



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 Capital Outlay, Various Departments within the Natural Resources Agency and Environmental Protection Agency

Proposition 99 Technical Adjustments—It is requested that various Budget Bill items be amended to reflect this technical baseline budget adjustment for various departments within the Natural Resources Agency and Environmental Protection Agency to reflect additional tobacco tax revenue for the Public Resources Account. Revenue and Tax Code section 30124(b)(5) specifies that 5 percent of Cigarette and Tobacco Products Surtax Fund revenue shall be deposited into the Public Resources Account for programs that protect, restore, enhance, or maintain fish, waterfowl, and wildlife habitat, and enhance state and local parks and recreational resources.

It is requested that the following items be amended to reflect this change:

- Increase Item 0555-001-0235 by \$7,000
- Increase Item 3600-001-0235 by \$167,000
- Increase Item 3790-001-0235 by \$468,000
- Increase Item 3940-001-0235 by \$27,000

It is also requested that Item 3640-311-0001 be decreased by \$256,000. This adjustment is associated with corresponding increased May Revision revenues from the Unallocated Account Cigarette and Tobacco Products Surtax fund that offset General Fund expenditures pursuant to Fish and Game Code section 2796.

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 Sergio Aguilar, Principal Program Budget Analyst, at (916) 324-0043

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 Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
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
Mr. Jared Blumenfeld, Secretary, Environmental Protection Agency
Mr. Eric Jarvis, Assistant Secretary, Environmental Protection Agency
Mr. E. Joaquin Esquivel, Board Chair, State Water Resources Control Board
Ms. Eileen Sobeck, Executive Director, State Water Resources Control Board
Mr. Bill Damian, Assistant Deputy Director, Division of Administrative Services, State Water Resources Control Board
Mr. Wade Crowfoot, Secretary, Natural Resources Agency
Mr. Bryan Cash, Assistant Secretary, Administration and Finance, Natural Resources Agency
Mr. Charlton H. Bonham, Director, Department of Fish and Wildlife
Mr. Gabe Tiffany, Deputy Director, Department of Fish and Wildlife
Mr. Tyrone Williams, Budget Branch Chief, Department of Fish and Wildlife
Ms. Lisa Ann Mangat, Director, Department of Parks and Recreation
Mr. Will Shaafsma, Deputy Director of Administrative Services, Department of Parks and Recreation
Ms. Crystal Flores, Budget Chief, Department of Parks and Recreation
Mr. John P. Donnelly, Executive Director, Wildlife Conservation Board
Mr. Stephen Bouthillier, Budget Officer, Wildlife Conservation Board



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Assembly Budget Committee

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

Amendment to Budget Bill Item 3340-490, Capital Outlay, California Conservation Corps

Tahoe Base Center: Equipment Storage Relocation (Issue 400): It is requested that Item 3340-490, as added by the April Finance Letter, be amended to reappropriate the acquisition phase of this project (see Attachment 1). Resolving easements and obtaining multiple appraisals have delayed the project, but acquisition is expected to be completed by the end of the calendar year.

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 Andrea Scharffer, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER
Director
By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN
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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
Mr. Bruce Saito, Executive Director, California Conservation Corps
Ms. Amy Cameron, Chief Deputy Director, California Conservation Corps
Mr. Dan Millsap, Deputy Director of Capital Outlay, California Conservation Corps

“Item 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, 2022:

0001—General Fund

- (1) Item 3340-301-0001, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018)
 - (0.5) 0000692-Auburn Campus: Kitchen, Multipurpose Room, and Dorm Replacement
 - (a) Construction
 - (2) 0001375-Residential Center, Auberry: New Residential Center
 - (a) Preliminary plans

0660—Public Buildings Construction Fund

- (1) Item 3340-301-0660, Budget Act of 2015 (Chs. 10 and 11, Stats. 2015), as reappropriated by Item 3340-490, Budget Act of 2016 (Ch. 23, Stats. 2016), and reverted by Item 3340-495, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)
 - (1) 0000693-Tahoe Base Center: Equipment Storage Relocation—Acquisition”



