

May 12, 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 1111-001-0108 and 1111-001-0759, Support,
Department of Consumer Affairs**

It is requested that Item 1111-001-0108 be increased by \$7,000 ongoing, and Item 1111-001-0759 be decreased by \$7,000 ongoing to make a technical correction to the Department of Consumer Affairs' internal administrative costs (pro rata) included in the Governor's Budget. This net-zero adjustment will correct an error to the indirect distributed cost of the Physical Therapy Board of California and the California Acupuncture Board.

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 Charlene Manning, Principal Program Budget Analyst, at (916) 639-4510.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Steve Padilla, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Lourdes M. Castro Ramírez, Secretary, Business, Consumer Services, and Housing Agency
Melinda Grant, Undersecretary, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary, Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Brian Skewis, Budget Manager, Business, Consumer Services, and Housing Agency
Kimberly Kirchmeyer, Director, Department of Consumer Affairs
Taylor Schick, Chief Fiscal Officer, Department of Consumer Affairs
Robert DelosReyes, Assistant Chief Fiscal Officer, Department of Consumer Affairs



May 12, 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 1700-001-0001 and 1700-001-0890, Support, Civil Rights Department

Programmatic Name Change for Civil Rights Council—It is requested that Item 1700-001-0001 be amended to change the budgetary Program 1495 name from the Fair Employment and Housing Council to the Civil Rights Council, consistent with the Council's name change in Chapter 48, Statutes of 2022 (SB 189).

Federal Earning Community Trust Project—It is requested that Item 1700-001-0890 be increased by \$375,000 annually in fiscal years 2023-24, 2024-25, and 2025-26 to allow the Civil Rights Department to utilize a federal grant to support and expand the CA vs. Hate Hotline.

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

If you have any questions or need additional information regarding this matter, please call Andrew March, Principal Program Budget Analyst, at (916) 445-3274.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Steve Padilla, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Lourdes Castro Ramirez, Secretary of Housing and Consumer Relations, Business, Consumer
Services, and Housing Agency
Sasha Kergan, Deputy Secretary of Housing and Consumer Relations, Business, Consumer
Services, and Housing Agency
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Gustavo Velazquez, Director, Department of Housing and Community Development
Zack Olmstead, Chief Deputy Director, Department of Housing and Community
Development
Matt Schueller, Deputy Director, Administration and Management, Department of Housing
and Community Development



May 12, 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 1703-001-0001, Support, California Privacy Protection Agency

Consumer Privacy Enforcement Implementation—It is requested that Item 1703-001-0001 be increased by \$1,817,000 and 7 positions in 2023-24, and \$1,215,000 in 2024-25 and ongoing, for cost-of-living adjustments authorized by Proposition 24 and to implement and enforce the California Consumer Privacy Act of 2018. These positions will provide the Agency with sufficient expertise needed to investigate consumer complaints, develop and apply privacy compliance audit procedures, and perform business examinations of privacy and technology information. The Agency will also produce outreach and awareness materials designed to inform California consumers of their risks, rules, responsibilities, and rights in relation to the collection, use, sale, and disclosure of personal information.

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 Charlene Manning, Principal Program Budget Analyst, at (916) 639-4510.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Steve Padilla, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Lourdes M. Castro Ramírez, Secretary, Business, Consumer Services, and Housing Agency
Melinda Grant, Undersecretary, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary, Fiscal Policy and Administration, Business,
Consumer Services, and Housing Agency
Brian Skewis, Budget Manager, Business, Consumer Services, and Housing Agency
Ashkan Soltani, Executive Director, California Privacy Protection Agency
Vongayi Chitambira, Deputy Director of Administration, California Privacy
Protection Agency



May 12, 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 and Eliminate Various Budget Bill Items, Support and Local Assistance, Department of Housing and Community Development

Reversion of Unexpended Balance for the Downtown Rebound Program—It is requested that Item 2240-011-0929 be added in the amount of \$17.5 million to transfer the unexpended balance of the appropriation made for the Downtown Rebound program in the 2000 Budget Act (see Attachment 1). As a result of lower revenue projections and a resulting increase in the budget problem, the May Revision proposes adjustments to this program to assist in closing the projected shortfall and ensuring the submission of a balanced budget plan.

Technical Adjustment to Shift the Reduction of 2023-24 Appropriation for the CalHome Program—It is requested that Item 2240-110-0001 be eliminated to reflect the reduction of \$100 million funding for the CalHome program. The Governor's Budget reduced various items of appropriations in the 2023-24 fiscal year in Control Section 4.07. This is a technical adjustment to provide transparency at the department level by shifting the reductions from the statewide control section to items of appropriation in the applicable departmental budgets.

