



March 30, 2017

Honorable Holly Mitchell, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Mark Ibele, Staff Director (2)

Honorable Phil Ting, Chair
Assembly Budget Committee

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

Amendment to Budget Bill Item 7350-001-0223, Support, Department of Industrial Relations

It is requested that Item 7350-001-0223 be increased by \$14,710,000 and 73 positions to implement and meet the ongoing requirements of Chapter 868, Statutes of 2016 (SB 1160) and Chapter 852, Statutes of 2016 (AB 1244). These bills, among other things, require the Department of Industrial Relations to establish and maintain a database to receive and store utilization review plans, implement anti-fraud measures in the filing and collection of medical treatment liens, and create a new adjudication, stay, and suspension due process for dealing with convicted and indicted providers that have medical liens within the worker's compensation system.

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 Eric Stern, Assistant Program Budget Manager, at (916) 445-3274.

MICHAEL COHEN

Director

By:

/s/ Amy M. Costa

AMY M. COSTA

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Ricardo Lara, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Kirk Feely, Budget Fiscal Director
Honorable Lorena Gonzalez, Chair, Assembly Appropriations Committee
Attention: Mr. Pedro R. Reyes, Chief Consultant
Honorable Jay Obernolte, Vice Chair, Assembly Budget Committee
Attention: Ms. Cyndi Hillery, Staff Director
Honorable Nancy Skinner, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Jim Cooper, Chair, Assembly Budget Subcommittee No. 4
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Mr. Seren Taylor, Director of Strategic Policy, Assembly Republican Leader's Office
Mr. Jim Richardson, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. David Lanier, Secretary, Labor and Workforce Development Agency
Mr. Jay Sturges, Assistant Secretary for Fiscal Policy, Labor and Workforce Development Agency
Ms. Christine Baker, Director, Department of Industrial Relations
Mr. Greg Edwards, Chief Fiscal Officer, Department of Industrial Relations