

May 13, 2022

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 4100-001-0001, Item 4100-001-0890 and Reimbursements, and Addition of Item 4100-490, Support, State Council on Developmental Disabilities

Increased Federal Fund and Reimbursement Authority (Issue 013)—It is requested that Item 4100-001-0890 be increased by \$95,000 on a one-time basis to provide additional federal fund expenditure authority for the State Council on Developmental Disabilities (Council) to recruit, hire, and train public health workers to respond to the COVID-19 Pandemic and prepare for future public health challenges. This request allows the Council to satisfy the grant requirements provided by the federal Administration for Community Living awarded on March 1, 2022.

It is also requested that provisional language be added to Item 4100-001-0890 to make the grant funds available for encumbrance or expenditure through June 30, 2024 to provide flexibility for the Council to expend the funds by the end of the grant period (see Attachment 1).

Additionally, it is requested that Item 4100-001-0001 be amended by increasing reimbursements by \$365,000 on a one-time basis to enable the Council to expend a grant received by the California Community Foundation for the purchase and distribution of emergency go-kits, which contain a variety of items that are useful for people with intellectual or developmental disabilities when evacuating from their homes during a natural disaster.

Reappropriation of Federal Grant Funds (Issue 015)—It is requested that Item 4100-490 be added to reappropriate up to \$458,000 from Item 4100-001-0890, Budget Act of 2020, to allow the Council to fully expend the vaccine access grant provided by the federal Administration for Community Living and the Centers for Disease Control (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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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
Aaron Carruthers, Executive Director, State Council on Developmental Disabilities
Ken DaRosa, Chief Deputy Director, State Council on Developmental Disabilities
Lynn Cach, Budget Officer, State Council on Developmental Disabilities

Add the following provision to Item 4100-001-0890:

1. Of the amount appropriated in Schedule (3) of this item, \$95,000 shall be available for encumbrance or expenditure until June 30, 2024, related to the Administration for Community Living grant.

Item 4100-490 is added to read:

4100-490—Reappropriation, State Council on Developmental Disabilities. 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, 2023:

0890—Federal Trust Fund

- (1) Up to \$458,000 of the unencumbered balance in Schedule (3) of Item 4100-001-0890, Budget Act of 2020 (Ch. 6, Stats. 2020), related to the vaccine access grant from the Administration for Community Living and Centers for Disease Control.

May 13, 2022

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 4120-001-0001 and Reimbursements, Support,
Emergency Medical Services Authority**

COVID-19 Medical Surge Staff Reimbursement (Issue 027)—It is requested that Item 4120-001-0001 be amended by increasing reimbursements by \$100 million one-time to recover costs for the deployment of medical surge staff.

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 Sonal Patel, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
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Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Marko Mijic, Undersecretary, California Health and Human Services Agency
Brendan McCarthy, Deputy Secretary, California Health and Human Services Agency
Julie Souliere, Assistant Secretary, California Health and Human Services Agency
Elizabeth Basnett, Acting Director, Emergency Medical Services Authority
Louis Bruhnke, Chief Deputy Director, Emergency Medical Services Authority
Richard Trussell, Chief of Administration, Emergency Medical Services Authority

May 13, 2022

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 Items 4140-101-0001 and 4140-101-0890, and Elimination of Items 4140-001-3397 and 4140-101-3391, Support and Local Assistance, and Statutory Changes, Department of Health Care Access and Information

Uncompensated Care Fund for Abortion Services (Issue 103)—It is requested that Item 4140-101-0001 be increased by \$40 million one-time to establish and administer an uncompensated care fund to support abortion services for individuals below 400 percent of the Federal Poverty Level. It is also requested that provisional language be added to Item 4140-101-0001 to support implementation of the program (see Attachment 1).

Small Rural Hospital Improvement Program Increase in Expenditure Authority (Issue 104)—It is requested that Item 4140-101-0890 be increased by \$71,000 ongoing for support of the Small Rural Hospital Improvement Program. The requested increase will allow the Department to award all available federal funds to small and rural hospitals, enabling these institutions to improve their quality of care and remain sustainable.

Health and Home Care Workforce (Issue 105)— It is requested that Item 4140-001-0001 be decreased by \$900,000 and Item 4140-101-0001 be decreased by \$17.1 million to shift funds to the Labor and Workforce Development Agency. It is requested that Items 4140-001-3397 and 4140-101-3397 be eliminated to shift funds to the Department of Health Care Services and the Department of Rehabilitation. It is also requested that provisional language be added to Item 4140-101-0001 to provide exemption from Public Contract Code requirements to support implementation of the proposal included in the Governor's Budget (see Attachment 1).

