

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 of Various Budget Bill Items and Reimbursement, Support, and Budget Bill Language, Judicial Branch

Courts of Appeal Workload—It is requested that Item 0250-001-3060 be increased by \$2,657,000 in 2023-24 and \$2,257,000 in 2024-25 and 2025-26 to address increased appellate case workload, and support data reporting and Appellate Self-Help Resource Center website enhancements. These resources are necessary to improve efficient case processing and avoid excessive case delays in the California Courts of Appeal.

Extended Liquidation for Facility Services—It is requested that Item 0250-492 be added to extend the liquidation period of the funding provided to the Judicial Branch by Control Section 6.10 of the 2018 Budget Act for deferred maintenance projects. The liquidation period is set to expire on June 30, 2023, and this will allow for the liquidation of these funds through June 30, 2024. The additional time is needed to allow for the completion of two facility projects that were delayed due to fire safety inspections and supply chain delays (see Attachment 1).

Various Technical Adjustments—The following amendments correct technical errors made in the Governor's Budget:

Support for Judicial Branch Facilities Operations and Maintenance—It is requested that Item 0250-001-0001 be decreased by \$5,850,000 ongoing, Item 0250-012-0001 be increased by \$5,850,000 ongoing, and Item 0250-001-3066 be increased by \$5,850,000 ongoing to correctly allocate program expenditures proposed in the Governor's Budget proposal for the Support for Judicial Branch Facilities Operations and Maintenance. It is also requested that Item 0250-001-3037 be amended by decreasing reimbursements by \$27 million ongoing as this authority is no longer necessary due to reductions to deferred maintenance funding included in the Governor's Budget.

Community Mental Health Services (SB 929)— It is requested that Item 0250-001-0001 be increased by \$230,000 in 2023-24 and decreased by \$230,000 in 2024-25 to correct a technical error in the allocation of program expenditure authority associated with the resources provided in the Governor's Budget for the implementation of Chapter 539, Statutes of 2022 (SB 929).

Provisional Language—It is requested that provisional language be added to Item 0250-001-0327 to allow the Department of Finance to augment the Court Interpreter Fund expenditures to support efforts to address the shortage of qualified court interpreters (see Attachment 2). This language was inadvertently excluded from the Governor's Budget and is related to the Language Access Efforts in the California Courts budget change proposal. It is also requested that provision 8 of Item 0250-001-0001 be removed as this language is associated with temporary funding included in the 2022 Budget Act and is no longer necessary (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) 445-8913.

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 Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Mia Bonta, 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
John Wordlaw, Chief Administrative Office, Judicial Council of California
Zlatko Theodorovic, Director of Budget Services, Judicial Council
Fran Mueller, Deputy Director of Budget Services, Judicial Council
Angela Cowan, Manager, Budget Services, Judicial Council
Heather Staton, Budget Supervisor, Budget Services, Judicial Council

0250-492—Reappropriation, Judicial Branch. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2024.

0001—General Fund

Up to \$3,400,000 of the amount authorized in subdivision (b) of Control Section 6.10, Budget Act of 2018, appropriated to the Judicial Branch for deferred maintenance projects.

Add the following provision to Item 0250-001-0327:

- 1) Notwithstanding any other law, the Department of Finance may authorize expenditures in excess of this amount to address the shortage of qualified court interpreters. Any augmentation shall be authorized no 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 Legislative Budget Committee, or the chairperson's designee, may determine.

Remove the following provision from Item 0250-001-0001:

~~"8. Upon approval of the Administrative Director, the Controller shall increase this item by an amount sufficient to allow for the expenditure of any transfer of this item made pursuant to Provision 16 of Item 0250-101-0001."~~

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

Addition of Budget Bill Item 0511-490, Support, Secretary of Government Operations

2019 California Mass Timber Building Competition Reappropriation—It is requested that Item 0511-490 be added to extend the encumbrance or expenditure availability of \$144,000 in Timber Regulation and Forest Restoration Funds until June 30, 2024 (see Attachment 1). This request provides the additional time necessary for the Government Operations Agency to disburse funds to the winners of the 2019 California Mass Timber Building Competition.

The effect of the 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.

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
Amy Tong, Secretary, Government Operations Agency
Justyn Howard, Deputy Secretary, Fiscal Policy and Administration, Government Operations Agency

0511-490—Reappropriation, Secretary of Government Operations. The amount 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, 2024:

3212—Timber Regulation and Forest Restoration Fund

(1) Up to \$144,000 in Item 0511-001-3212, Budget Act of 2018, to implement a California mass timber building competition consistent with the recommendations of the California Forest Carbon Plan.

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 Budget Bill Item 0530-001-0001, Reimbursements, and Addition of Budget Bill Items 0530-490, 0530-491, and 0530-492, Support, California Health and Human Services Agency (CalHHS)

Children and Youth Behavioral Health Initiative Reappropriation (Issue 056)—It is requested that Item 0530-490 be added to reappropriate up to \$8.8 million from Item 0530-001-0001 of the 2021 Budget Act to provide flexibility for CalHHS to fully expend funds from June 30, 2022 until June 30, 2025. The 2021 Budget Act allocated \$50 million General Fund over five years for CalHHS to provide subject matter expertise and evaluation for the Children and Youth Behavioral Health Initiative (see Attachment 1).

Transfer Administration for Affordable Drug Manufacturing Act (Issue 040 and Issue 057)—It is requested that Item 0530-492 be added to reappropriate \$1,000,000 from Item 0530-001-0001 of the 2021 Budget Act for consulting services related to generic drug manufacturing to support implementation of the California Affordable Drug Manufacturing Act of 2020 and provisional language be added to transfer funding to the Department of Health Care Access and Information (HCAI) (see Attachment 2). These funds are currently available through the 2022-23 fiscal year. This proposal would extend the availability until June 30, 2026, and transfer administration of this program from CalHHS to HCAI (see related HCAI Finance Letter for Item 4140-001-0001, Issue 066). It is also requested that Item 0530-001-0001 be decreased by \$1,184,000 and one position in 2023-24 and \$184,000 and one position ongoing to reflect the transfer of funds to HCAI. The requested transfer of the program, position, and associated funding aligns with the CalRx work currently performed at HCAI and centralizes the administrative resources for Chapter 266, Statutes of 2022 (SB 852) implementation.

Health Equity Training Reappropriation (Issue 058)—It is requested that Item 0530-491 be added to reappropriate up to \$2.5 million from Item 0530-001-0001 of the 2021 Budget Act to expand equity training opportunities to staff of CalHHS departments and offices

to create transformative change toward a more equitable state. This action will extend the availability of these funds from June 30, 2022 to June 30, 2024 (see Attachment 3).

Gender Affirming Care Fund Technical Change (Chapter 822, Statutes of 2022 [SB 923]) (Issue 048)—It is requested that Item 0530-001-0001 be decreased by \$350,000 to reflect the correct amount proposed one-time at the Governor's Budget for consultant services to plan, organize and facilitate the required transgender, gender diverse, or intersex working group. This is a technical adjustment to align the system with the posted budget change proposal at the Governor's Budget.

Employee Compensation Technical Program Adjustment (Issue 042)—It is requested that Item 0530-001-3209 be adjusted to shift \$71,000 from program 0296 Center for Data Insights and Innovations to program 0295 Office of the Patient Advocate. This technical adjustment correctly budgets for employee compensation by program.

Funding Information Technology Management and Communications - Office of Systems Integration Enterprise (Issue 059)—It is requested that Item 0530-001-9745 be increased by \$600,000 Health and Human Services Automation Fund for three positions to establish the necessary leadership structure to continue to enhance enterprise-wide capabilities, improve project delivery outcomes, and increase technical services capabilities. These resources would support project management, public relations, subject matter expertise, and help projects eliminate duplication and increase efficiencies.

Language Only

Suicide and Crisis Lifeline (Chapter 747, Statutes of 2021, AB 988) - Request to Extend Authority and Contract Exemption—It is requested that Provision 5 be added to Item 0530-001-0001 to provide flexibility for CalHHS to implement requirements of AB 988 through June 30, 2028 and exempt contracts from requirements contained in the Public Contracts Code and the State Administrative Manual and from the approval by the Department of General Services. This exemption is being requested so that a contractor can be hired immediately to help with subject matter expertise for stakeholder meetings to develop the five-year plan (see Attachment 4).

Short-term General Fund Loan Authority for Cashflow—It is requested that statutory changes be made to provide authority for CalHHS to receive up to \$200 million in short term General Fund loans in the event that reimbursements do not come in on time to pay vendors. To the extent possible, CalHHS will frontload contracts to minimize need for General Fund loans. The attached language also includes changes related to the Office of Systems Integration name change to Office of Technology and Solutions Integration requested in the Governor's Budget and clean-up of outdated references (see Attachment 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 Matt Aguilera, Principal Program Budget Analyst, at (916) 202-9663.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

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 Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
Honorable Caroline Menjivar, Chair, Senate Budget and Fiscal Review 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
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 Item 0530-490:

0530-490—Reappropriation, Secretary of California Health and Human Services. 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) Up to \$8,800,000 in Item 0530-001-0001, Budget Act of 2021, to support the Children and Youth Behavioral Health Initiative.

Add Item 0530-492:

0530-492—Reappropriation, Secretary of California Health and Human Services. The amount 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, 2026:

0001—General Fund

(1) Item 0530-001-0001, Budget Act of 2021, \$1,000,000 to support implementation of the California Affordable Drug Manufacturing Act of 2020.

Provisions:

1. The funds reappropriated by this item shall be transferred by the Controller upon enactment of this budget to and in augmentation of Item 4140-001-0001, (1) 3831 Health Care Quality and Affordability, for the purposes of implementing the California Affordable Drug Manufacturing Act of 2020.

Add Item 0530-491:

0530-491—Reappropriation, Secretary of California Health and Human Services. 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, 2024:

0001—General Fund

(1) Item 0530-001-0001, Budget Act of 2021, up to \$2,500,000 to support equity training opportunities.

Add provision 6 to Item 0530-001-0001 as follows:

6. Of the amount appropriated in Schedule (1), \$5,500,000 shall be available for encumbrance or expenditure until June 30, 2028 to contract for needed technical and subject matter expertise, local jurisdictional coordination, stakeholder engagement, development of legislative implementation status reports, and administration to fulfill one-time obligations associated with implementation of the Suicide and Crisis Lifeline pursuant to Chapter 747, Statutes of 2021.

- a. For purposes of implementing this provision, the Secretary of California Health and Human Services may enter into exclusive or nonexclusive contracts or amend existing contracts, on a bid or negotiated basis, and may implement changes to existing information technology systems. Notwithstanding any other law, contracts entered into or amended, or changes to existing information technology systems, pursuant to this subdivision shall be exempt from Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code, Section 19130 of the Government Code, and Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and shall be exempt from the review or approval of any division of the Department of General Services.

Amend Statutory Language as Follows:

Government Code (GC) 12803

- (a) The California Health and Human Services Agency consists of the following departments: Aging; Community Services and Development; Developmental Services; Health Care Services; Managed Health Care; Public Health; Rehabilitation; Social Services; and State Hospitals.
- (b) The agency also includes the Center for Data Insights and Innovation, the Emergency Medical Services Authority, the Office of Statewide Health Planning and Development, the Office of Systems Technology and Solutions Integration, the Office of Law Enforcement Support, the Office of the Surgeon General, the Office of Youth and Community Restoration, and the State Council on Developmental Disabilities.
- (c) The Department of Child Support Services is hereby created within the agency and is the single organizational unit designated as the state's Title IV-D agency with the responsibility for administering the state plan and providing services relating to the establishment of paternity or the establishment, modification, or enforcement of child support obligations as required by Section 654 of Title 42 of the United States Code. State plan functions shall be performed by other agencies as required by law, by delegation of the department, or by cooperative agreements.
- (d) This section shall become operative on July 1, 2021.

