



May 9, 2019

Honorable Holly Mitchell, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Joe Stephenshaw, Staff Director (2)

Honorable Phil Ting, Chair
Assembly Budget Committee

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

Amendment to Various Budget Bill Items, Support and Local Assistance, Employment Development Department

Claimants' Privacy Measures—It is requested that Item 7100-001-0001 be increased by \$895,000 and 4.6 positions and Item 7100-001-0588 be increased by \$895,000 and 4.7 positions to replace social security numbers on mailed documents with a modified unique identifier on the Employment Development Department's top ten mailed documents.

Benefit Systems Modernization—It is requested that Item 7100-001-0185 be increased by \$6,055,000 and 17.2 positions and Item 7100-001-0588 be increased by \$6,056,000 and 17.3 positions to continue support for the Planning Approval Lifecycle process to integrate and modernize the Department's Unemployment Insurance, Disability Insurance, and Paid Family Leave benefit systems. Additionally, it is requested that provisional language be added to these items to authorize additional resources up to a total of \$2.6 million upon the approval of Finance once workload related to data conversion and requirements development is justified (see Attachments 1 and 2).

Paid Family Leave Expansion (PFL)—It is requested that Item 7100-001-0588 be increased by \$3,290,000 and 13.3 positions for information technology system updates and for a public awareness campaign related to the expansion of the maximum duration of PFL benefit claims from six weeks to eight weeks for all bonding and caregiving claims. This request implements the PFL expansion proposed through trailer bill language.

PFL for Military Exigency (SB 1123)—It is requested that Item 7100-001-0588 be increased by \$2,724,000 and 12.5 positions for information technology system updates to expand the PFL program to provide benefits to individuals to assist a family member preparing for military deployment, pursuant to Chapter 849, Statutes of 2018 (SB 1123).

Workforce Innovation Opportunity Act (WIOA) Discretionary Fund Adjustments—It is requested that Items 7100-001-0869 and 7100-021-0890 each be decreased by \$5,013,000 to reflect a decrease in discretionary funds from the federal allotment. This includes a \$1,518,000 decrease in WIOA discretionary administration funds, a \$1,827,000 decrease of WIOA program funds, and a \$1,668,000 decrease in Rapid Response funding.

WIOA Local Assistance Adjustments—It is requested that Items 7100-101-0869 and 7100-101-0890 each be decreased by \$16,726,000 to align budget authority with current federal allotments for local area activities.

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

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

KEELY MARTIN BOSLER

Director

By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, 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. Jay Dickenson, Chief Consultant
Honorable Jay Obernolte, Vice Chair, Assembly Budget Committee
Attention: Ms. Cyndi Hillery, Staff Director
Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Jim Cooper, Chair, Assembly Budget Subcommittee No. 4
Mr. Gabriel Petek, Legislative Analyst (4)
Mr. Christopher W. Woods, Senate President pro Tempore's Office (2)
Mr. Jason Sisney, Assembly Speaker's Office (2)
Ms. Jayme Chick, Deputy Chief of Staff, Policy, Assembly Republican Leader's Office
Mr. Joe Shinstock, Policy and Fiscal Director, Assembly Republican Leader's Office
Ms. Julie Su, Secretary, Labor and Workforce Development Agency
Mr. Jay Sturges, Assistant Secretary, Fiscal Policy, Labor and Workforce Development Agency
Mr. Patrick W. Henning, Jr., Director, Employment Development Department
Mr. Tad Allred, Deputy Director, Administration Branch, Employment Development Department
Mr. Caleb Horel, Chief, Fiscal Services, Employment Development Department
Ms. Cristal Watts, Budget Officer, Fiscal Services, Employment Development Department

Add the following provision to Item 7100-001-0185:

5. Upon approval of the Department of Finance, the amount available for expenditure in Schedule (2) of this item in fiscal year 2019-20 may be augmented up to \$1,300,000 for workload related to data conversion and requirements development. Any augmentation per this provision must have an augmentation of an equal amount to Schedule (2) of Item 7100-001-0588.

Add the following provision to Item 7100-001-0588:

3. Upon approval of the Department of Finance, the amount available for expenditure in Schedule (2) of this item in fiscal year 2019-20 may be augmented up to \$1,300,000 for workload related to data conversion and requirements development. Any augmentation per this provision must have an augmentation of an equal amount to Schedule (2) of Item 7100-001-0185.



DEPARTMENT OF
FINANCE
OFFICE OF THE DIRECTOR

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Amendment to Budget Bill Items 7350-001-0223 and 7350-001-3078, Support, Department of Industrial Relations

Private Attorneys General Act—It is requested that Item 7350-001-0223 be decreased by 7 positions and Item 7350-001-3078 be increased by \$1,972,000 and 19 positions to provide the Department of Industrial Relations resources for Private Attorneys General Act (PAGA) related workload and to consolidate the PAGA program under the Division of Labor Standards and Enforcement. These resources will allow the Department to enhance database functions for targeted review of PAGA notices and settlements, and increase staff capacity to conduct pre-investigations and formal investigations.

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

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

KEELY MARTIN BOSLER
Director
By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN
Chief Deputy Director

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cc: On following page

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Ms. Julie Su, Secretary, Labor and Workforce Development Agency
Mr. Jay Sturges, Assistant Secretary, Fiscal Policy, Labor and Workforce Development Agency
Mr. Greg Edwards, Chief Fiscal Officer, Department of Industrial Relations
Ms. Jill Garcia, Budget Officer, Department of Industrial Relations