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

Amendment to Budget Bill Item 3480-001-3046 and Addition of Items 3480-490 and 3480-495, Support, Department of Conservation

Well Statewide Tracking and Reporting System—It is requested that Item 3480-001-3046 be increased by \$3,170,000, and that Item 3480-490 be added to expand the scope and functionality of the Well Statewide Tracking and Reporting (WellSTAR) System (see Attachment 1). Legislation enacted after the original scope of the project was developed, along with subsequent regulatory changes, have expanded the functionality requirements placed on the Department of Conservation and the WellSTAR project. Although the existing WellSTAR Information Technology project remains within scope, on time, and within budget as initially planned, the additional functionality requested will incorporate enhancements necessary to meet the requirements of recent regulatory and legislative changes.

Technical Bond Adjustments—It is requested that Item 3480-495 be added to revert unexpended bond funds from Items 3480-101-6029 and 3480-101-6051, Budget Act of 2016, to prevent over-allocation of bond funds (see Attachment 2).

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.

KEELY MARTIN BOSLER
Director
By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN
Chief Deputy Director

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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
Mr. Wade Crowfoot, Secretary for Natural Resources Agency
Mr. Bryan Cash, Assistant Secretary of Administration and Finance, Natural Resources Agency
Mr. David Bunn, Director, Department of Conservation
Mr. Clayton Haas, Assistant Director of Administration, Department of Conservation
Mr. Ken Lehn, Budget Officer, Department of Conservation

3480-490—Reappropriation, Department of Conservation. 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, 2020:

3046—Oil, Gas, and Geothermal Administrative Fund

- (1) Up to \$7,900,000 in Item 3480-001-3046, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), appropriated for the Well Statewide Tracking and Reporting (WellSTAR) System.

3480-495—Reversion, Department of Conservation. As of June 30, 2019, 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.

6029—California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund

(1) Item 3480-101-6029, Budget Act of 2016 (Ch. 23, Stats. 2016). Up to \$1,142,000 in Program 2430-Land Resource Protection

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3480-101-6051, Budget Act of 2016 (Ch. 23, Stats. 2016). Up to \$180,000 in Program 2430-Land Resource Protection



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Amendment to and Addition of Various Budget Bill Items and Reimbursements, Support, and Trailer Bill Language, Department of Forestry and Fire Protection

Community Wildfire Prevention and Mitigation Report: California Vegetation Treatment Program Environmental Impact Report—It is requested that Item 3540-001-0001 be increased by \$730,000 to support the Board of Forestry and Fire Protection in certifying the Programmatic Environmental Impact Report (EIR) for the California Vegetation Treatment Program consistent with the recommendations in the Department of Forestry and Fire Protection's (CAL FIRE) Community Wildfire Prevention and Mitigation Report. The EIR will enable CAL FIRE and other partner agencies to increase the pace and scale of fire prevention activities and help achieve statewide forest management targets as recommended in the Forest Carbon Plan.

Office of the State Fire Marshal, Fire and Life Safety Division—It is requested that the following items be increased to address key resource gaps within the Office of the State Fire Marshal's Fire and Life Safety Division and enhance the Division's ability to fulfill its mission as identified through the ongoing Mission Based Review in collaboration with the Department of Finance:

- Increase Item 3540-001-0001 by \$531,000 and 0.3 position and reimbursements by \$1,499,000 and 6.5 positions
- Increase Item 3540-001-0102 by \$31,000 and 0.3 position
- Increase Item 3540-001-0198 by \$31,000 and 0.3 position
- Increase Item 3540-001-0209 by \$71,000 and 0.6 position

It is also requested that provisional language be added to Item 3540-001-0001 as follows:

- Provide up to \$500,000 General Fund for two fiscal years to the Division for contracts for specified purposes upon approval of the Department of Finance (see Attachment 1).
- Extend the repayment schedule from three years to five years for the \$2.3 million General Fund loan authorized by Item 3540-001-0001, Budget Act of 2018 to address the Division's cash flow needs.
- Make \$500,000 of the \$2.3 million General Fund loan authorized in fiscal year 2018-19 available to the Division in 2019-20.