GC 12803.3

- (a) For purposes of this section, the following definitions shall apply:
 - (1) "Director" means the Director of the Office of Technology and Solutions Integration.
 - (2) "Office" means the Office of Technology and Solutions Integration.
 - (3) "Services" means all functions, responsibilities, and services deemed to be functions, responsibilities, and services of the Systems Integration Division, also known as Systems Management Services, of the California Health and Human Services Agency Data Center, as determined by the Secretary of California Health and Human Services.

- (b) (1) The Systems Integration Division of the California Health and Human Services Agency Data Center is hereby transferred to the California Health and Human Services Agency and shall be known as the Office of Systems Technology and Solutions Integration. The Office of Systems Technology and Solutions Integration shall be the successor to, and is vested with, all of the duties, powers, purposes, responsibilities, and jurisdiction of the Systems Integration Division of the California Health and Human Services Agency Data Center.
- (2) Notwithstanding any other law, all services of the Systems Integration Division of the California Health and Human Services Agency Data Center shall become the services of the Office of Systems Technology and Solutions Integration.
- (c) The office shall be under the supervision of a director, known as the Director of the Office of Systems Technology and Solutions Integration, who shall be appointed by, and serve at the pleasure of, the Secretary of California Health and Human Services.
- (d) No contract, lease, license, or any other agreement to which the California Health and Human Services Data Center is a party on the date of the transfer as described in paragraph (1) of subdivision (b) shall be void or voidable by reason of this section, but shall continue in full force and effect. The office shall assume from the California Health and Human Services Data Center all of the rights, obligations, and duties of the Systems Integration Division. This assumption of rights, obligations, and duties shall not affect the rights of the parties to the contract, lease, license, or agreement.
- (e) All books, documents, records, and property of the Systems Integration Division shall be in the possession and under the control of the office.
- (f) All officers and employees of the Systems Integration Division shall be designated as officers and employees of the agency. The status, position, and rights of any officer or employee shall not be affected by this designation and all officers and employees shall be retained by the agency pursuant to the applicable provisions of the State Civil Service Act (Part 2 (commencing with Section 18500) of Division 5), except as to any position that is exempt from civil service.
- (g) (1) All contracts, leases, licenses, or any other agreements to which the California Health and Human Services Data Center is a party regarding any of the following are hereby assigned from the California Health and Human Services Data Center to the office:
- (A) Statewide Automated Welfare System (SAWS).
 - (B) Child Welfare Services/Case Management System (CWS/CMS).
 - (C) Electronic Benefit Transfer (EBT).

~~(D) Statewide Fingerprinting Imaging System (SFIS).~~

(E) Case Management Information Payrolling System (CMIPS).

~~(F) Employment Development Department Unemployment Insurance Modernization (UIMOD) Project.~~

(2) All other contracts, leases, or agreements necessary or related to the operation of the Systems Integration Division of the California Health and Human Services Data Center are hereby assigned from the California Health and Human Services Data Center to the office.

(h) It is the intent of the Legislature that the transfer of the Systems Integration Division of the California Health and Human Services Agency Data Center pursuant to this section shall be retroactive to the passage and enactment of the Budget Act of 2005 and that existing employees of the Systems Integration Division of the California Health and Human Services Agency Data Center and the newly established Office of Systems Technology and Solutions Integration shall not be negatively impacted by the reorganization and transfer conducted pursuant to this section.

(i) It is the intent of the Legislature to review fully implemented information technology projects managed by the office to assess the viability of placing the management responsibility for those projects in the respective program department.

(j) On or before April 1, 2006, the Department of Finance shall report to the Chairperson of the Joint Legislative Budget Committee the date that the administration shall conduct an assessment for each of the projects managed by the office. The California Health and Human Services Agency, the California Health and Human Services Agency Data Center, or its successor, the State Department of Social Services, and the office shall provide to the Department of Finance all information and analysis the Department of Finance deems necessary to conduct the assessment required by this section. Each assessment shall consider the costs, benefits, and any associated risks of maintaining the project management responsibility in the office and of moving the project management responsibility to its respective program department.

(k) Notwithstanding any other law, the Director of Finance may authorize a loan from the General Fund, in an amount not to exceed \$200 million, provided that:

(a) The loan is to meet cash needs resulting from the delay in receipt of reimbursements for services provided.

(b) The loan is short term and shall be repaid by October 31 of the fiscal year following that in which the loan was authorized.

(c) The department frontloads contracts to the extent possible to minimize need for General Fund loans.

(d) Interest charges may be waived pursuant to subdivision (e) of Section 16314 of the Government Code.

(e) The Director of Finance shall not approve the loan unless the approval is made in writing and filed with the Chairperson of the Joint Legislative Budget Committee and the chairpersons of the committees in each house of the Legislature that consider appropriations not later than 30 days prior to the effective date of the approval, or not later than whatever lesser time prior to that effective date that the chairperson of the joint committee, or the chairperson's designee, may determine.

(Amended by Stats. 2012, Ch. 23, Sec. 3. (AB 1467) Effective June 27, 2012.)

GC 12803.35

(a) There is hereby established in the State Treasury, the California Health and Human Services Automation Fund. The moneys in the fund shall be available upon appropriation by the Legislature for expenditure by the Office of Systems Technology and Solutions Integration, established pursuant to Section 12803.3, for support of that office.

(b) The fund shall consist of the following:

(1) All moneys appropriated to the fund in accordance with law.

(2) The balance of all moneys available for expenditure by the Systems Integration Division of the Office of Technology Services.

(3) An amount of funding transferred from the Department of Technology Services Revolving Fund to this fund determined by the Department of Finance.

(4) Funds appropriated to the State Department of Social Services in the annual Budget Act for the management, including, as needed, procurement, design, development, testing, implementation, oversight, and maintenance, of the following projects shall be transferred to this fund upon order of the Department of Finance:

(A) Statewide Automated Welfare System (SAWS), including Statewide Project Management, WCDS, C-IV, LEADER, LRS, and the migration of C-IV to LRS pursuant to Section 10823 of the Welfare and Institutions Code, as amended by Section 9 of Chapter 13 of the First Extraordinary Session of the Statutes of 2011.

(B) Child Welfare Services/Case Management System (CWS/CMS).

- (C) Child Welfare Services/Case Management System (CWS/CMS) new system project.
 - (D) Electronic Benefit Transfer (EBT).
 - ~~(E) Statewide Fingerprinting Imaging System (SFIS).~~
 - (F) Case Management Information Payrolling System (CMIPS) Reprocurement.
 - (G) Welfare Data Tracking Implementation Project (WDTIP).
 - ~~(5) (A) Funds appropriated to the Employment Development Department in the annual Budget Act for the management, including procurement, design, development, testing, implementation, oversight, and maintenance, of the Unemployment Insurance Modernization project shall be transferred to the fund upon order of the Department of Finance.~~
 - ~~(B) On or before full expenditure of federal Reed Act funds, the Department of Finance and the Employment Development Department shall determine the appropriate timeframe to transfer the project management and the associated resources for the Unemployment Insurance Modernization Project to the Employment Development Department.~~
 - (6) Funds appropriated to the Department of Health Care Services and the Managed Risk Medical Insurance Board in the annual Budget Act for the management, including procurement, design, development, testing, implementation, oversight, and maintenance, of the California Healthcare Eligibility, Enrollment, and Retention System shall be transferred to the fund from the Department of Finance.
 - (7) Funds from the California Health Benefit Exchange may be transferred upon order of the Department of Finance pursuant to an interagency agreement between the California Health Benefit Exchange and the Office of Systems Technology and Solutions Integration to support the California Healthcare Eligibility, Enrollment, and Retention System.
- (Added by Stats. 2012, Ch. 815, Sec. 1. (AB 174) Effective January 1, 2013.)

Welfare and Institutions Code (WIC) 10075.6

The Office of Systems Technology and Solutions Integration shall be the project manager of the electronic benefits transfer system, and shall be responsible for system planning, procurement, development, implementation, conversion, maintenance and operations, contract management, and all other activities that are consistent with a state-managed project and a statewide system.

(Amended by Stats. 2005, Ch. 78, Sec. 20. Effective July 19, 2005.)

WIC 10823

- (a) (1) The Office of Systems Technology and Solutions Integration shall implement a statewide automated welfare system for the following public assistance programs:
- (A) The CalWORKs program.
 - (B) CalFresh.
 - (C) The Medi-Cal program.
 - (D) The foster care program.
 - (E) The refugee program.
 - (F) County medical services programs.
- (2) Statewide implementation of the statewide automated welfare system for the programs listed in paragraph (1) shall be achieved through no more than four county consortia, including the Interim Statewide Automated Welfare System Consortium, and the Los Angeles Eligibility, Automated Determination, Evaluation, and Reporting System.
- (3) Notwithstanding paragraph (2), the Office of Systems Technology and Solutions Integration shall migrate the 35 counties that currently use the Interim Statewide Automated Welfare System (SAWS) into the C-IV system within the following timeline:
- (A) Complete Migration System Test and begin User Acceptance Testing on or before June 30, 2009.
 - (B) Complete implementation in at least five counties by February 28, 2010.
 - (C) Complete implementation in at least 14 additional counties on or before May 31, 2010.
 - (D) Complete implementation in all 35 counties on or before August 31, 2010.
 - (E) Decommission the Interim Statewide Automated Welfare System on or before January 31, 2011.
- (4) Notwithstanding paragraph (2), the Office of Systems Technology and Solutions Integration shall oversee the migration of the 39 counties composing the C-IV Consortium into a system jointly designed by the 39 counties plus Los Angeles County under the LEADER Replacement System contract. This migration shall result in a new consortium to replace the LEADER and C-IV Consortia.

- (5) The consortia and the state shall take any action necessary to ensure that the current SAWS maintenance and operations agreements are extended for the LEADER and C-IV Consortia, pending the completion of the LEADER Replacement System and migration of the C-IV Consortium as set forth in paragraph (4), and for the continuation of the Welfare Client Data System Consortium.
- (6) Each SAWS consortium shall provide a seat on its governing body for a representative of the state and shall allow for the stationing of state staff at the project site.
 - (b) Nothing in subdivision (a) transfers program policy responsibilities related to the public assistance programs specified in subdivision (a) from the State Department of Social Services or the State Department of Health Care Services to the Office of Systems Technology and Solutions Integration.
 - (c) (1) On February 1 of each year, the Office of Systems Technology and Solutions Integration shall provide an annual report to the appropriate committees of the Legislature on the statewide automated welfare system implemented under this section. The report shall address the progress of state and consortia activities and any significant schedule, budget, or functionality changes in the project.
 - (2) The report provided pursuant to this subdivision in 2012 shall also include the projected timeline and key milestones for the development of the LEADER Replacement System and of the new consortium described in paragraph (4) of subdivision (a).
 - (d) Notwithstanding any other law, the Statewide Automated Welfare System consortia shall have the authority to expend within approved annual state budgets for each system as follows:
 - (1) Make changes within any line item, provided that the change does not create additional project costs in the current or in a future budget year.
 - (2) Make a change of up to one hundred thousand dollars (\$100,000) or 10 percent of the total for the line item from which the funds are derived, whichever is greater, between line items with notice to the Office of Systems Technology and Solutions Integration, provided that the change does not create additional project costs in the current or in a future budget year.