Statutory Changes: Community Health Workers—It is requested that statutory changes be adopted to define the role and eligibility requirements of Community Health Workers included in the Administration's Care Economy Workforce proposal. The statutory changes would also require statewide requirements for Community Health Worker training and certification programs to be established.

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 Katherine Clark, Assistant Program Budget Manager, at (916)445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

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Attention: Mark McKenzie, Staff Director
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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
Elizabeth Landsberg, Director, Department of Health Care Access and Information
Scott Christman, Chief Deputy Director, Department of Health Care Access and
Information
Monica Erickson, Deputy Director of Administrative Services, Department of Health Care
Access and Information
Caryn Rizell, Deputy Director of Healthcare Workforce Development, Department of
Health Care Access and Information

Amend the following provision of Item 4140-101-0001 as follows:

- "5. Of the funds appropriated in Schedule (1), ~~\$ 256,975,000~~ \$239,875,000 is available for encumbrance or expenditure until June 30, 2028, to administer the Health and Home Care Workforce Program.

a) Contracts entered into or amended pursuant to this provision 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, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and the State Administrative Manual, and shall be exempt from the review or approval of any division of the Department of General Services."

Add the following provision to Item 4140-101-0001:

9. Of the funds appropriated in Schedule (1), \$40,000,000 is available to establish and administer an uncompensated care fund for abortion services for individuals below 400% of the Federal Poverty Level.

a) Contracts entered into or amended pursuant to this provision 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, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and the State Administrative Manual, and shall be exempt from the review or approval of any division of the Department of General Services.

May 13, 2022

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 4170-001-0001, Support, and Item 4170-101-0001 Local Assistance, and Elimination of item 4170-101-3167, Local Assistance, and Statutory Changes, California Department of Aging

Master Plan for Aging Investments (Issue 035)—It is requested that Item 4170-001-0001 be increased by \$8,891,000 and 7 positions ongoing and provisional language be added to support the Master Plan for Aging (See Attachment 1).

Caregiver Resource Centers (Issue 036)—It is requested that Item 4170-001-0001 be increased by \$545,000 and 1 position ongoing, Item 4170-101-0001 be increased by \$14,918,000 ongoing, and statutory changes be adopted to transfer the Caregiver Resource Center program from the Department of Health Care Service to the California Department of Aging (see related issue in the Department of Health Care Services Finance Letter reflecting the net-zero local assistance transfer).

Community Assistance, Recovery, and Empowerment (CARE) Court (Issue 037)—It is requested that Item 4170-001-0001 be increased by \$1,441,000 and 10 positions ongoing and Item 4170-101-0001 be increased by \$8,559,000 ongoing to establish the CARE Court Supporters Program (see related issues in the Department of Health Care Services and Judicial Branch Finance Letters).

Technical Adjustments

Transfer of Multipurpose Senior Services Program Local Assistance Expenditure Authority (Issue 033)—It is requested that Item 4170-101-0001 be decreased by \$31,932,000 ongoing to reflect the net-zero transfer of local assistance expenditure authority for the Multipurpose Senior Services Program from the California Department of Aging to the Department of Health Care Services (see Item 4260-101-0001 in the May 2022 Medi-Cal Local Assistance Estimate, Regular Policy Change 36 for corresponding change).

The California Department of Aging will continue to oversee and administer the program. Currently, the local assistance funding is reimbursed to the Department of Health Care Services which makes payments to providers. This technical adjustment streamlines fiscal administration of the program by reflecting the costs directly in the Department of Health Care Services budget and aligns with how the California Department of Aging's other Medi-Cal programs are budgeted.

Long-Term Care Ombudsman Expenditure Authority Transfer (Issue 039)—It is requested that Item 4170-101-0001 be increased by \$1.9 million ongoing and Item 4170-101-3167 be eliminated on an ongoing basis to reflect the transfer of expenditure authority from the Skilled Nursing Facility Quality and Accountability Special Fund to the General Fund. Welfare & Institutions Code (WIC) Section 14126.022 makes the fund inoperative on December 31, 2022. The Department of Health Care Services proposes statutory changes that will replace the expenditures from this Fund with direct General Fund expenditures for these activities (See Skilled Nursing Facility Financing Statutory Change Issue).