It is further requested that trailer bill language be adopted to make necessary clarifications and changes to improve and streamline fire and life safety practices statewide. Although the proposed trailer bill language is not attached to this letter, it will be provided in the near future.

Enhanced Fire Protection May Revision Update: C-130 Federal Air Tankers—It is requested that Item 3540-001-0001 be increased by \$4,603,000 to support a contract for a large air tanker to respond to wildfires during the peak of the fire year and serve as a training platform for the pilots that will operate the federal C-130 air tankers that will be transferred to CAL FIRE from the U.S. Air Force starting in 2020-21. This proposal is additive to the \$13.1 million proposed in the Governor's Budget to begin implementation of the C-130 program. The funding requested will partially offset Emergency Fund expenditures and enable the state to avoid future costs as the contract will be obtained at a lower rate than if CAL FIRE were to seek the contract during the peak season.

Office of the State Fire Marshal, Licensing and Certification Fund Program Fee and Expenditure Increase—It is requested that Item 3540-001-0102 be increased by \$1,098,000 and 4 positions to build capacity in the Licensing and Certification Program within the Fire Marshal's Fire Engineering Division to address increased workload, create operational efficiencies, and undertake enforcement activities in the Building Materials Listing and Flame Retardant Fabrics and Chemicals Programs. The additional funding and positions requested will be supported through increased fee revenues.

Innovation Procurement Sprint—It is requested that Item 3540-005-0001 be added in the amount of \$15 million to enable CAL FIRE to procure innovative solutions to combat the state's wildfire crisis consistent with Executive Order N-04-19 (see Attachment 2). It is also requested that provisional language be added to allow for augmentations of this amount as necessary under specified conditions.

Professional Forester Registration Program—It is requested that Item 3540-011-0140 be added in the amount of \$100,000 to reflect a one-time transfer from the Environmental License Plate Fund to the Professional Forester Registration Fund to address a projected structural deficit and maintain current service levels in the Professional Forester Registration Program operated by the Board (see Attachment 3). This will provide additional time to identify a long-term solution to this Fund's projected structural imbalance.

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.

KEELY MARTIN BOSLER

Director

By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN

Chief Deputy Director

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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
Mr. Wade Crowfoot, Secretary, Natural Resources Agency
Mr. Bryan Cash, Assistant Secretary of Administration and Finance, Natural Resources Agency
Mr. Thom Porter, Director, Department of Forestry and Fire Protection
Ms. Janet Barentson, Chief Deputy Director, Department of Forestry and Fire Protection
Mr. Tony Favro, Deputy Director, Department of Forestry and Fire Protection
Ms. Melissa Gamer, Budget Officer, Department of Forestry and Fire Protection

Add the following provisions to Item 3540-001-0001:

10. Of the amount appropriated in Schedule (1), up to \$500,000 is available for encumbrance or expenditure until June 30, 2021, upon approval of the Department of Finance, to enable the Office of the State Fire Marshal's Fire and Life Safety Division to undertake a comprehensive fee study and obtain consultative services from the Department of Justice.
11. Notwithstanding any other provision of law, of the \$2.3 million loan authorized by Provision 9 of Item 3540-001-0001, Budget Act of 2018, up to \$500,000 shall be available, upon order of the Department of Finance, for Schedule (1) subject to the conditions specified in subdivisions (a) and (c) of that item. Notwithstanding subdivisions (a) and (b) of Provision 9 of Item 3540-001-0001, Budget Act of 2018, or any other provision of law, the loan authorized by Provision 9 of that item and this provision for Schedule (1) shall be repaid no later than June 30, 2023.