- (3) Make requests to the Office of Systems Technology and Solutions Integration for changes between line items of greater than one hundred thousand dollars (\$100,000) or 10 percent of the total for the line item from which the funds are derived, which do not increase the total cost in the current or a future budget year. The Office of Systems Technology and Solutions Integration shall take action to approve or deny the request within 10 days.
- (e)
 - (1) The Statewide Automated Welfare System shall be the system of record for Medi-Cal and shall contain all Medi-Cal eligibility rules and case management functionality.
 - (2) Notwithstanding paragraph (1), the business rules necessary for an eligibility determination to be made under the Modified Adjusted Gross Income (MAGI) rules pursuant to the federal Patient Protection and Affordable Care Act (Public Law 111-148) may be housed in the California Healthcare Eligibility, Enrollment, and Retention System developed pursuant to Section 15926, hereafter referred to as CalHEERS. If that authority is exercised, the business rules contained in CalHEERS shall be made available to the Statewide Automated Welfare System consortia, through an automated interface, in order for the consortia to determine eligibility for Medi-Cal under the MAGI rules.
 - (3) Effective January 1, 2016, the functionality to create and send notices of action for Medi-Cal and premium tax credit programs, as described in Section 36B of Title 26 of the United States Code, shall be implemented consistent with the following:
 - (A) Except as specified in subparagraphs (B) and (C), the Statewide Automated Welfare System shall be used to generate noticing language and notice of action documents and to send notice of action documents for all Medi-Cal programs, including, but not limited to, MAGI and non-MAGI based programs.
 - (B) If authority is exercised pursuant to paragraph (2), CalHEERS shall be used to generate noticing language for the premium tax credit program, including, but not limited to, Medi-Cal denial noticing language related to tax subsidy approvals, and shall be used to generate and send notice of action documents for the premium tax credit only program.

(C) If authority is exercised pursuant to paragraph (2), in any mixed eligibility cases that include an approval or approvals for MAGI Medi-Cal eligibility determinations, non-MAGI Medi-Cal eligibility determinations, or both, and premium tax credit approvals, the Statewide Automated Welfare System shall be used to combine the noticing language for Medi-Cal programs generated by the Statewide Automated Welfare System and the noticing language for the premium tax credit program generated by CalHEERS into one notice, and the Statewide Automated Welfare System shall be used to send the document, as one combined notice, for all programs.

(Amended (as amended by Stats. 2011, 1st Ex. Sess., Ch. 13, Sec. 9) by Stats. 2014, Ch. 846, Sec. 1. (SB 1341) Effective January 1, 2015.)

WIC 10823.1

- (a) It is the intent of the Legislature that representatives from the State Department of Social Services, the State Department of Health Care Services, the Office of Systems Technology and Solutions Integration, the SAWS consortia, and the counties meet with advocates, clients, and other stakeholders no less than quarterly to review the development status of the California Automated Consortium Eligibility System (CalACES) and the California Statewide Automated Welfare System (CalSAWS) projects.
- (b) Meeting agendas shall be established based on input from all parties, who may indicate their priorities for discussion.
- (c) The State Department of Social Services, the State Department of Health Care Services, the Office of Systems Technology and Solutions Integration, and the SAWS consortia shall engage with stakeholders to discuss current and planned functionality changes, system demonstrations of public portals and mobile applications, and advocates' identification of areas of concern, especially with the design of public-facing elements and other areas that directly impact clients.
- (d) These meetings shall commence in the summer of 2018 and shall continue at least quarterly through development, implementation, and maintenance.

(Added by Stats. 2018, Ch. 35, Sec. 16. (AB 1811) Effective June 27, 2018.)

WIC 10823.2

- (a) The State Department of Social Services, the State Department of Health Care Services, and the Office of Systems Technology and Solutions Integration shall develop, in consultation with the County Welfare Directors Association of California, the SAWS consortia, and stakeholders, a formal process for health and human services advocates and clients to provide input into new or changing public-facing elements of CalACES and CalSAWS.
- (b) The process described in subdivision (a) shall include public portals, mobile applications, notices, certain ancillary services, and intercounty transfers.
- (c) The process described in subdivision (a) may include focus groups, user-centered design sessions, and user acceptance testing.

(Amended by Stats. 2019, Ch. 497, Sec. 304. (AB 991) Effective January 1, 2020.)

WIC 14043.51

- (a) For purposes of this section, the following definitions apply:
 - (1) "Department" means the State Department of Health Care Services.
 - (2) "Electronic visit verification system" has the same meaning as that term is defined in subsection (l) of Section 1396b of Title 42 of the United States Code.
 - (3) "Partners" means governmental entities, including, but not limited to, the State Department of Social Services, the State Department of Developmental Services, the State Department of Public Health, the California Department of Aging, and the Office of Technology and Solutions ~~Systems~~-Integration.
 - (4) "Provider" means a provider who is enrolled in the Medi-Cal program, as specified in subdivision (h) of Section 14043.1.
- (b) The department, as the single state agency for the Medicaid program in California, may undertake action, as determined by the director to be appropriate, to implement an electronic visit verification system for purposes of obtaining and maintaining federal approval or ensuring federal financial participation is available or not otherwise jeopardized.
- (c) The department may collaborate and contract with other governmental entities, including its partners, to comply with federal requirements relating to electronic visit verification.

- (d) (1) If a provider renders Medi-Cal services that are subject to electronic visit verification, they shall comply with requirements, as established by the department and its partners, relating to electronic verification of those services.
 - (2) Except as provided in paragraph (3), if the department determines a provider has failed to comply with the established requirements, the department and its partners, as may be appropriate under the circumstances, may take any of the following action to address the noncompliance of the provider:
 - (A) Provide technical assistance on compliance.
 - (B) Require an approved corrective action plan.
 - (C) Recover associated overpayments.
 - (D) Impose enrollment or monetary sanctions.
 - (E) Take any other remedial action, as deemed appropriate.
 - (3) Individual providers of in-home supportive services, and individual providers of waiver personal care services, who are not employed by an agency, are not subject to the actions described in paragraph (2) for purposes of noncompliance with requirements established pursuant to paragraph (1), and are instead subject to the electronic visit verification system development and implementation principles set forth in Section 10836 and the provisions of Sections 12305.82 and 12305.83.
 - (e) (1) The department and its partners may enter into exclusive or nonexclusive contracts, or amend existing contracts, on a bid or negotiated basis to implement this section and an electronic visit verification system.
 - (2) In developing and implementing electronic visit verification, the department and its partners may continue to utilize services performed under existing contracts if those services involve planning, developing, or establishing an electronic visit verification protocol or system.
 - (f) Notwithstanding Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, the department and its partners may implement, interpret, or make specific this section, in whole or in part, by means of provider bulletins, plan letters, or other similar instructions, without taking any further regulatory action.
- (Added by Stats. 2021, Ch. 143, Sec. 370. (AB 133) Effective July 27, 2021.)

SEC 89 WIC 15925

- (a) This part shall be known, and may be cited, as the Health Care Reform Eligibility, Enrollment, and Retention Planning Act.
- (b) (1) The California Health and Human Services Agency, in consultation with the State Department of Health Care Services (department), Managed Risk Medical Insurance Board (MRMIB), the California Health Benefit Exchange (Exchange), the California Office of Systems Technology and Solutions Integration, counties, health care service plans, consumer advocates, and other stakeholders shall undertake a planning and development process regarding this part and aspects of the federal Patient Protection and Affordable Care Act (PPACA) (Public Law 111-148), as amended by the federal Health Care and Education Reconciliation Act of 2010 (Public Law 111-152), and regulations or guidance issued pursuant to these acts, related to eligibility for, and enrollment and retention in, state health subsidy programs.
- (2) The planning and development process shall provide stakeholders the opportunity to provide meaningful input into the planning and development of the aspects of eligibility, enrollment, and retention identified in this section. This process shall be completed in time for all of the following to occur:
 - (A) The certification and approval of the eligibility, enrollment, and retention system, as required by PPACA and regulations and guidance issued thereunder.
 - (B) The approval of enhanced federal funding for Medi-Cal eligibility system development, implementation, and maintenance.
 - (C) The readiness of the eligibility, enrollment, and retention processes to accept and process applications, as required by federal law.
- (3) The planning and development process shall consider issues, including, but not limited to, all of the following:
 - (A) Whether to use the application developed by the federal Secretary of Health and Human Services, pursuant to Section 1413 of the PPACA (42 U.S.C. Sec. 18083), or whether to develop a separate state form.
 - (B) What process to use for Medi-Cal eligibility determinations for non-Modified Adjusted Gross Income (MAGI) populations, including whether to develop a supplemental application form and how the applications will be processed.

- (C) Whether to adopt a process for hospitals to enroll infants deemed eligible for Medi-Cal under Section 1396a(e)(4) of Title 42 of the United States Code or the Healthy Families Program under Section 12693.70 of the Insurance Code immediately online, without an application.
 - (D) What data collection standards to utilize for the collection of race, ethnicity, primary language, and disability status.
 - (E) Whether to create a process to allow recipients to provide an update to eligibility information in between renewal dates and to have the option to renew eligibility at the time of the update, resetting the renewal date.
 - (F) Whether to renew eligibility for a state health subsidy program based on information from a public benefits program, if the recipient is otherwise eligible.
 - (G) Protections for the confidentiality of personal information.
 - (H) What process to use to enable applicants determined eligible for and recipients of a state health subsidy program to choose a health plan, if applicable.
- (4) The agency shall provide the appropriate fiscal and policy committees of the Legislature with information reflecting the process conducted pursuant to paragraph (1) by July 1, 2012, regarding policy and statutory changes needed to develop and implement the eligibility, enrollment, and retention system for health coverage in compliance with this part.
- (c) The information reporting requirement imposed under paragraph (4) of subdivision (b) is inoperative on January 1, 2016, pursuant to Section 10231.5 of the Government Code.
- (Added by Stats. 2011, Ch. 641, Sec. 1. (AB 1296) Effective January 1, 2012.)

SEC ~~9~~10 WIC 16501.7

- (a) On or before December 1, 2005, the State Department of Social Services shall develop, and provide to the Chairperson of the Joint Legislative Budget Committee, a Child Welfare Services/Case Management System system performance commitments plan. The plan shall be developed in conjunction with the Office of System Technology and Solutions Integration, the Office of Technology Services, and the County Welfare Directors Association.

- (b) (1) The plan developed as required by subdivision (a) shall include, but not be limited to, performance standards for system availability, application transaction time, batch processing windows, data downloads, a process for the identification, tracking, and response of repair service requests, data backup and recovery, help desk responsiveness, and a process for security incidents.
 - (2) The plan may include print time.
 - (3) The plan shall describe all of the following:
 - (A) The mechanism for tracking system performance.
 - (B) Corrective action protocols.
 - (C) The steps that will be taken should performance fall below standards for a specified period of time.
 - (c) It is the intent of the Legislature that the plan developed pursuant to this section shall do all of the following:
 - (1) Appropriately assign responsibility for ensuring service levels to the entity accountable.
 - (2) Prioritize implementation of components of the plan.
 - (3) Address implementation feasibility of the plan's components, including any issues regarding plan implementation that need to be addressed.
- (Amended by Stats. 2010, Ch. 404, Sec. 78. (AB 2408) Effective January 1, 2011.)