Language Only

Long-Term Care Patient Representative Program—It is requested that Provision 3 of Item 4170-101-0001 be amended to authorize the California Department of Aging to utilize the expenditure authority in that Item for state operations to directly provide public patient representative services in any area of the State where the department is unable to contract with a local program (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 Andrew Duffy, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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
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Honorable Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
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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
Brendan McCarthy, Deputy Secretary, California Health and Human Services Agency
Darci Delgado, Assistant Secretary, California Health and Human Services Agency
Susan DeMarois, Director, California Department of Aging
Mark Beckley, Chief Deputy Director, California Department of Aging
Thomas Cameron, Deputy Director, California Department of Aging
Nicole Shimosaka, Chief Financial Officer, California Department of Aging

Add the following provisions to Item 4170-001-0001:

1. Of the amount appropriated in Schedule (3) of this item, \$3,500,000 shall be available for encumbrance or expenditure until June 30, 2024, for a public awareness and outreach campaign for the Long-Term Care Ombudsman program.
2. (a) Of the amount appropriated in Schedule (6) of this item, \$4,000,000 shall be available for encumbrance or expenditure until June 30, 2024, for an evaluation of Home and Community-Based Services in California.

(b) Notwithstanding any other law, the department may enter into exclusive or nonexclusive contracts, or amend existing contracts, on a bid or negotiated basis to implement the activities described in this provision. Contracts entered into or amended pursuant to this provision 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, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and the State Administrative Manual, and shall be exempt from the review or approval of any division of the Department of General Services.

Amend Provision 3 of Item 4170-101-0001 as follows:

- "3. (a) Notwithstanding any other law, upon request by the Department of Aging ~~and in consultation with the Department of Public Health~~, the Department of Finance may increase the expenditure authority in Schedule (2) of this item for the ~~Office of~~ Long-Term Care Patient Representative Program established by Chapter 3.6 of Division 8.5 of the Welfare and Institutions Code if the expenditure authority in this item is projected to be insufficient to provide adequate patient representative services based on program caseload and service costs. The Department of Finance shall not authorize an increase pursuant to this provision sooner than 30 days after notification in writing of the necessity thereof is provided to the chairpersons of the committees in each house of the Legislature that consider appropriations and the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time after that notification the Chairperson of the Joint Legislative Budget Committee, or the chairperson's designee, may determine.
- (b) Notwithstanding any other law, if the Department of Aging is unable to contract with a Long-Term Care Patient Representative Local Program in any area of the State, the Department of Aging may utilize the expenditure authority in Schedule (2) of this Item for state operations to directly provide public patient representative services in that area of the State."

May 13, 2022

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, Reimbursements, and
Statutory Changes, Support and Local Assistance, Department of Health Care Services**

State Operations

Community Assistance, Recovery, and Empowerment Court (Issue 217)—It is requested that Item 4260-001-0001 be increased by 7 positions and \$15,178,000 in fiscal year 2022-23, \$1,065,000 annually between fiscal year 2023-24 and fiscal year 2026-27, and \$1,315,000 in fiscal year 2027-28 and ongoing to support the implementation of the Community Assistance, Recovery and Empowerment (CARE) Court Program, including designing training and technical assistance for counties. It is also requested that provisional language be added to Item 4260-001-0001 (see Attachment 1).

Opioid Settlements Fund Oversight and State-Directed Programs (Issue 286)—It is requested that Item 4260-001-3397 be increased by \$29,113,000 one-time, available over three-years, and Item 4260-116-3397 be increased by \$10 million one-time, available over three-years, to support substance use disorder provider training and distribution of naloxone to homeless service providers. It is also requested that provisional language be amended in Item 4260-001-3397 (see Attachment 2) and added to Item 4260-116-3397 (see Attachment 3).

Local Assistance

Medi-Cal Estimate (Issues 219, 251, 287, 288, and 298)—It is requested that the adjustments below be made to the following items to reflect miscellaneous adjustments outlined in the Medi-Cal estimate.