Emergency Rental Assistance Program Close-Out Activities Reappropriation—It is requested that Item 2240-490 be added to extend the encumbrance period from June 30, 2023 to June 30, 2024 for Item 2240-101-3398, Budget Act of 2021 to allow the Department of Housing and Community Development to complete administrative close-out activities in the federal Emergency Rental Assistance Program (see Attachment 2).

Reversion of 2022 Amounts for the Accessory Dwelling Unit Program and the California Dream for All Program—It is requested that Item 2240-495 be added to revert \$50 million from the appropriation made for the Accessory Dwelling Unit program and \$200 million from the appropriation made for the California Dream for All Program in the 2022 Budget Act. The Governor's Budget reverted these funds in statewide Control

Section 4.06. This is a technical adjustment to provide transparency at the department level by shifting the reversions from the statewide control section to the applicable departmental budget (see Attachment 3).

Deferral of 2021 Appropriation for the Foreclosure Intervention Housing Preservation Program—It is requested that Item 2240-496 be added to revert \$345 million of the appropriation made for the Foreclosure Intervention Housing Preservation program in the 2021 Budget Act (see Attachment 4). It also requested that Item 2240-125-0001 be added in the amount of \$50 million in 2023-24, \$100 million in 2024-25, \$100 million in 2025-26, and \$95 million in 2026-27 to appropriate the reverted funding over the next four fiscal years (see Attachment 5). As a result of lower revenue projections and a resulting increase in the budget problem, the May Revision proposes adjustments to this program to assist in closing the projected shortfall and ensuring the submission of a balanced budget plan but would not affect the overall funding level of the program.

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

If you have any questions or need additional information regarding this matter, please call Andrew March, Principal Program Budget Analyst, at (916) 445-3274.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Steve Padilla, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Lourdes Castro Ramirez, Secretary of Housing and Consumer Relations, Business, Consumer Services, and Housing Agency
Sasha Kergan, Deputy Secretary of Housing and Consumer Relations, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer Services, and Housing Agency
Gustavo Velazquez, Director, Department of Housing and Community Development
Zack Olmstead, Chief Deputy Director, Department of Housing and Community Development
Matt Schueller, Deputy Director, Administration and Management, Department of Housing and Community Development

2240-011-0929—For transfer by the Controller, upon order of the Department of Finance, from the Housing Rehabilitation Loan Fund to the General Fund(17,500,000)

Provisions:

1. Notwithstanding any other law, the Department of Finance may adjust the amount transferred by this item to the General Fund to equal the balance as of June 30, 2023 of the funds transferred from the General Fund to the Housing Rehabilitation Loan Fund pursuant to Item 2240-107-0001, Budget Act of 2000 appropriated for the purposes of section 50898.2 of the Health and Safety Code.

2240-490—Reappropriation, Department of Housing and Community Development. 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:

3398—California Emergency Relief Fund

(1) Item 2240-101-3398, Budget Act of 2021, as added by Chapter 44, Statutes of 2022

2240-495—Reversion, Department of Housing and Community Development. As of June 30, 2023, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001—General Fund

- (1) Item 2240-111-0001, Budget Act of 2022. \$200,000,000 appropriated for the California Dream for All program in Provision 2.
- (2) Item 2240-111-0001, Budget Act of 2022. \$50,000,000 appropriated for Accessory Dwelling Unit Financing in Provision 3.

2240-496—Reversion, Department of Housing and Community Development. As of June 30, 2023, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001—General Fund

- (1) Item 2240-106-0001, Budget Act of 2021. \$345,000,000 of the amount appropriated for the Foreclosure Intervention Housing Preservation program in Provision 4.

2240-125-0001—For local assistance, Department of Housing and Community
Development.....50,000,000

Schedule:

(1) 1665-Financial Assistance Program.....50,000,000

Provisions:

1. The amount appropriated in this item is for the Foreclosure Intervention Housing Preservation Program pursuant to Chapter 8.6 of the Health and Safety Code and shall be available for encumbrance or expenditure until June 30, 2029. Upon order of the Department of Finance, up to 5 percent of the funds made available pursuant to this provision may be transferred to Schedule (2) of Item 2240-001-0001 for administration and shall be available for encumbrance or expenditure until June 30, 2029.