3540-005-0001—For support of the Department of Forestry and Fire Protection.....15,000,000

Schedule:

(1) 2465-Fire Protection..... 15,000,000

Provisions:

1. Of the amount appropriated in this item, \$5,000,000 shall be available for Proof of Concept solution vendors to meet the objectives in Executive Order N-04-19. Notwithstanding any other provision of law, upon request from the Department of Forestry and Fire Protection, the Department of Finance may augment this item based on the final contract amount(s) and anticipated need not sooner than 30 days after written notification of the necessity of the increase to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairpersons of the committees, or their designees, may in each instance jointly determine.
2. Of the amount appropriated in this item, \$10,000,000 shall be available, upon approval from the Department of Finance, for the scope and estimated cost of the selected solution vendor(s) authorized by Executive Order N-04-19, including staffing costs to implement and support the projects. Within 10 days after approval, the Department of Finance shall notify the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee of the approved projects, including the scope and estimated cost of each project.
3. Notwithstanding any other provision of law, upon request from the Department of Forestry and Fire Protection, the Department of Finance may augment this item consistent with the pending contract(s) and staff costs not sooner than 15 days after written notification of the necessity therefor to the chairperson of the committee in each house of the Legislature that considers appropriations and the Chairperson of the Joint Legislative Budget Committee, or such lesser time as the chairpersons of the committees, or their designees, may in each instance jointly determine. If an augmentation is determined necessary, notification of the approved project(s) may be combined with notification of the necessity for an augmentation.

3540-011-0140—For transfer by the Controller from the California Environmental License Plate Fund to the Professional Forester Registration Fund (100,000)



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

Honorable Phil Ting, Chair
Assembly Budget Committee

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

Amendment to Budget Bill Items 3600-001-0001 and 3600-001-8018, Support, Department of Fish and Wildlife

Erskine Land Restoration—It is requested that Item 3600-001-0001 be increased by \$325,000 to fund the restoration of federal land that was leased by the Department of Fish and Wildlife in 1987. Restoration of this land will enable the Department to terminate the lease with the Federal Bureau of Land Management and reduce future liability associated with the property.

Salton Sea Restoration Fund—It is requested that Item 3600-001-8018 be increased by \$324,000 to align expenditure authority with increased revenues to the Salton Sea Restoration Fund from the Imperial Irrigation District, consistent with the Quantification Settlement Agreement. This funding will support existing and future Salton Sea restoration 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 Sergio Aguilar, Principal Program Budget Analyst, at (916) 324-0043.

KEELY MARTIN BOSLER
Director
By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN
Chief Deputy Director

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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
Mr. Wade Crowfoot, Secretary, Natural Resources Agency
Mr. Bryan Cash, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Gabe Tiffany, Deputy Director, Administration Division, Department of Fish and Wildlife
Mr. Dan Reagan, Assistant Deputy Director, Administrative Division, Department of Fish
and Wildlife
Mr. Tyrone Williams, Chief, Budget Branch, Department of Fish and Wildlife



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Amendment to and Addition of Various Budget Bill Items and Reimbursements, Support and Local Assistance, Department of Parks and Recreation

Public Safety Emergency Response (Issue 403)—It is requested that Item 3790-001-0001 be increased by \$3,873,000 to provide upgraded radio communications infrastructure. These resources will better prepare state park peace officers to respond to disasters.

Harbors and Watercraft Revolving Fund and State Parks and Recreation Fund Stabilization (Issue 401)—It is requested that Item 3790-001-0001 be increased by \$35,747,000, Item 3790-001-0392 be decreased by \$35,747,000, and that Item 3790-497 be added to revert \$16,410,000 in unexpended funds from the Harbors and Watercraft Revolving Fund (see Attachment 1). Additionally, it is requested that Item 3790-012-0061 be amended to clarify the methodology to be used to implement the transfer of funds from the Motor Vehicle Fuel Account, Transportation Tax Fund to the State Parks and Recreation Fund (see Attachment 2). This funding will maintain general state park service levels while addressing a fuel tax revenue transfer issue that resulted in a structural imbalance in the State Parks and Recreation Fund and the Harbors and Watercraft Revolving Fund. Additionally, this proposal will allow time for the Department of Parks and Recreation to develop a long term solution to the structural imbalance in the Harbors and Watercraft Revolving Fund.