- Item 4260-101-0001 be increased by \$1,018,614,000 and reimbursements be increased by \$91,254,000
- Item 4260-101-0232 be decreased by \$12,289,000
- Item 4260-101-0233 be decreased by \$3,520,000
- Item 4260-101-0236 be decreased by \$7,747,000
- Item 4260-101-0890 be increased by \$7,106,030,000
- Item 4260-101-3168 be decreased by \$2,691,000
- Item 4260-101-3305 be increased by \$51,754,000
- Item 4260-101-3375 be decreased by \$620,000
- Item 4260-102-0001 be decreased by \$4,128,000
- Item 4260-102-0890 be decreased by \$1,484,000
- Item 4260-106-0890 be increased by \$4,860,000
- Item 4260-112-0001 be increased by \$266,573,000
- Item 4260-113-0001 be increased by \$10,134,000
- Item 4260-113-0890 be increased by \$69,708,000
- Item 4260-117-0001 be decreased by \$237,000
- Item 4260-117-0890 be decreased by \$486,000

Los Angeles County Misdemeanor Incompetent to Stand Trial Services and Supports (Issues 219, 287, 288, and 298)—It is requested that Item 4260-101-0001 be increased by \$100 million one-time, available over five years, to support and expand access to community-based health care treatment and housing for individuals charged with a misdemeanor and found incompetent to stand trial in Los Angeles County. It is also requested that Provision 18 be added to Item 4260-101-0001 to conform to this action (see Attachment 4).

CalHOPE Extension (Issues 219, 287, 288, and 298)—It is requested that Item 4260-101-0001 be increased by \$80 million in fiscal year 2022-23 and \$40 million in fiscal year 2023-24 to continue CalHOPE crisis counseling to Californians after federal FEMA grant funding ends until December 2023. It is also requested corresponding provisional language be added to Item 4260-101-0001 (see Attachment 4).

Behavioral Health Crisis Continuum Planning (Issues 219, 287, 288, and 298)—It is requested that Item 4260-101-0001 be increased by \$1.5 million one-time to continue a current year contract to support the California Health and Human Services Agency's Department of Health Care Services-specific component of a long-term plan for the behavioral health crisis continuum of care. It is also requested the corresponding provisional language be added to Item 4260-101-0001 (see Attachment 4).

Behavioral Health Federal Funds Adjustment (Issue 212)—It is requested that Item 4260-115-0890 be increased by \$31,148,000 one-time and Item 4260-116-0890 be increased by \$31,838,000 one-time to reflect an adjustment to the projected federal funds to support mental health and substance use disorder services. The increase in Item 4260-115-0890 primarily reflects a partial shift of a one-time Coronavirus Response and Relief Supplemental Appropriations Act of 2021 grant from fiscal year 2021-22 to fiscal year 2022-23. The remaining expenditure authority in fiscal year 2021-22 will be repurposed for recently awarded grants to support CalHOPE and "9-8-8" National Suicide Prevention Lifeline crisis centers. The increase in Item 4260-116-0890 reflects a partial shift of one-time COVID-19-related grant and one-time American Rescue Plan Act of 2021 grant from fiscal year 2021-22 to fiscal year 2022-23.

Transfer Caregiver Resource Centers Expenditure Authority to California Department of Aging (Issue 214)—It is requested that Item 4260-115-0001 be decreased by \$14,918,000 ongoing to reflect the net-zero local assistance transfer of the Caregiver Resource Center program to the California Department of Aging (see related issue in the California Department of Aging Letter reflecting the corresponding transfer).

Family Health Estimate (Issue 218)—It is requested that Item 4260-111-0001 be increased by \$15,534,000 ongoing, reimbursements be decreased by \$28,000 ongoing, and Item 4260-114-0001 be decreased by \$1,755,000 ongoing. These changes reflect revised expenditures due to caseload and other miscellaneous adjustments outlined in the Family Health Estimate.

Village San Francisco and Yurok Tribe of California Regional Wellness

Center (Issue 224)—It is requested that Item 4260-101-0001 be increased by \$30 million one-time to provide resources to the Friendship House San Francisco to support a portion of the construction costs of a multi-use health facility for the Village San Francisco (\$15 million) and to the Yurok Tribe of California to construct a Regional Wellness Center (\$15 million).

Health Enrollment Navigators (Issue 231)—It is requested that Item 4260-101-0001 be increased by \$30 million and Item 4260-101-0890 be increased by \$30 million one-time to continue the Medi-Cal Health Enrollment Navigators Project through fiscal year 2025-26.