SEC 4011 WIC 16501.9

- (a) (1) The Legislature hereby finds and declares the Child Welfare Services-New System (CWS-NS) is the most important system in the state for child welfare services staff to ensure the safety and well-being of California's children. The State of California has embarked upon on an agile procurement of the CWS-NS.
- (2) The Legislature further finds and declares that this approach requires significant engagement with the end user throughout the life of the system, including the county human services agencies and child welfare services and probation staff.

- (b) (1) The State Department of Social Services and the Office of Systems Technology and Solutions Integration (OSI), in collaboration with the County Welfare Directors Association (CWDA), shall seek resources to enable the necessary level of engagement by the counties in the CWS-NS agile development and maintenance process to prevent the disruption of services to families and children at risk. This shall include, but not be limited to, timely and expeditious execution of contracts and contract amendments for participation in this effort, effective monitoring and evaluation of the CWS-NS effort, and implementation of mitigation strategies for risks and issues arising in the procurement, development, implementation, or operation of digital services pursuant to this section.
- (2) The department and CalHHS Office of Technology and Solutions Integration OSI shall provide a voting seat on all governance bodies of the CWS-NS for a CWDA representative and shall support and provide necessary accommodation for the stationing of county representatives at the project site.
- (3) The department and CalHHS Office of Technology and Solutions Integration OSI shall continue to provide monthly updates to the Legislature and to stakeholders, including CWDA, regarding efforts to develop and implement the CWS-NS. The updates shall include, but not be limited to, (A) the vacancy rate, the duration of each vacant position and its classification, and the status of efforts to fill the position, (B) challenges with recruiting and retaining qualified staff and a description of efforts to resolve the issues, (C) challenges with procurement, including any delays, and a description of efforts to resolve the issues, (D) any issues or risks, including, but not limited to, pending state and federal approvals and impacts on county child welfare programs that may jeopardize the project's completion or result in delays relative to the approved project schedule, budget, and scope, and (E) progress on the project, by digital service (module) along with a description of each digital service, and projected completion dates for any significant upcoming project milestones. Following the effective date of this section, a list of newly executed contracts, their purpose, and amounts shall be added to the monthly update.

- (4) The department and ~~CalHHS~~ the Office of Technology and Solutions Integration ~~OSI~~, in coordination with CWDA and the Department of Technology, shall convene a regularly scheduled quarterly forum to provide project updates to stakeholders and legislative staff. These forums shall include updates on (A) the progress of the CWS-NS development and implementation, (B) expenditures incurred to date, (C) significant issues and risks overcome in the last quarter and significant issues and risks presently being addressed, (D) upcoming project milestones and significant events, (E) how the agile approach has affected the project's overall cost and schedule, (F) how the Department of Technology's approval and oversight processes are being applied to the agile implementation approach, and (G) how lessons learned from the agile implementation of the CWS-NS project can be leveraged by other state IT projects.
- (c) The existing Child Welfare Services Case Management System (CWS/CMS) operations and functionality shall be maintained at a level at least commensurate with its December 2015 status and shall not be decommissioned prior to the full statewide implementation of the CWS-NS in all counties. Full statewide implementation is defined as after all existing CWS/CMS functionality has been replaced in CWS-NS and has been implemented in all 58 counties for a minimum of six months with no significant (noncosmetic) defects outstanding.
- (Added by Stats. 2016, Ch. 25, Sec. 26. (AB 1603) Effective June 27, 2016.)



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 Budget Bill Item 0540-001-1018, Support, Natural Resources Agency

It is requested that Item 0540-001-1018 be increased by \$110,000 ongoing for the California Natural Resources Agency to support the Tahoe Science Advisory Council (Council). This funding will allow the Council to better collaborate with Lake Tahoe management agencies, support the Council's efforts to understand how climate change is affecting the Lake and its watershed, and communicate scientific findings to managers and the public.

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

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 Josh Becker, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Steve Bennett, 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

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 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.

California Natural Resources Agency, Various Adjustments, Reappropriations and Extensions of Liquidation—It is requested that Item 0540-001-6083 be decreased by \$168,000 ongoing. This will allow authorized state operations expenditures for Proposition 1 to remain within section and purpose type limits.

It is requested that Item 0540-490 be added to reappropriate various state operations and local assistance items with funding available for encumbrance or expenditure until June 30, 2024 (see Attachment 1). It is requested that Item 0540-491 be added to reappropriate various state operations and local assistance items with funding available for encumbrance or expenditure until June 30, 2025 (see Attachment 2). It is also requested that Item 0540-492 be added to reappropriate various state operations and local assistance items with funding available for encumbrance or expenditure until June 30, 2026 (see Attachment 3). This will provide additional time for project completion and the funding to be spent for the same purposes for which the funds were originally appropriated.

It is further requested that Item 0540-493 be added to extend the liquidation period for Item 0540-001-0001, Budget Act of 2020, until June 30, 2024 (see Attachment 4). It is further requested that Item 0540-494 be added to extend the liquidation period for Item 0540-101-0001, Budget Act of 2016, until June 30, 2026 (see Attachment 5).

Tahoe Conservancy, Increase in Federal Trust Fund Authority, Proposition 1 Authority and Reversion—It is requested that Item 3125-001-0890 be increased by \$1 million ongoing in Federal Trust Fund authority to facilitate the new federal grant for Forest Health and Fire Resilience that has been awarded. It is also requested that

Item 3125-001-6083 be increased by \$238,000 one-time for planning and monitoring, as well as Program Delivery activities for projects being funded from Proposition 1. It is further requested that Item 3125-495 be added to revert the remaining balances of two prior related appropriations (see Attachment 6).

California Conservation Corps, Reappropriation—It is requested that Item 3340-490 be added to reappropriate the working drawings phase of the Residential Center, Los Pinos: New Residential Center project, with funding available for encumbrance or expenditure until June 30, 2024 (see Attachment 7). This reappropriation is necessary to renovate the existing Los Pinos facility located in Orange County, to address structural deficiencies, and to provide essential service facilities to support Type I fire crews.

Department of Conservation, Decrease in Reimbursement Authority, Reappropriations, and Increases to Various Support Appropriations—It is requested that Item 3480-001-0940 be amended to decrease excess reimbursement authority by \$300,000 on a permanent basis. It is also requested that Item 3480-001-6029 be added in the amount of \$220,000 one-time. It is also requested that Item 3480-001-6031 be increased by \$456,000 one-time and provisional language be added to extend the encumbrance period available until June 30, 2025 (see Attachment 8). It is also requested that Item 3480-001-6051 be increased by \$65,000 one-time, and Item 3480-001-6088 be added in the amount of \$109,000 one-time. These appropriations will provide additional funding on a limited-term basis to support existing local assistance grants that require additional time to complete. It is also requested that Item 3480-490 be added to reappropriate existing federal trust fund authority for agreements that require additional time to complete, with an extended encumbrance period until June 30, 2026 (see Attachment 9). It is also requested that Item 3480-491 be added to reappropriate support costs until June 30, 2024, related to the Regional Forest and Fire Capacity Program (see Attachment 10).

Department of Forestry and Fire Protection, Reappropriations and Technical Adjustments—It is requested that Item 3540-490 be added to reappropriate various projects that have been delayed due to an various causes, with funding available for encumbrance or expenditure until June 30, 2024 (see Attachment 11). All the projects for which reappropriations are requested provide emergency response for their surrounding areas and cannot provide the necessary duties without the completion of the projects.

It is further requested that Item 3540-492 be added to reappropriate the construction phase of the Statewide: Replace Communications Facilities, Phase V project, with funding available for encumbrance or expenditure until June 30, 2026. The project, currently in the working drawings phase, has an estimated completion date of June 2028. Due to staffing shortages, there is an anticipated delay in moving forward with construction bids, constituting a need for construction funds to be reappropriated. It is also requested that provisional language be added to allow for bids for the construction of any or all projects identified in the Statewide: Replace Communications Facilities, Phase V project to be received as a single project pursuant to Public Contract Code section 10127, without needing to be within 100 miles of one another (see Attachment 12).

State Lands Commission, Reappropriation of Selby Slag Remediation—It is requested that Item 3560-490 be added to reappropriate the preliminary plans phase of the Selby Slag Remediation project, with funding available for encumbrance or expenditure until June 30, 2024 (see Attachment 13). This additional availability is necessary as the environmental complexities of the project have resulted in delays.

Department of Fish and Wildlife, Reimbursement Fund Authority Increase, Reappropriations and Extensions of Liquidation—It is requested that Item 3600-001-0200 be amended by increasing reimbursements by \$10,645,000 ongoing to provide adequate authority for the Department of Fish and Wildlife (the Department) to accept reimbursement under agreements with various state and private entities for the purpose of species and ecosystem conservation programs.

It is requested that Item 3600-001-6083 be decreased by \$3,640,000 in fiscal year 2023-24, and \$5,784,000 ongoing. This will allow authorized state operations expenditures for Proposition 1 to remain within section and purpose type limits.

It is further requested that Item 3600-001-6088 be increased by \$7,765,000 on a one-time basis and provisional language be added to make funding available for encumbrance or expenditure through June 30, 2027, and liquidation through June 30, 2031 (see Attachment 14). This appropriation will allow the Department to make necessary capital improvements and to provide grants to restore rivers and streams in support of fisheries and wildlife.

It is further requested that Item 3600-101-6088 be added in the amount of \$42,063,000 on a one-time basis, with funding available for encumbrance or expenditure through June 30, 2027, and liquidation through June 30, 2031 (see Attachment 15). This appropriation will allow the Department to make necessary capital improvements and to provide grants to restore rivers and streams in support of fisheries and wildlife.

It is further requested that Item 3600-490 be added to reappropriate funds from Item 3600-001-0001, Budget Act of 2022, with funding available for encumbrance or expenditure until June 30, 2024, and liquidation until June 30, 2029 (see Attachment 16).

It is further requested that Item 3600-491 be added to extend the liquidation period for Item 3600-101-3228, Budget Act of 2017, to June 30, 2027 (see Attachment 17).

Wildlife Conservation Board, Appropriations—It is requested that Item 3640-001-6031 be increased by \$159,000 one-time for support of the Regional Habitat, Water Quality/Supply Program, Coast Wetlands, and Salton Sea Restoration. It is further requested that Item 3640-001-6083 be increased by \$55,000 one-time for support of the Stream Flow Enhancement Program. It is further requested that Item 3640-301-6031 be added in the amount of \$1,723,000 one-time for capital outlay support of the Regional Habitat, Water Quality/Supply Program, Coast Wetlands, and Salton Sea Restoration.

California Coastal Commission, Federal Fund Authority Realignment—It is requested that Item 3720-001-0890 be increased by \$150,000 ongoing to reflect new and anticipated

federal grant awards. The California Coastal Commission recently received funding under the Infrastructure Investment and Jobs Act Cooperative Agreement Non-Competitive Capacity Building National Oceanic and Atmospheric Administration grant program.

State Coastal Conservancy, Reappropriation—It is requested that Item 3760-490 be added to reappropriate the balance of funds from Item 3760-101-0001, Budget Act of 2017 until June 30, 2026 (see Attachment 18). Additional time is needed to complete the project due to delays.