Credit Card Processing Contract (Issue 402)—It is requested that Item 3790-001-0392 be increased by \$4 million to issue payments to vendors for merchant processing services. These vendors are currently paid through deductions from the revenue collected on credit card transactions. This proposal would instead require the Department to issue payments to vendors from an appropriation, resulting in the Department receiving all of the revenue collected from credit card transactions. With the corresponding revenue increase, this change in methodology would result in a net zero impact to the fund.

Wildfire Repair and Reimbursement (Issue 406)—It is requested that Item 3790-003-0001 be added in the amount of \$7.9 million (see Attachment 3) and that Item 3790-001-0392 be amended by increasing reimbursements by \$2.8 million to repair facilities damaged by wildfire. This proposal includes only the initial funding for repairs as many of the facilities destroyed were originally constructed more than 50 years ago and the Department is evaluating potential

changes to meet modern demands and code requirements before the full replacement of facilities is proposed.

Public Beach Restoration Projects (Issue 404)—It is requested that Item 3790-101-0516 be amended by shifting \$750,000 from the Boating Facilities program to the Beach Erosion Control program. Additionally, it is requested that Item 3790-101-3001 be added in the amount of \$231,000 and reimbursements be added in the amount of \$500,000 (see Attachment 4). Funding included in this request will support projects to combat erosion at public beaches.

Reappropriation of Deferred Maintenance and Public Beach Restoration Funding (Issue 411)—It is requested that Item 3790-490 as added by the April Finance Letter be amended to reappropriate the unencumbered balance of the appropriation provided in Item 3790-001-0001, Budget Act of 2016 for deferred maintenance projects and up to \$890,000 of the unencumbered balance of the appropriation provided in Item 3790-101-3001, Budget Act of 2017 (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 Andrea Scharffer, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER

Director

By:

/s/ Vivek Viswanathan

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Chief Deputy Director

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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. Lisa Mangat, Director, Department of Parks and Recreation
Mr. Will Schaffsma, Deputy Director, Administrative Services, Department of Parks and Recreation
Ms. Crystal Flores, Budget Officer, Department of Parks and Recreation

3790-497—Reversion, Department of Parks and Recreation. As of June 30, 2019, 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.

0516—Harbors and Watercraft Revolving Fund

- (1) Item 3790-101-0516, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017). \$8,260,000 of the amount appropriated in Program 2855019-Boating Facilities.
- (2) Item 3790-101-0516, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018). \$8,150,000 of the amount appropriated in Program 2855019-Boating Facilities.

Amend Provision 1 of Item 3790-012-0061 as follows:

- “1. Notwithstanding any other provision of law, the amount appropriated in this item normally transferred to the Harbors and Watercraft Revolving Fund from the Motor Vehicle Fuel Account, Transportation Tax Fund pursuant to subdivision (a) of Section 8352.4, of the Revenue and Taxation Code, shall be available for transfer to the State Parks and Recreation Fund.”

3790-003-0001—For support of Department of Parks and Recreation... 7,900,000

Schedule:

(1) 2840-Support of the Department of Parks and Recreation... 7,900,000

Provisions:

1. Notwithstanding any other provision of law, the amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2022.

3790-101-3001—For local assistance, Department of Parks and Recreation, payable from the Public Beach Restoration Fund..... 231,000

Schedule:

- (1) 2855027-Beach Erosion Control..... 731,000
- (2) Reimbursements to 2855027-Beach Erosion Control.... -500,000

Provisions:

1. Of the funds appropriated in this item, the department may allocate an amount not to exceed 3.7 percent of the allocation, except to the extent otherwise restricted by law, to allow the department to administer its grants. Those grant administration funds shall be available for encumbrance or expenditure until June 30, 2025.
2. Notwithstanding Section 69.9 of the Harbors and Navigation Code, the department may expend the amounts appropriated in this item for Public Beach Restoration Act Projects without consideration of geographic location.
3. The amount appropriated in this item is available for encumbrance or expenditure until June 30, 2021.