Equity and Practice Transformation Provider Payments (Issue 274)—It is requested that Item 4260-101-0001 be decreased by \$130 million in fiscal year 2022-23, increased by \$107.5 million in fiscal year 2023-24, and increased by \$57.5 million in fiscal years 2024-25, 2025-26 and 2026-27, and Item 4260-101-0890 be decreased by \$130 million in fiscal year 2022-23, increased by \$107.5 million in fiscal year 2023-24, and increased by

\$57.5 million in fiscal years 2024-25, 2025-26 and 2026-27 to provide one-time payments to providers to address COVID-19 driven health disparities, improve quality in children's preventive, maternity and integrated behavioral health care, and advance practice transformation aligned with value-based payment models. It is also requested that provisional language be amended to extend encumbrance or expenditure by three years until June 30, 2027 (see Attachment 4).

Elimination of Specified Medi-Cal AB 97 Provider Rate Reductions (Issue 275)—It is requested that Item 4260-101-0001 be decreased by \$4,728,000, Item 4260-113-0001 be decreased by \$249,000, Item 4260-101-0890 be decreased by \$5,113,000, and Item 4260-113-0890 be decreased by \$464,000 ongoing to reflect updated estimates for eliminating the AB 97 rate reductions for specified providers.

Reduction of Title XXI Premiums (Issue 276)—It is requested that Item 4260-113-0001 be decreased by \$158,000, Item 4260-113-0890 be decreased by \$509,000, and statutory changes be decreased by \$24,000 ongoing to reflect updated costs to reduce premiums in the Title XXI program.

Reducing Premiums for Working Disabled Adults (Issue 277)—It is requested that Item 4260-101-0001 be increased by \$789,000 ongoing to reflect updated costs to reduce premiums for working disabled adults.

California Advancing and Innovating Medi-Cal (CalAIM) (Issue 281)—It is requested that Item 4260-101-0001 be increased by \$192,315,000, Item 4260-101-0890 be increased by \$214,701,000, Item 4260-113-0001 be increased by \$920,000, and Item 4260-113-0890 be increased by \$1,708,000 ongoing to reflect updated CalAIM estimates. It is also requested that provisional language be added to Item 4260-101-0001 (see Attachment 4).

Skilled Nursing Facility Financing (Issue 284)—It is requested that Item 4260-101-0001 be increased by \$55.3 million ongoing, Item 4260-101-0890 be increased by \$61.4 million ongoing, and statutory changes be added to provide a new Workforce and Quality Incentive Program for Skilled Nursing Facilities.

Language Only

Student Behavioral Health Incentive Program Reappropriation (Issue 294)—It is requested that Item 4260-491 be added to reappropriate the Children and Youth Behavioral Health Initiative's Student Behavioral Health Incentive Program extending the encumbrance and expenditure deadline until June 30, 2025 (see Attachment 5).

Reimbursement Authority Estimate Adjustments—It is requested that Provision 9 of Item 4260-101-0001 be amended to clarify that current year Medi-Cal Estimate adjustments authorized by that provision may include adjustments to scheduled reimbursements (see Attachment 4).

Managed Care Plan Monetary Sanction—It is requested that Provision 21 be added to Item 4260-101-0001 to allow the Department of Health Care Services to use specified monetary sanctions imposed on a Medi-Cal managed care plan as grants to qualifying, non-profit legal aid programs and organizations that serve Medi-Cal managed care enrollees in Los Angeles County or other impacted counties through June 30, 2024 (see Attachment 4).

General Fund to Proposition 56 Expenditure Transfer—It is requested that Provisions 1 and 2 of Item 4260-112-0001 be amended to clarify technical details by which General Fund monies will be used to backfill Proposition 56 provider payments if there are insufficient revenues in the Health Care Treatment Fund (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 Laura Ayala, Andrew Duffy, or Iliana Ramos, Principal Program Budget Analysts, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
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Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Brendan McCarthy, Deputy Secretary of Program and Fiscal Affairs, California Health and
Human Services Agency
Kimberly Chen, Assistant Secretary, California Health and Human Services Agency
Michelle Baass, Director, Department of Health Care Services
Jacey Cooper, Chief Deputy Director, Department of Health Care Services
Erika Sperbeck, Chief Deputy Director, Department of Health Care Services
Lori Walker, Deputy Director and Chief Financial Officer, Department of Health Care
Services

Add Provision 10 to Item 4260-001-0001 as follows:

10. (a) Of the funds appropriated in Schedule (1), \$14,050,000 is available for encumbrance or expenditure until June 30, 2027 for the State Department of Health Care Services to support contracts to provide technical assistance for the implementation of the Community Assistance, Recovery, and Empowerment Court.

