559 of the Health and Safety Code rather than subdivision (d) (see Attachment 2). It is also requested that Provisions 1 and 3 of Item 2240-124-0001 be amended to provide an extended encumbrance period to June 30, 2028 instead of June 30, 2027 to align the encumbrance availability with funding providing in the 2022 Budget Act. It is also requested that Provision 2 of Item 2240-124-0001 be deleted (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 Andrew March, Principal Program Budget Analyst, at (916) 445-3274.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, 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 Steve Padilla, 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
Lourdes Castro Ramirez, Secretary of Housing and Consumer Relations, Business, Consumer Services, and Housing Agency
Sasha Kergan, Deputy Secretary of Housing and Consumer Relations, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer Services, and Housing Agency
Gustavo Velazquez, Director, Department of Housing and Community Development
Zack Olmstead, Chief Deputy Director, Department of Housing and Community Development
Matt Schueller, Deputy Director, Administration and Management, Department of Housing and Community Development

2240-102-0890—For local assistance, Department of Housing and Community Development, payable from the Federal Trust Fund231,200,000

Schedule:

(1) 1665-Financial Assistance Program231,200,000

Provisions:

1. The funds appropriated in this item shall be available for encumbrance or expenditure until September 16, 2028.
2. Upon order of the Department of Finance, up to \$34,700,000 of the funds appropriated in this item may be transferred to Schedule (2) of Item 2240-001-0890 for state operations and shall be available for encumbrance or expenditure until September 16, 2028.

Amend Provision 5 of Item 2240-105-0001 as follows:

"5. Of the funds appropriated in this item, \$38,750,000 shall be allocated to fund grants pursuant to subdivision ~~(d)~~ (e) of Section 53559 of the Health and Safety Code."

Amend Provisions 1, 2, and 3 of Item 2240-124-0001 as follows:

- “1. The funds appropriated in this item shall be for the Veterans Housing and Homelessness Prevention Program and shall be available for encumbrance or expenditure until ~~June 30, 2027~~ June 30, 2028.
2. ~~The Department of Finance, upon notification to the Joint Legislative Budget Committee, may decrease the amount appropriated in this item and increase Item 2240-102-0890 by a like amount if additional federal funding is received pursuant to Section 3201 of the federal American Rescue Plan Act of 2021 (P.L. 117-2) and the use of the federal funds is consistent with the purpose of the funding appropriated in this item.~~
3. Upon order of the Department of Finance, up to 5 percent of the funds appropriated in this item may be transferred to Item 2240-001-0001 for the costs to administer the Veterans Housing and Homelessness Prevention Program, and shall be available for encumbrance or expenditure until ~~June 30, 2027~~ June 30, 2028.”