San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy, Various Reappropriations, Extensions of Liquidation, and Appropriations Increases for Proposition 40 and Proposition 68—It is requested that Item 3825-001-6029 be increased by \$10,000 one-time, Item 3825-001-6088 be increased by \$100,000 ongoing, and Item 3825-101-6029 be added in the amount of \$100,000 on a one-time basis and with an extended encumbrance period (see Attachment 19). This additional funding is necessary to provide administration of continuing and future Propositions 40 and 68 funded projects.

It is also requested that that Item 3825-491 be added to extend the liquidation period for Item 3825-101-0001, Budget Act of 2021 to June 30, 2025 (see Attachment 20). The funds in the item have been fully encumbered but the projects for which grants were awarded have not yet been completed.

San Diego River Conservancy, Various Reappropriations and Extensions of Liquidation—It is requested that Item 3845-490 be added to reappropriate funds from Item 3845-101-0001, Budget Act of 2021 until June 30, 2025 (see Attachment 21). Additional time is needed to complete the project due to project delays.

It is also requested that that Item 3845-492 be added to extend the liquidation periods for Item 3845-101-0001 and Item 3845-103-0001, Budget Act of 2021 to June 30, 2026 (see Attachment 22). The funds in these items have been fully encumbered but need additional time for project completion.

Coachella Valley Mountains Conservancy, Various Reappropriations and Appropriation Increase for Proposition 84—It is requested that Item 3850-001-6051 be increased by \$27,000 one-time to provide for administrative costs associated with various projects funded by Proposition 84.

It is also requested that Item 3850-490 be added to reappropriate the funds from Item 3850-101-0001, Budget Act of 2021 until June 30, 2027 (see Attachment 23). Additional time is needed to allow for project completion due to unforeseen delays.

Sierra Nevada Conservancy, Increases in Federal Trust Fund Authority Reimbursement Authority—It is requested that Item 3855-001-0890 be increased by \$1,464,000 in Federal Trust Fund authority on a one-time basis due to projected increases in upcoming federal reimbursements. It is also requested that Item 3855-001-8120 be amended by

increasing reimbursements by \$3,833,000 on a one-time basis for projected increases in upcoming reimbursements.

Department of Water Resources, Reappropriations, Extensions of Liquidation, and Technical Adjustments—It is requested that Item 3860-001-0001 be amended by increasing reimbursements by \$2.5 million annually for three years to support the Riverine Stewardship Program and the Tisdale Weir Rehabilitation and Fish Passage Project. It is requested that provisional language of Item 3860-101-0001 be amended to include flexibility for state operations for certain programs and to correct an inadvertent error (see Attachment 24).

It is requested that Item 3860-001-6027 be increased by \$134,000 annually for four years and Item 3860-101-6027 be added in the amount of \$6,480,000 one-time with provisional language to provide extended encumbrance or expenditure through June 30, 2025, to support the continuation of the Riverine Stewardship Program (see Attachment 25).

It is also requested that Item 3860-001-6031 be increased by \$188,000 annually for four years and Item 3860-101-6031 be added in the amount of \$6,697,000 one-time with provisional language to provide extended encumbrance or expenditure through June 30, 2025, to support safe drinking water projects (see Attachment 26).

It is also requested that Item 3860-001-6051 be increased by \$600,000 annually for two years and Item 3860-101-6051 be added in the amount of \$13,626,000 one-time with provisional language to provide extended encumbrance or expenditure through June 30, 2025, to support the Flood Control Subventions Program (see Attachment 27).

It is also requested that Item 3860-001-6083 be increased by \$465,000 annually for four years to support the Coastal Watershed Program, the Sustainable Groundwater Management Program, and the Delta Special Projects Program. It is also requested that Item 3860-101-6083 be decreased by \$21,000 one-time to prevent over-allocation of bond funds.

It is also requested that Item 3860-001-6088 be increased by \$1,452,000 annually for four years and Item 3860-101-6088 be added in the amount of \$5.7 million one-time with provisional language to provide extended encumbrance or expenditure through June 30, 2025, to support the Floodplain Management, Protection and Risk Awareness Program, the Regional Flood Management Program, and the Sustainable Groundwater Management Program (see Attachment 28).

It is also requested that Item 3860-490 be added to reappropriate various support, local assistance, and capital outlay items with funding available for encumbrance or expenditure until June 30, 2024; Item 3860-491 be added to reappropriate various items with funding available for encumbrance or expenditure until June 30, 2025; Item 3860-492 be added to reappropriate various items with funding available for encumbrance or expenditure until June 30, 2026; and Item 3860-493 be added to reappropriate various items with funding available for encumbrance or expenditure until June 30, 2027 (see Attachments 29, 30, 31, and 32). It is also requested that

Item 3860-494 be added to extend the liquidation period for various support and local assistance items to June 30, 2025 to provide sufficient time for project completion (see Attachment 33).

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

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 Josh Becker, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Steve Bennett, 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
Jason Vasques, Executive Director, California Tahoe Conservancy
Jane Freeman, Deputy Director, California Tahoe Conservancy
Brent Coe, Director of Administration and Information Technology, California Tahoe
Conservancy
Bruce Saito, Director, California Conservation Corps
Dawne Bortolazzo, Deputy Director, Administrative Services, California Conservation Corps
Sui Lim, Budget Officer, California Conservation Corps
Amanda Martin, Deputy Assistant Secretary of Administration and Finance, Natural
Resources Agency
Andrea Scharffer, Deputy Assistant Secretary, Natural Resources Agency
Angela Avery, Executive Officer, Sierra Nevada Conservancy
Julie Alvis, Chief Deputy Executive Officer, Sierra Nevada Conservancy
Amy Lussier, Deputy Executive Officer for Administration, Sierra Nevada Conservancy
Joe Tyler, Director, Department of Forestry and Fire Protection
Kerry Garcia, Deputy Director of Fiscal Services, Department of Forestry and Fire Protection
Mike Duggan, Chief of Technical Services, Department of Forestry and Fire Protection
Trey Hunter, Assistant Deputy Director of Capital Finance and Sustainability, Department of
Forestry and Fire Protection
Amy Hutzal, Executive Officer, State Coastal Conservancy
German Garcian, Director of Fiscal Services, State Coastal Conservancy
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
Salian Garcia, Accounting and Budget Manager, San Gabriel and Lower Los Angeles Rivers
and Mountains Conservancy
Mark Stanley, Executive Officer, San Gabriel and Lower Los Angeles Rivers and Mountains
Conservancy
David McNeill, Executive Officer, Baldwin Hills Conservancy
Julia Richards, Executive Officer, San Diego River Conservancy

Jim Karpiak, Executive Director, Coachella Valley Mountains Conservancy

Karla Nemeth, Director, Department of Water Resources

Stephanie Varrelman, Deputy Director, Business Operations, Department of Water Resources

Duard MacFarland, Branch Manager, Division of Fiscal Services, Department of Water Resources

Madeline Cavalieri, Chief Deputy Director, California Coastal Commission

Jessica Chan, Chief of Fiscal and Business Services, California Coastal Commission

0540-490—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, 2024:

0001—General Fund

- (1) Provision (6) of Item 0540-001-0001, Budget Act of 2022 (Chs. 43 and 248, Stats. 2022)
- (2) Item 0540-002-0001, Budget Act of 2022
- (3) Subschedule (e) of Schedule (1) of Item 0540-101-0001, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), as reappropriated by Item 0540-491, Budget Act of 2021 (Chs. 21 and 60, Stats. 2021), as reappropriated by Item 0540-495, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022)

0540-491—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, 2025:

0001—General Fund

- (1) Provision (4) of Item 0540-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022)
- (2) The amount transferred by Provision 2 of Item 0540-101-0001, Budget Act of 2019 (Chs. 23 and 363, Statutes of 2019) to the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy.
- (3) The amount transferred by Provision 9 of Item 0540-101-0001, Budget Act of 2019 (Chs. 23 and 363, Statutes of 2019) to the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy.
- (4) The amount transferred by Provision 11 of Item 0540-101-0001, Budget Act of 2019 (Chs. 23 and 363, Statutes of 2019) to the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy.

0540-492—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, 2026:

0001—General Fund

- (1) Up to \$6,000,000 of Provision (1) of Item 0540-001-0001, Budget Act of 2021 (Chs. 21 and 240, Stats. 2021)

0183—Environmental Enhancement and Mitigation Program Fund

- (1) Item 0540-101-0183, Budget Act of 2018
- (2) Item 0540-101-0183, Budget Act of 2020

3328—Greenhouse Gas Reduction Fund

- (1) Item 0540-101-3228, Budget Act of 2016 (Chs. 23 and 370, Stats. 2016), as reappropriated by Item 0540-491, Budget Act of 2018, as reappropriated by Item 0540-490, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020)
- (2) Item 0540-101-3228, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), as reappropriated by Item 0540-490, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020)

0540-493—Reappropriation, Secretary of the Natural Resources Agency.
Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2024.

0001—General Fund

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

0540-494—Reappropriation, Secretary of the Natural Resources Agency.
Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2026.

0001—General Fund

- (1) Item 0540-101-0001, Budget Act of 2016, as reappropriated by Item 0540-490, Budget Act of 2017, as reappropriated by Item 0540-491, Budget Act of 2020 (Chs. 6 and 7, Stats. 2020)

3125-495—Reversion, California Tahoe Conservancy. As of June 30, 2023, the unencumbered balances 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) Item 3125-001-6083, Budget Act of 2020
- (2) Item 3125-001-6083, Budget Act of 2021

3340-490—Reappropriation, California Conservation Corps. 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, 2024:

0001—General Fund

(1) Item 3340-301-0001, Budget Act of 2021

(2) 0001376—Residential Center, Los Pinos: New Residential Center

(b) Working Drawings

Add the following provision to Item 3480-001-6031:

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

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, 2026:

0890—Federal Trust Fund

(1) Item 3480-001-0890, Budget Act of 2022

3480-491—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, 2024:

0001—General Fund

(1) Item 3480-101-0001, Budget Act of 2020 (Ch. 6, Stats. 2020 and Ch. 14, Stats. 2021), as reappropriated by Item 3480-494 of Budget Act of 2022 (Chs. 43 and 249, Stats. 2022)

- a. Any balances transferred to another item pursuant to Provision 3 of Item 3480-101-001, Chapter 14, Statutes of 2021.