“3790-490—Reappropriation, Department of Parks and Recreation. 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, 2021:

0001—General Fund

- (1) \$11,967,000 in Item 3790-003-0001, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)
- (2) The amount of the unencumbered balance of the appropriation provided in Item 3790-001-0001, Budget Act of 2016 (Ch. 23, Stats. 2016) authorized by Executive Order number E 16/17-14 pursuant to Section 6.10, Budget Act of 2016 (Ch. 23, Stats. 2016) for deferred maintenance, as reappropriated by Item 3790-490, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018)

0262—Habitat Conservation Fund

- (1) \$815,000 in Item 3790-101-0262, Budget Act of 2011 (Ch. 33, Stats. 2011), as reappropriated by Item 3790-490, Budget Act of 2016 (Ch. 23, Stats. 2016)

0392—State Parks and Recreation Fund

- (1) \$2,478,000 in Item 3790-002-0392, Budget Act of 2016 (Ch. 23, Stats. 2016)
- (2) \$5,780,000 in Item 3790-002-0392, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)

3001—Public Beach Restoration Fund

- (1) \$890,000 in Item 3790-101-3001, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)
 - (1) 2855027-Beach Erosion Control
 - (b) Orange County: Beach Erosion Control... \$40,000
 - (c) Cities of Huntington Beach and Newport Beach: Surfside-Sunset Beach Restoration... \$850,000”



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Assembly Budget Committee

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

Addition of Budget Bill Item 3810-001-0001, Support, and Item 3810-101-0001, Local Assistance, Santa Monica Mountains Conservancy

Woolsey Fire Restoration and Recovery (Issue 401)—It is requested that Item 3810-001-0001 be added in the amount of \$2.5 million and 2 positions (see Attachment 1), and Item 3810-101-0001 be added in the amount of \$12.5 million to repair damages resulting from the Woolsey Fire (see Attachment 2). State owned lands under the Santa Monica Mountains Conservancy's jurisdiction were significantly damaged by the fire and present a landslide risk if left unaddressed.

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 Andrea Scharffer, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER
Director
By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN
Chief Deputy Director

Attachment

cc: On following page

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 Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
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
Mr. Joseph Edmiston, Executive Director, Santa Monica Mountains Conservancy
Ms. Rorie Skei, Chief Deputy Director, Santa Monica Mountains Conservancy
Ms. Melissa Smith, Contracts and Fiscal Officer, Santa Monica Mountains Conservancy

3810-001-0001—For support of Santa Monica Mountains Conservancy... 2,500,000

Schedule:

(1) 2940-Santa Monica Mountains Conservancy... 2,500,000

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2024.

3810-101-0001—For local assistance, Santa Monica Mountains Conservancy... 12,500,000

Schedule:

(1) 2945-Local Assistance Grants... 12,500,000

Provisions:

1. Notwithstanding any other provision of law, the funds appropriated in this item shall be available for encumbrance or expenditure for local assistance or capital outlay until June 30, 2024.



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)

Addition of Budget Bill Item 3840-001-0890, Support, Delta Protection Commission

Federal Fund Item Establishment—It is requested that Item 3840-001-0890 be added in the amount of \$1,000 to establish a federal fund item to facilitate potential receipt of future federal funds. The Delta Protection Commission anticipates receiving federal funds as soon as fiscal year 2019-20. In order to make adjustments to accommodate potential future federal funds, a federal fund item is needed in the Budget Act.