Amend Provision 1 of Item 4260-001-3397 as follows:

"1. Of the funds appropriated in Schedule (1) of this item, ~~\$31,200,000~~ \$60,563,000 is available for encumbrance or expenditure until June 30, 2025, to support substance use disorder provider training and to operate a web-based statewide addiction treatment locator platform and related outreach campaign."

Add Provision 1 to Item 4260-116-3397 as follows:

1. Of the funds appropriated in Schedule (1) of this item, \$14,750,000 is available for encumbrance or expenditure until June 30, 2025, to distribute naloxone to providers and organizations addressing the needs of individuals experiencing homelessness.

Amend Provision 9 and 15 of Item 4260-101-0001 as follows:

"9. Notwithstanding any other law, the Department of Finance may authorize the transfer of expenditure authority between ~~Schedules (1), (2), and (3) and between schedules within this item and between~~ this item and Items 4260-102-0001, 4260-111-0001, 4260-113-0001, 4260-114-0001, and 4260-117-0001 in order to effectively administer the programs funded in these items. The Department of Finance may revise reimbursement authority in this item in order to effectively administer the programs funded in these items. The Department of Finance shall notify the Legislature within 10 days of authorizing such a transfer unless prior notification of the transfer has been included in the Medi-Cal estimates submitted pursuant to Section 14100.5 of the Welfare and Institutions Code. The 10-day notification to the Legislature shall include the reasons for the transfer, the fiscal assumptions used in calculating the transfer amount, and any potential fiscal effects on the program from which funds are being transferred or for which funds are being reduced."

"15. (a) Of the amount appropriated in this item, ~~\$200,000,000~~ \$70,000,000 in Schedule (3) is available for encumbrance or expenditure until June 30, ~~2024~~ 2027 for the State Department of Health Care Services to make equity and practice transformation payments to qualifying Medi-Cal managed care plans, or through Medi-Cal managed care plans to their qualified contracted providers, to advance equity, reduce COVID-19-driven care gaps, invest in up-stream care models and partnerships to address health and wellness for ages zero to five and fund practice transformation aligned with value-based payment models to allow Medi-Cal providers to better serve the state's diverse Medi-Cal enrollee population. Subject to (b), payments pursuant to this provision are intended to promote patient-centered models of care and align with the goals of the DHCS' Comprehensive Quality Strategy.

(b) The State Department of Health Care Services shall develop the methodology, eligibility criteria, metrics, performance milestones, and any other parameters for receipt of payments authorized in this provision.

(c) This provision shall be implemented only to the extent any necessary federal approvals are obtained, and federal financial participation is available and not otherwise jeopardized.

(d) Notwithstanding Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, the State Department of Health Care Services may implement this provision and any associated federal funding by means of plan or county letters, information notices, plan or provider bulletins, or other similar instructions, without taking any further regulatory action.

(e) For purposes of this provision, 'Medi-Cal managed care plan' shall have the same meaning as provided in subdivision (j) of Section 14184.101 of the Welfare and Institutions Code."

Add Provisions 18, 19, 20, and 21 to Item 4260-101-0001 as follows:

18. (a) Of the funds appropriated in Schedule (3), \$100,000,000 is available for encumbrance or expenditure until June 30, 2027, for the State Department of Health Care Services to provide grant funding to Los Angeles County to support and expand access to community-based health care treatment and housing for individuals charged with a misdemeanor and found incompetent to stand trial.

(b) Upon order of the Department of Finance, up to \$780,000 of the funds made available pursuant to this provision shall be transferred to Schedule (1) of Item 4260-001-0001 for administration of the program described in (a) and are available for encumbrance or expenditure until June 30, 2027.

(c) (1) Of the grant funding provided pursuant to this provision, at least seventy-five percent shall be allocated for capital costs to construct, acquire, or rehabilitate real estate assets for use as non-correctional treatment and housing facilities to serve the target population described in (a). This may include, but is not limited to, residential treatment settings, clinically enhanced interim housing settings, licensed adult and senior care settings, permanent supportive housing, or a capitalized operating subsidy reserve. (2) Of the grant funding provided pursuant to the provision, up to twenty-five percent may be allocated for rental subsidies to support placement of the target population described in (a) within qualified residential settings.