3540-490—Reappropriation, Department of Forestry and Fire Protection. 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, 2024:

0001—General Fund

- (1) Item 3540-301-0001, Budget Act of 2019, as reappropriated by Item 3540-490, Budget Act of 2020 and Budget Act of 2022

- (16) 0005192-Fresno Air Attack Base: Infrastructure Improvements

- (a) Preliminary plans

- (b) Working drawings

- (17) 0005193-Ramona Air Attack Base: Infrastructure Improvements

- (a) Preliminary plans

- (b) Working drawings

- (18) 0005212-Paso Robles Air Attack Base: Infrastructure Improvements

- (a) Preliminary plans

- (2) Item 3540-301-0001, Budget Act of 2020, as reappropriated by Item 3540-490, Budget Act of 2021 and Budget Act of 2022

- (14) 0005212-Paso Robles Air Attack Base: Infrastructure Improvements

- (a) Working drawings

- (15) 0006678-Chico Air Attack Base: Infrastructure Improvements

- (a) Preliminary plans

- (b) Working drawings

- (3) Item 3540-301-0001, Budget Act of 2021 (Chs. 21 and 69, Stats. 2021) as amended by Chapter 44, Statutes of 2022, and as reappropriated by Item 3540-490, Budget Act of 2022

- (2) 0000176-Higgins Corner Fire Station: Replace Facility

- (a) Preliminary plans

- (5) 0001378-Butte Fire Center: Replace Facility

- (a) Working drawings

- (7) 0001380-Macdoel Fire Station: Relocate Facility

- (b) Preliminary plans

- (8) 0003211-Prado Helitack Base: Replace Facility

- (a) Working drawings

- (12) 0005020-Hemet Ryan Air Attack Base: Replace Facility

- (a) Working drawings

- (15) 0005192-Fresno Air Attack Base: Infrastructure Improvements
 - (a) Construction
 - (16) 0005193-Ramona Air Attack Base: Infrastructure Improvement
 - (a) Construction
 - (18) 0006681-Howard Forest Helitack Base: Replace Facility
 - (b) Preliminary plans
 - (22) 0006680- Lake/Napa Unit Auto Shop and Warehouse: Replace Facility
 - (a) Working drawings
- (4) Item 3540-301-0001, Budget Act of 2022 (Chs. 43 and 45, Stats. 2022)
- (1) 0000176-Higgins Corner Fire Station: Replace Facility
 - (a) Working drawings
 - (5) 0000971-Shasta Trinity Unit Headquarters/ Northern Operations:
Relocate Facilities
 - (a) Working drawings
 - (6) 0001380-MacDoel Fire Station: Relocate Facility
 - (a) Working drawings
 - (6.5) 0003210-Perris Emergency Command Center: Remodel Facility
 - (a) Working drawings
 - (8)0005032-Hollister Air Attack Base/Bear Valley Helitack Base: Relocate
Facility
 - (a) Preliminary plans
 - (12) 0006680-Lake/Napa Unit Autoshop and Warehouse: Replace Facility
 - (a) Construction
 - (13) 0006681-Howard Forest Helitack Base: Replace Facility
 - (a) Working drawings
 - (14) 0008987-Columbia Helitack Base: Replace Facility
 - (a) Preliminary plans
 - (15) 0008989-L.A. Moran Reforestation Center Improvements
 - (a) Preliminary plans
 - (19) 0009701-Self-Generating Power Projects in Tehama-Glenn and Fresno-
Kings Units
 - (a) Preliminary plans

3540-492—Reappropriation, Department of Forestry and Fire Protection. 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, 2026:

0001—General Fund

- (1) Item 3540-301-0001, Budget Act of 2022 (Chs. 43 and 45, Stats. 2022)
 - (4) 0000920-Statewide: Replace Communications Facilities, Phase V
 - (a) Construction

Provisions:

1. Notwithstanding Section 10127 of the Public Contract Code or any other law, bids for the construction of any or all of the projects identified in this item may be received as a single project pursuant to Section 10127 without the approval of the State Public Works Board. Any projects in this item united as a single project do not need to be within 100 miles of one another.

3560-490—Reappropriation, State Lands 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, 2024:

0001—General Fund

(1) Item 3560-301-0001, Budget Act of 2022

Add the following provision to Item 3600-001-6088:

4. Of the amount appropriated in this item, \$7,765,000 shall be available for encumbrance or expenditure until June 30, 2027, and for liquidation until June 30, 2031.

3600-101-6088—For local assistance, Department of Fish and Wildlife, payable from the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access for All Fund.....42,063,000

Schedule:

(1) 2590-Biodiversity Conservation Program.....42,063,000

Provisions:

1. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2027, and for liquidation until June 30, 2031.

3600-490—Reappropriation, Department of Fish and Wildlife. 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, 2024, and liquidation until June 30, 2029:

0001—General Fund

(1) \$3,309,000 in Item 3600-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022), for wireless in-car cameras.

3600-491—Reappropriation, Department of Fish and Wildlife. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2027.

3228—Greenhouse Gas Reduction Fund

(1) Item 3600-101-3228, Budget Act of 2017 as added by Chapter 249, Statutes of 2017, for wetland restoration.

3760-490—Reappropriation, State Coastal Conservancy. The amount 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, 2026:

0001—General Fund

(1) Up to \$1,600,000 of the remaining balance of Item 3760-101-0001, Budget Act of 2017 (Chs. 14, and 54, Stats. 2017)

3825-101-6029—For local assistance, San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund100,000

Schedule:

(1) 2990-San Gabriel and Lower Los Angeles Rivers
and Mountains Conservancy 100,000

Provisions:

1. The funds appropriated in this item are available for encumbrance or expenditure for either local assistance or capital outlay until June 30, 2026.

3825-491—Reappropriation, San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2025.

0001—General Fund

(1) Item 3825-101-0001, Budget Act of 2021

3845-490—San Diego River 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, 2025:

0001—General Fund

(1) Item 3845-101-0001, Budget Act of 2021

3845-492—Reappropriation, San Diego River Conservancy. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2026.

0001—General Fund

(1) Item 3845-101-0001, Budget Act of 2021

(2) Item 3845-103-0001, Budget Act of 2021

3850-490—Reappropriation, Coachella Valley Mountains 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) Item 3850-101-0001, Budget Act of 2021 (Chs. 21 and 240, Stats. 2021) as amended by Chapter 9, Statutes of 2022

Amend the following provisions of Item 3860-101-0001:

"2. The funds appropriated in ~~Schedule (2)~~ this item shall be available for local assistance or state operations."

"7. Of the amount appropriated in Schedule (1), ~~\$125,000,000~~ \$75,000,000 shall be available for habitat restoration projects and be available for state operations, local assistance, or capital outlay."

3860-101-6027—For local assistance, Department of Water Resources, payable from the Interim Water Supply and Water Quality Infrastructure and Management Subaccount..... 6,480,000

Schedule:

(1) 3230-Continuing Formulation of the California Water Plan.....6,480,000

Provisions:

1. The amounts appropriated in this item may be transferred to the Water Resources Revolving Fund (0691) for direct expenditure in such amounts as needed to meet operational needs.
2. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2025.

3860-101-6031—For local assistance, Department of Water Resources, payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002..... 6,697,000

Schedule:

(1) 3245-Public Safety and Prevention of Damage.....6,697,000

Provisions:

1. The amounts appropriated in this item may be transferred to the Water Resources Revolving Fund (0691) for direct expenditure in such amounts as needed to meet operational needs.
2. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2025.

3860-101-6051—For local assistance, Department of Water Resources, payable from Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006... 13,626,000

Schedule:

(1) 3245-Public Safety and Prevention of Damage.....13,626,000

Provisions:

1. The amounts appropriated in this item may be transferred to the Water Resources Revolving Fund (0691) for direct expenditure in such amounts as needed to meet operational needs.
2. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2025.

3860-101-6088—For local assistance, Department of Water Resources, payable from the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access For All Fund..... 5,700,000

Schedule:

(1) 3245-Public Safety and Prevention of Damage.....5,700,000

Provisions:

1. The amounts appropriated in this item may be transferred to the Water Resources Revolving Fund (0691) for direct expenditure in such amounts as needed to meet operational needs.
2. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2025.

3860-490—Reappropriation, Department of Water Resources. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2024:

0001—General Fund

- (1) Item 3860-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2021), for Fish Passage Studies.
- (2) Item 3860-101-0001, Budget Act of 2020, for New River Improvement Project. These funds shall be available for local assistance or state operations.
- (3) Item 3860-101-0001, Budget Act of 2021 (Chs. 21 and 240, Stats. 2021), for Water Conveyance. These funds shall be available for local assistance or state operations.

3860-491— Reappropriation, Department of Water Resources. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2025:

0001—General Fund

- (1) Item 3860-001-0001, Budget Act of 2018, as reappropriated by Item 3860-490, Budget Act of 2021, for Deferred Maintenance
- (2) Item 3860-101-0001, Budget Act of 2021 as added by Chapter 44, Statutes of 2022, for Sustainable Groundwater Management

3860-492—Reappropriation, Department of Water Resources. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2026:

0001—General Fund

(1) Item 3860-301-0001, Budget Act of 2018, for Flood Maintenance and Operations

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

(1) Item 3860-301-6083, Budget Act of 2020 (Chs. 6 and 40, Stats. 2020), for Yolo Bypass Fix-In-Place Projects. These funds shall be available for Acquisition, Study, Working Drawings, or Construction.

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

(1) Item 3860-301-6088, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), for Yolo Bypass Fix-In-Place Projects. These funds shall be available for Preliminary Plans or Construction.

(2) Item 3860-301-6088, Budget Act of 2020, for Yolo Bypass Fix-In-Place Projects. These funds shall be available for Preliminary Plans, Working Drawings, or Construction.

3860-493—Reappropriation, Department of Water Resources. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2027:

0001—General Fund

(1) Item 3860-101-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022), for Oroville Pump Storage. These funds shall be available for local assistance or state operations.

3860-494—Reappropriation, Department of Water Resources. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2025:

0001—General Fund

- (1) Item 3860-001-0001, Budget Act of 2018, as reappropriated by Item 3860-491, Budget Act of 2021, for Critical Water Transfer Program
- (2) Item 3860-001-0001, Budget Act of 2018, as reappropriated by Item 3860-491, Budget Act of 2021, for Floodplain Management Mapping, and Flood System Integrity
- (3) Item 3860-001-0001, Budget Act of 2020, for Sustainable Groundwater Management, Critical Water Transfer Program, Floodplain Assistance, Floodplain Mapping, Floodplain Mapping Outreach, HAFOO-Flood Operations, HAFOO - Supply Forecasting, HAFOO-Local Maintaining Agency Assessment & Reporting, Flood System Integrity, CVFPB Permitting Section, and CVFPB Land Management and Enforcement
- (4) Item 3860-101-0001, Budget Act of 2017, as reappropriated by Item 3860-491, Budget Act of 2021, for Drought Emergency and Friant-Kern Pumpback

3057—Dam Safety Fund

- (1) Item 3860-001-3057, Budget Act of 2020, for Inundation Mapping Project



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

Staff Complaint Monitoring Staffing Adjustments—It is requested that Item 0552-001-0001 be increased by \$12,000 ongoing and decreased by 13 positions to reflect a modification of staffing levels and position classifications for the Office of the Inspector General's (OIG) Staff Complaint Monitoring Unit, which is responsible for monitoring the California Department of Corrections and Rehabilitation's (CDCR) staff misconduct process.

The 2022 Budget Act added 97 ongoing positions for the OIG to expand its monitoring activities of the CDCR staff misconduct process. The level of staffing requested for the OIG was based on estimates of the number of complaints involving allegations of staff misconduct for which an investigation would be performed by the CDCR Office of the Internal Affairs (OIA) or for which a local inquiry would be performed by CDCR institutions. Based on actual data collected since January 2022, there has been an increase of approximately 30 percent in complaints referred to CDCR OIA for investigation, and a decrease of approximately 75 percent in complaints referred for local inquiry. Accordingly, the OIG is requesting alignment of staffing levels with actual implementation data, resulting in an increase of 9 positions to monitor CDCR OIA investigations and a reduction of 22 positions to monitor local inquiries. This results in a net decrease of 13 positions. Additionally, this request will enhance the OIG's ability to monitor CDCR's process by using more appropriate position classifications for this workload.

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.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

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 Maria Elena Durazo, Chair, Senate Budget and Fiscal Review
Subcommittee No. 5
Honorable Mia Bonta, 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, Office of the Inspector General
Neil Robertson, Chief Deputy Inspector General, Office of the Inspector General
Shaun Spillane, Chief Counsel, Office of the Inspector General

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

This proposal includes requests for various technical adjustments to continue implementation of previously authorized programs and projects. A comprehensive summary of the requested adjustments is attached (see Attachment 1).