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

KEELY MARTIN BOSLER
Director
By:

/s/ Vivek Viswanathan

VIVEK VISWANATHAN
Chief Deputy Director

Attachment

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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
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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 Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
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
Mr. Wade Crowfoot, Secretary, Natural Resources Agency
Mr. Bryan Cash, Assistant Secretary of Administration and Finance, Natural Resources Agency
Mr. Erik Vink, Executive Director, Delta Protection Commission
Ms. Denise Cook, Chief of Administrative Services, State Lands Commission



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 and Addition of Various Budget Bill Items, Support and Capital Outlay,
Department of Water Resources**

Open and Transparent Water Data Act (AB 1755)—It is requested that Item 3860-001-0140 be increased by \$1,058,000 to continue implementation of Chapter 506, Statutes of 2016 (AB 1755). AB 1755 requires the Department of Water Resources to develop and manage a statewide water data platform. Additional resources are needed to integrate existing water data into the platform over the next four years.

Dam Safety Risk Management—It is requested that Item 3860-001-3057 be increased by \$1,625,000 and 6 positions to develop, implement, and fully integrate risk assessments into the Department's dam safety protocols. This funding will allow the Department to implement recommendations from the dam safety technical advisory panel established pursuant to Chapter 3, Statutes of 2018 (AB 1270). It is further requested that Item 3860-401 be added to forgive the next three years of General Fund loan repayments originally provided for dam safety workload associated with Chapter 26, Statutes of 2017 (SB 92) (see Attachment 1). This General Fund loan forgiveness will allow the Department to delay dam safety fee increases associated with integrating the advisory panel's recommendations into dam safety protocols.

Urban Flood Risk Reduction (Project Adjustment)—It is requested that Item 3860-301-6088 be amended by shifting \$6,140,000 between phases within Schedule (1), with conforming amendments to various urban flood control projects specified in Provision 2, to support construction of the Oroville Wildlife Area Weir Enhancement project (see Attachment 2). The Department is prepared to enter into a construction contract on the Oroville Wildlife Area Weir Enhancement project and therefore needs additional funding to support the contract.

Salton Sea Reappropriation—It is requested that Item 3860-490 as proposed in the April 1 Finance Letter be amended to reappropriate the unencumbered balance of Proposition 1 funds for Salton Sea restoration activities (see Attachment 3). Project delays have occurred for various reasons and these funds are needed to continue implementation of the Salton Sea Management Plan.

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

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 Bob Wieckowski, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
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
Mr. Wade Crowfoot, Secretary, Natural Resources Agency
Mr. Bryan Cash, Assistant Secretary of Administration and Finance, Natural Resources Agency
Ms. Karla Nemeth, Director, Department of Water Resources
Ms. Kathie Kishaba, Deputy Directory, Business Operations, Department of Water Resources
Mr. Duard MacFarland, Budget Officer, Department of Water Resources

3860-401—Of the amount loaned pursuant to Item 3860-014-0001, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017), \$4,875,000 will not be required to be repaid.

“3860-301-6088—For capital outlay, Department of Water Resources, payable from the California Drought, Water, Parks, Climate, Coastal Protection, and Outdoor Access For All Fund.....98,000,000

Schedule:

(1) 0000743-Urban Flood Risk Reduction Program.....	25,000,000
(a) Study.....	410,000
(b) Acquisition.....	2,610,000
(c) Preliminary plans.....	890,000
(d) Working drawings.....	1,130,000
(e) Performance criteria.....	1,100,000
(f) Construction.....	18,860,000 <u>25,000,000</u>
(2) 0000745-Systemwide Flood Risk Reduction Program.....	73,000,000
(a) Construction.....	62,000,000
(b) Design-build.....	11,000,000

Provisions:

1. The funds appropriated in this item shall be available for multibenefit capital outlay projects that achieve public safety improvements and measurable fish and wildlife enhancement, consistent with paragraph (1) of subdivision (a) of Section 80145 of the Public Resources Code.
2. The amounts appropriated in Schedule (1) are provided for the following purposes:
 - (a) ~~\$420,000 for Bushy Lake and Woodlake Restoration.~~
 - (b) ~~\$4,200,000 for the Sacramento Area Flood Control Agency Habitat Berm project.~~
 - (c) ~~\$9,100,000~~ \$8,520,000 for the multi-benefit reclamation district 17 flood project.
 - (d) \$7,880,000 for the Southport Setback Levee project.
 - (e) ~~\$3,400,000~~ \$8,600,000 for the Oroville Wildlife Area Weir Enhancement.
3. The amounts appropriated in Schedule (2) are provided for the following purposes:
 - (a) \$55,000,000 for Yolo Bypass Phase I Implementation.
 - (b) \$3,000,000 for the Paradise Cut flood project.
 - (c) \$15,000,000 for the Butte Slough Outfall Gates project.
4. Notwithstanding existing law, the funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2022.”

“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, 2022:

3228—Greenhouse Gas Reduction Fund

- (1) Item 3860-001-3228, Budget Act of 2014 (Chs. 25 and 663, Stats. 2014), as added by Section 19 of Chapter 1 of the Statutes of 2015, for Water-Energy Grant Program

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002

- (1) Item 3860-001-6031, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018)
- (2) Item 3860-101-6031, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

- (1) Item 3860-001-6051, Budget Act of 2013 (Chs. 20 and 354, Stats. 2013), as reappropriated by Item 3860-491, Budget Act of 2014 (Chs. 25 and 663, Stats. 2014), as partially reverted by Item 3860-495, Budget Act of 2015 (Chs. 10 and 11, Stats. 2015), as reappropriated by Item 3860-491, Budget Act of 2016 (Ch. 23, Stats. 2016), as partially reverted by Item 3860-495, Budget Act of 2016 (Ch. 23, Stats. 2016), as reappropriated by Item 3860-490, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017) and as partially reverted by Item 3860-495, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)
- (2) Item 3860-001-6051, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018)
- (3) Item 3860-101-6051, Budget Act of 2014 (Chs. 25 and 663, Stats. 2014), as reappropriated by Item 3860-490, Budget Act of 2015 (Chs. 10 and 11, Stats. 2015), and as reappropriated by Item 3860-490, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)
- (4) Section 31 of Chapter 718 of the Statutes of 2010 as reappropriated by Item 3860-491, Budget Act of 2013 (Chs. 20 and 354, Stats. 2013), as reappropriated by Item 3860-490, Budget Act of 2015 (Chs. 10 and 11, Stats. 2015), as partially reverted by Items 3860-496 and 3860-497, Budget Act of 2015 (Chs. 10 and 11, Stats. 2015), and as reappropriated by Items, 3860-490 and 3860-491, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017)

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

- (1) Item 3860-001-6083, Budget Act of 2016 (Ch. 23, Stats. 2016), as reappropriated by Item 3860-490, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017), for San Joaquin River Restoration Project and Salton Sea Management Plan
- (2) Item 3860-004-6083, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017), Coastal Water Flood Risk Reduction, Central Valley Tributary Program, Delta Systemwide Flood Risk Reduction, Central Valley Systemwide Flood Risk Reduction, and Delta Levees Subventions
- (3) Item 3860-101-6083, Budget Act of 2015 (Chs. 10 and 11, Stats. 2015), as reappropriated by Item 3860-490, Budget Act of 2016 (Ch. 23, Stats. 2016), as reappropriated by Item 3860-490, Budget Act of 2017 (Chs. 14 and 22, Stats. 2017), and as reappropriated by Item 3860-491, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018), for Water Desalination Grant Program
- (4) Item 3860-101-6083, Budget Act of 2016 (Ch. 23, Stats. 2016), for Disadvantaged Community Project Grants
- (5) Item 3860-301-6083, Budget Act of 2016 (Ch. 23, Stats. 2016), for San Joaquin River Restoration Project and Salton Sea Management Plan

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

(1) Item 3860-001-6088, Budget Act of 2018 (Chs. 29 and 30, Stats. 2018)”