California Environmental Protection Agency, Office of the Secretary, Various Technical Adjustments—It is requested that Item 0555-001-0044 be increased by \$431,000 and reimbursements be increased by \$956,000, and Item 0555-001-0115 be increased by \$725,000 to address an incorrect technical adjustment made in fiscal year 2021-22 that overly reduced the Agency's support budget.

State Air Resources Board, Various Technical Adjustments—It is requested that Item 3900-490 be added to extend the liquidation period until June 30, 2024 for an appropriation in the 2017 Budget Act from the Greenhouse Gas Reduction Fund for the Freight Equipment Advanced Demonstration and Pilot Commercial Deployment Project, and for an appropriation in the 2016 Budget Act from the Trade Corridors Enhancement Account for the Zero/Near-Zero Emission Warehouse Program (see Attachment 2). It is further requested that Item 3900-491 be added to extend the liquidation period until June 30, 2027 for an appropriation in the 2014 Budget Act from the California Ports Infrastructure, Security, and Air Quality Improvement Account, Highway Safety, Traffic Reduction, Air Quality, and Port Security Fund of 2006 for projects under the Goods Movement Emission Reduction Program (see Attachment 3). Finally, it is requested that Item 3900-492 be added to reappropriate an item in the 2019 Budget Act from the Motor Vehicle Account until June 30, 2024 for encumbrance or expenditure of a contract with the University of California, Riverside to provide emission testing data from ocean-going vessels and commercial harbor craft (see Attachment 4).

State Water Resources Control Board, Various Bond Technical Adjustments—It is requested that various items be eliminated or decreased in 2023-24, as well as decreased in the out-years, to align authorized state operations levels to remain within section and purpose type limits of various bond funds. The request includes the following changes in 2023-24:

- Item 3940-001-0419 be eliminated
- Item 3940-001-0422 be eliminated
- Item 3940-001-0424 be eliminated
- Item 3940-001-6020 be eliminated
- Item 3940-001-6083 be decreased by \$1,038,000 in 2023-24, \$1,721,000 in 2024-25 and 2025-26, and \$5,588,000 in 2026-27 and ongoing

Department of Toxic Substances Control, Various Technical Adjustments—It is requested that Item 3960-490 be added to reappropriate \$2.1 million General Fund pursuant to Chapter 6, Statutes of 2020 (SB 74) and \$1.4 million General Fund pursuant to Chapter 69, Statutes of 2021 (SB 129) until June 30, 2025 to allow for additional time to complete the Phase II Stormwater Upgrade Construction. Additionally, it is requested to reappropriate \$163,000 Toxic Substances Control Account pursuant to Chapter 10, Statutes of 2016 (AB 118) until June 30, 2025 to allow for additional time to perform investigation and cleanup work of sensitive-use properties contaminated with lead in the communities surrounding the former Exide Technologies, Inc. Facility in the City of Vernon (see Attachment 5).

Department of Resources Recycling and Recovery—It is requested that Item 3970-490 be added to reappropriate an item in the 2021 Budget Act from the General Fund for encumbrance until June 30, 2024, to allow for continued and successful implementation of the Compost Permitting Pilot Program (see Attachment 6).

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 Christian Beltran, Principal Program Budget Analyst, at (916) 324-0043.

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 Josh Becker, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Steve Bennett, 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
Yana Garcia, Secretary, California Environmental Protection Agency
Catalina Hayes-Bautista, Undersecretary, California Environmental Protection Agency
Eric Jarvis, Assistant Secretary, California Environmental Protection Agency
Edie Chang, Deputy Executive Officer, Air Resources Board
Hafida Habek, Division Chief, Administrative Services Division, Air Resources Board
Eileen Sobeck, Executive Director, State Water Resources Control Board
Ryan Wilson, Budget Officer, State Water Resources Control Board
Rachel Wagoner, Director, Department of Resources Recycling and Recovery
Mindy McIntyre, Chief Deputy Director, Department of Resources Recycling and Recovery
Brandy Hunt, Deputy Director of Administration, Department of Resources Recycling and
Recovery
Meredith Williams, Director, Department of Toxic Substances Control
Brian Brown, Chief Financial Officer, Department of Toxic Substances Control
Francesca Negri, Chief Deputy Director, Department of Toxic Substances Control

Attachment 1

BU	Department	Title	Amount	Funds/Proposition	Item of Appropriation	Comments
0555	Air Resources Board	Technical Adjustment: Correction for Past Year Adjustment	\$ 2,112,000	Funds 0044, 0115, 0995	0555-001-0044, 0555-001-0115, 0555-001-0995	Corrects for a BBA in fiscal year 2021-22 that CalEPA made which overly reduced its annual operational budget by \$2.1 million as part of the termination of the budget transparency realignment galley display.
3900	Air Resources Board	Technical Adjustment: Extension of Liquidation for Greenhouse Gas Reduction Fund and Trade Corridors	\$ -	Funds 3228 and 3291	3900-101-3228, 3900-101-3291	Extends the liquidation deadline until 6/30/2024 of 1) Greenhouse Gas Reduction Funds (GGRF) for the Freight Equipment Advanced Demonstration, and 2) Trade Corridor Enhancement Account (TCEA) funds for the Pilot Commercial Deployment Project Zero/Near-Zero-Emission Warehouse Program
3900	Air Resources Board	Technical Adjustment: Proposition 1B Extension of Liquidation	\$ -	Fund 6054 / Prop. 1B	3900-001-6054	Extends the liquidation deadline until 6/30/2027 for projects authorized by section 39626.5 of the Health and Safety Code, the Goods Movement Emission Reduction Program, funded by Proposition 1B.
3900	Air Resources Board	Technical Adjustment: UC Riverside Extension of Liquidation	\$ -	Fund 0044	3900-001-0044	Reappropriates the liquidation deadline until 6/30/2024 from the Motor Vehicle Account for \$550,000 that were allocated for Contract 19TTD002 with the University of California, Riverside.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 6083 / Prop. 1	3940-001-6083	Realigns out-year current service level costs to remain within section and purpose type limits of Prop 1.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 6083 / Prop. 1	3940-001-6083	Realigns out-year current service level costs to remain within section and purpose type limits of Prop 1.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 6083 / Prop. 1	3940-001-6083	Realigns budget year and ongoing current service level costs to remain within section and purpose type limits of Prop 1.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 0419 / Prop. 13	3940-001-0419	Realigns budget year and ongoing current service level costs to remain within section and purpose type limits of Prop 13.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 0422 / Prop. 204	3940-001-0422	Realigns budget year and ongoing current service level costs to remain within section and purpose type limits of Prop 204.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 0424 / Prop. 13	3940-001-0424	Realigns budget year and ongoing current service level costs to remain within section and purpose type limits of Prop 13.
3940	State Water Resources Control Board	Bond Technical Adjustments	\$ -	Fund 6020 / Prop. 13	3940-001-6020	Realigns budget year and ongoing current service level costs to remain within section and purpose type limits of Prop 13.

Attachment 1

3960	Department of Toxic Substances Control	Department of Toxic Substances Control (DTSC) reappropriations	\$ -	Fund 0001	3960-001-0001	DTSC requests to re-appropriate \$2.1 million of appropriated from the General Fund pursuant to Chapter 6, Statutes of 2020 (Senate Bill 74) and \$1.4 million from the General Fund pursuant to Chapter 69, Statutes of 2021 (Senate Bill 129). The Phase II Stormwater Upgrade Construction has been delayed because DTSC had to wait for USEPA to complete their NTCRA design to be sure that the downstream pipe sizes would be sufficiently large to handle the stormwater flow. DTSC requests approval to re-appropriate the funding through June 30, 2025.
3960	Department of Toxic Substances Control	Department of Toxic Substances Control (DTSC) reappropriations	\$ -	Fund 0557	3960-011-0001	DTSC requests to re-appropriate \$163,000 of the original \$176.6 million appropriated from the Toxic Substances Control Account pursuant to Assembly Bill 118 (Ch. 10, Statutes of 2016). These resources provided requires DTSC to perform investigation and cleanup work of sensitive-use properties contaminated with lead in the communities surrounding the former Exide Technologies, Inc. Facility (Facility) in the City of Vernon. DTSC requests approval to re-appropriate the funding through June 30, 2025, to complete the necessary remediation work.
3970	Department of Resources Recycling and Recovery	Technical Adjustment: Reappropriation of Nature-Based Solutions Funding	\$ -	Fund 0001	3970-001-0001	The Department of Resources Recycling and Recovery (CalRecycle) requests a reappropriation of \$500,000 in State Operations to administer Nature-Based Solutions funding. CalRecycle requests to extend the encumbrance deadline to June 30, 2024, to allow for continued and successful implementation of the Compost Permitting Pilot Program consistent with Chapter 258 of the Statutes of 2021. CalRecycle needs additional time to complete the Request for Proposals (RFP) for a Nature-Based Solution Contract Study (NBSCS).

3900-490—Reappropriation, State Air Resources Board. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2024.

3228—Greenhouse Gas Reduction Fund

(1) Provision 2(a) of Item 3900-101-3228, Budget Act of 2017 (Chs. 14 and 254, Stats. 2017) as reappropriated by Item 3900-490, Budget Act of 2019 (Chs. 23 and 363, Stats. 2019), Item 3900-490, Budget Act of 2020, and Item 3900-492, Budget Act of 2021 (Chs. 21 and 84, Stats. 2021)

3291—Trade Corridor Enhancement Account, State Transportation Fund

(1) Item 3900-101-3291, Budget Act of 2016 (Ch. 23, Stats. 2016, as added by Ch. 7, Stats. 2017), as amended by Item 3900-401, Budget Act of 2017 (Chs. 14 and 54, Stats. 2017), and as reappropriated by Item 3900-490, Budget Act of 2020

3900-491—Reappropriation, State Air Resources Board. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2027:

6054—California Ports Infrastructure, Security, and Air Quality Improvement Account, Highway Safety, Traffic Reduction, Air Quality, and Port Security Fund of 2006
(1) Item 3900-001-6054, Budget Act of 2014, as partially reverted by Item 3900-495, Budget Act of 2017 and Budget Act of 2018, and as reappropriated by Item 3900-491, Budget Act of 2020, and Item 3900-493, Budget Act of 2021

Provisions:

1. Notwithstanding subdivision (b) of Section 39626.5 of the Health and Safety Code, an applicant receiving funds from the reappropriated amount in Schedule (1) of the citation for Fund 6054 for Item 3900-001-6054, Budget Act of 2014 shall have until June 30, 2027, to liquidate funds.

3900-492—Reappropriation, State Air Resources Board. The amount 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, 2024:

0044—Motor Vehicle Account, State Transportation Fund
(1) Up to \$550,000 in Item 3900-001-0044, Budget Act of 2019

3960-490—Reappropriation, Department of Toxic Substances Control. The amount 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, 2025:

0001—General Fund

- (1) Up to \$2,100,000 of the amount appropriated in Schedule (1) of Item 3960-001-0001, Budget Act of 2020
- (2) Up to \$1,400,000 of the amount appropriated in Schedule (1) of Item 3960-001-0001, Budget Act of 2021, to implement the Argonaut Mine Dam Project Phase II Stormwater Upgrade Construction.

0557—Toxic Substances Control Account

- (1) Up to \$163,000 of the amount appropriated in Item 3960-011-0001, Budget Act of 2015 as added by Chapter 9 of the Statutes of 2015, as reappropriated by Item 3960-495, Budget Act of 2018
- (2) Up to \$163,000 of the amount appropriated in Section 2 of Chapter 10 of the Statutes of 2016, for Exide Technologies Cleanup

3970-490—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, 2024:

0001—General Fund

(1) Provision 1 of Item 3970-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022)

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

Addition of Budget Bill Items 0650-490, 0650-491, and 0650-492, Support, Office of Planning and Research

CEQANet Reappropriation—It is requested that Item 0650-490 be added to reappropriate up to \$1,206,000 of Item 0650-001-0001, Budget Act of 2022, with funding available for encumbrance and expenditure until June 30, 2025 (see Attachment 1). The 2022 Budget Act provided resources for Project Approval Lifecycle costs to plan for a CEQANet system redesign. This reappropriation is necessary to provide additional time to complete the Project Approval Lifecycle process.

Transformative Climate Communities Reappropriation—It is requested that Item 0650-491 be added to extend the liquidation availability of Item 0650-101-3228, Budget Act of 2018, as reappropriated by Item 0650-490, Budget Act of 2020, until June 30, 2027 (see Attachment 2). This adjustment is necessary to allow Transformative Climate Community Round 2 grantees to fully expend grant awards.

California Environmental Quality Act (CEQA) Judicial Streamlining Reappropriation—It is requested that Item 0650-492 be added to reappropriate the unencumbered balance from Schedule 1 of Item 0650-001-0001, Budget Act of 2021, as reappropriated by Item 0650-490, Budget Act of 2022, to implement Chapter 19, Statutes of 2021 (SB 7) (see Attachment 3). This reappropriation is necessary to provide additional time to process CEQA streamlining exemptions reviews pursuant to SB 7.

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.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

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
Sam Assefa, Director, Office of Planning and Research
Scott Morgan, Chief Deputy Director, Office of Planning and Research
Saharnaz Mirzazad, Chief Deputy Director, Office of Planning and Research
Vivian Su, Budget Officer, Office of Planning and Research

Item 0650-490—Reappropriation, Office of Planning and Research. The amount 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, 2025:

0001—General Fund

(1) Up to \$1,206,000 of Item 0650-001-0001, Budget Act of 2022 (Chs. 43, 45, and 249, Stats. 2022).

0650-491—Reappropriation, Office of Planning and Research. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2027.

3228—Greenhouse Gas Reduction Fund

(1) Item 0650-101-3228, Budget Act of 2018, as added by Chapter 30 of the Statutes of 2018, as reappropriated by Item 0650-490, Budget Act of 2020.

0650-492—Reappropriation, Office of Planning and Research. The amount specified in the following citations are reappropriated for the purpose provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2024:

0001—General Fund

(1) Up to \$503,000 in Schedule 1 of Item 0650-001-0001, Budget Act of 2021 (Chs. 21 and 240, Stats. 2021), as reappropriated by Item 0650-490, Budget Act of 2022.



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 Budget Bill Items 0690-001-0890 and 0690-101-0890, Support and Local Assistance, and Addition of Item 0690-490, Support, Office of Emergency Services

State and Local Cybersecurity Grant Program—It is requested that Item 0690-001-0890 be increased by \$400,000 one-time and Item 0690-101-0890 be increased by \$7.6 million one-time to implement the new State and Local Cybersecurity Grant Program. This federal program was authorized in the 2021 Infrastructure Investment and Jobs Act and awards grants to eligible entities to address cybersecurity threats and risks to information systems owned or operated by, or on behalf of, state, local, or tribal governments.

Reappropriation of Office of Emergency Services Headquarters Modernization and Mobile Command Vehicle Funding—It is requested that Item 0690-490 be added to reappropriate up to \$3 million of Item 0690-001-0001, Budget Act of 2022, with funding available for encumbrance and expenditure until June 30, 2024, and up to \$2.9 million of Item 0690-001-0001, Budget Act of 2022, with funding available for encumbrance and expenditure until June 30, 2025. The reappropriation of up to \$3 million is for one-time support costs and moving expenses associated with the completion of the State Operations Center Modernization capital outlay project. The reappropriation of up to \$2.9 million one-time is for a purchase of a specialized mobile command vehicle to support continuity of operations for the California State Warning Center and Alert and Warning Program in situations where the existing warning center may be unavailable (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 Stephen Benson, Principal Program Budget Analyst, at (916) 324-0043.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

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 Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Mia Bonta, 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
Nancy Ward, Director, Office of Emergency Services
Tina Curry, Chief Deputy Director, Office of Emergency Services
Lisa Mangat, Chief Deputy Director, Office of Emergency Services

0690-490—Reappropriation, Office of Emergency Services. 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 \$2,900,000 of Item 0690-001-0001, Budget Act of 2022 (Chs. 43 and 249, Statutes of 2022), which shall be available for encumbrance or expenditure until June 30, 2025.

(2) Up to \$3,000,000 of Item 0690-001-0001, Budget Act of 2022 (Chs. 43 and 249, Statutes of 2022), which shall be available for encumbrance or expenditure until June 30, 2024.



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

Addition of Budget Bill Item 0690-491, Capital Outlay, Office of Emergency Services

Mather: Headquarters Checkpoint Security Enhancements Reappropriation—It is requested that Item 0690-491 be added to reappropriate the working drawings phase of this project (see Attachment 1). The reappropriation is necessary due to project delays related to the discovery of a utility easement during the due diligence process.

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

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

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 Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Mia Bonta, 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
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

0690-491—Reappropriation, Office of Emergency Services. 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, 2024:

0001—General Fund

(1) Item 0690-301-0001, Budget Act of 2022

(3) 0008390-Mather: Headquarters Checkpoint Security Enhancements

(a) Working drawings

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 Various Budget Bill Items and Addition of Item 0820-014-0001, Support, and Statutory Changes, Department of Justice

New York State Rifle and Pistol Association v. Bruen: Carry Concealed Weapon Licenses—It is requested that Item 0820-001-0001 be increased by \$2,943,000 in fiscal year 2023-24 and \$2,691,000 in 2024-25, and Item 0820-001-0017 be increased by \$2,035,000 in 2023-24 and \$519,000 in 2024-25, to process additional carry concealed weapon permit applications. A recent federal court ruling has resulted in an increase in the number of carry concealed weapon permits that are processed by the Department. It is also requested that provisional language be added to Item 0820-001-0001 to specify funding may only be used for the purposes of processing and addressing carry concealed weapon permit workload (see Attachment 1).

Criminal Records: Relief (SB 731)—It is requested that Item 0820-001-0017 be increased by \$1,780,000 in 2023-24, and \$1,533,000 in 2024-25, to make information technology modifications to existing systems to provide criminal record relief for eligible individuals pursuant to Chapter 814, Statutes of 2022 (SB 731). It is also requested that Item 0820-001-0001 be adjusted to reflect a net-zero change to display administrative costs associated with this proposal. In addition, it is requested that statutory changes be made to provide the Department with sufficient time to implement system modifications. The requested statutory changes will be posted on the Department of Finance website.

Sex Offender: Registration (SB 384)—It is requested that Item 0820-001-0001 be increased by \$1,744,000 ongoing to process workload and provide system support and maintenance to implement Chapter 541, Statutes of 2017 (SB 384), which established a tiered system for sexual offenders and specifies registration timelines and criteria for each tier. These resources are necessary to address an increase in workload and provide ongoing maintenance and operations of the tiered registration database.

Office of General Counsel—It is requested that Schedule (3) of Item 0820-001-0001 be increased in the amount of \$7,592,000 in 2023-24 and \$7,696,000 in 2024-25 and ongoing, and Schedule (5) of Item 0820-001-0001 be decreased by \$7,592,000 in 2023-24 and \$7,696,000 in 2024-25 and ongoing, to reflect a net-zero change to transfer existing resources to establish the Office of General Counsel. This request includes shifting 19.0 positions from the Civil Law Division and 55.2 positions from the Criminal Justice Information Services Division, bringing the total number of positions supporting the Office to 74.2. The Office will provide internal legal guidance, ensure compliance with data confidentiality and document retention policies, and oversee legal ethics and conflict of interest concerns.

License 2000 System Replacement—It is requested that Item 0820-001-0367 be increased by \$1,524,000 one-time and Item 0820-001-0569 be increased by \$1,652,000 one-time to cover costs for Project Approval Lifecycle Stages 3 and 4 of the License 2000 system replacement project. It is also requested that provisional language be added to Item 0820-001-0367 and Item 0820-001-0569 to specify that funding be made available only upon completion of Stage 1 of the Project Approval Lifecycle process (see Attachments 2 and 3). It is also requested that Item 0820-001-0001 be adjusted to reflect a net-zero change to display administrative costs associated with this proposal.

Firearm IT System Modernization Project—It is requested that Item 0820-001-0460 be increased by \$6,367,000 and 6 positions in 2023-24, and \$1,503,000 and 6 positions in 2024-25 and ongoing, to continue the Project Approval Lifecycle process and address ongoing workload pertaining to the Firearms Information Technology System Modernization Project. It is also requested that Item 0820-001-0001 be adjusted to reflect a net-zero change to display administrative costs associated with this proposal. This project is a comprehensive redesign of antiquated firearm databases and will modernize the process for regulating firearm sales and transactions in California.

Federal Trust Fund Authority Increase—It is requested that Item 0820-001-0890 be increased by \$3.3 million ongoing to allow the Department to fully expend anticipated federal grant awards within the Criminal Justice and Information Services Division.

Ammunition Authorization Program Fee Increase—It is requested that Item 0820-014-0001 be added to authorize a loan of \$4.3 million General Fund to the Ammunition Safety and Enforcement Special Fund in 2023-24 and 2024-25 to support the Ammunition Authorization Program pursuant to Proposition 63 (see Attachment 4). This loan is necessary to continue the program given that the Ammunition Safety and Enforcement Special Fund does not have sufficient revenues to maintain ongoing program operations. In addition, it is requested that statutory changes be made to provide the Department with authority to adjust the Ammunition Authorization Program fee to align with the reasonable costs for regulating ammunition transactions in California. The requested statutory changes will be posted on the Department of Finance website.

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.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

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 Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Mia Bonta, 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
Chris Ryan, Chief of Operations, Department of Justice
Michael Fong, Director of Fiscal Services, Department of Justice
Ashley Harp, Budget Officer, Department of Justice

Add Provision 3 to Item 0820-001-0001

3. Of the amount appropriated in Schedule (4), \$2,943,000 may only be used for the purposes of processing and addressing carry concealed weapon permit workload.

Add Provision 1 to Item 0820-001-0367

1. Of the amount appropriated in this item, \$1,524,000 is for the support of the License 2000 (Bureau of Gambling Control License System Replacement) project and is authorized for expenditure upon completion of the Department of Technology's Project Approval Lifecycle Stage 2.

Add Provision 1 to Item 0820-001-0569

1. Of the amount appropriated in this item, \$1,652,000 is for the support of the License 2000 (Bureau of Gambling Control License System Replacement) project and is authorized for expenditure upon completion of the Department of Technology's Project Approval Lifecycle Stage 2.

Add Item 0820-014-0001

0820-013-0001—For transfer by the Controller to the Ammunition Safety and Enforcement Special Fund..... (4,300,000)

Provisions:

1. The amount in this item shall be transferred to the Ammunition Safety and Enforcement Special Fund as a General Fund loan to support operating costs for the Ammunition Authorization program. This loan shall be repaid when the Ammunition Safety and Enforcement Special Fund has sufficient revenues to repay the loan.