(d) As determined by the State Department of Health Care Services, Los Angeles County shall meet all of the following conditions in order to receive grant funding pursuant to this provision: (1) provide qualifying matching funds or real property, as approved by the State Department of Health Care Services, that is equal to at least ten percent of the grant funding provided; (2) expend grant funding to supplement and not supplant existing funding available for the purposes described in this provision; (3) report relevant data to the State Department of Health Care Services, in a form, manner and frequency it requires, for the first five years of implementation; and (4) for capital costs described in (b) (1), commit to providing health care treatment or housing, or both, for the target population described in (a) in the financed facility or facilities for a minimum of thirty years.

(e) This provision shall be implemented only if, and to the extent that, the State Department of Health Care Services determines that federal financial participation under the Medi-Cal program is not jeopardized

(f) Notwithstanding Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, the State Department of Health Care Services may implement, interpret, or make specific this provision, in whole or in part, by means of information notices or other similar instructions, without taking any further regulatory action.

(g) For purposes of implementing this provision, the State Department of Health Care Services may enter into exclusive or nonexclusive contracts, or amend existing contracts, on a bid or negotiated basis. Contracts entered into or amended pursuant to this provision 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, 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.

19. (a) Of the funds appropriated in this item, \$80,000,000 in Schedule (3) is for the State Department of Health Care Services to support CalHOPE and \$1,500,000 in Schedule (1) is for the State Department of Health Care Services to support planning efforts for the behavioral health crisis continuum of care.

(b) For purposes of implementing this provision, the department may enter into exclusive or nonexclusive contracts, or amend existing contracts, on a bid or negotiated basis. Contracts entered into or amended pursuant to this provision 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, 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.

20. Notwithstanding any other provision of law, the Department of Finance may adjust amounts in this item, Item 4260-111-0001, or any other related item resulting from the State Department of Health Care Services obtaining federal approval to claim federal financial participation for expenditures associated with Designated State Health Programs as part of the CalAIM Demonstration. Within 30 days of making any adjustment pursuant to this provision, the Department of Finance shall report the adjustment in writing to the Joint Legislative Budget Committee.

21. (a) The nonfederal share amounts received by the State Department of Health Care Services as monetary sanctions collected in the 2022-23 state fiscal year pursuant to subdivision (g) of Section 14197.7 of the Welfare and Institutions Code shall pursuant to subdivision (q)(1) of Section 14197.7 of the Welfare and Institutions Code be deposited into the General Fund.

(b) This Item shall be augmented by the amount deposited into the General Fund per (a) and available for encumbrance or expenditure until June 30, 2024 for the State Department of Health Care Services to award grants to qualifying, non-profit legal aid programs and organizations that serve Medi-Cal managed care enrollees in Los Angeles County or other impacted counties, as necessary.

(c) The State Department of Health Care Services shall determine the eligibility criteria, methodology and distribution of funds appropriated in this provision.

(d) The State Department of Health Care Services may enter into exclusive or non-exclusive contracts, or amend existing contracts, on a bid or negotiated basis for purposes of implementing this item. Contracts entered into or amended pursuant to this provision 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, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and from the State Administrative and State Contracting manuals, and shall be exempt from the review or approval of any division of the Department of General Services.

4260-491—Reappropriation, State Department of Health Care 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) Provision 16(a) of Item 4260-101-0001, Budget Act of 2021.

0890—Federal Trust Fund

(1) Provision 3 of Item 4260-101-0890, Budget Act of 2021.

Amend Provision 1 and 2 of Item 4260-112-0001 as follows:

"1. The amount transferred pursuant to this item shall reflect the amount determined by the Department of Finance to be necessary to support expenditures authorized from the Healthcare Treatment Fund exceeding the available fund balance and revenues. Upon the order of the Department of Finance, the Controller shall return funds transferred pursuant to this item which exceed the amount necessary at the end of the fiscal year. The Department of Finance may increase or decrease the amount of this transfer based on expenditure and revenue projections. The Department of Finance may direct the Controller to make one or more transfers on a schedule determined by the Department of Finance. The Department of Finance may delegate the scheduling of transfers to the Department of Health Care Services. The authority to make transfers pursuant to this item shall be available without regard to fiscal year. ~~equal the difference between expenditures from the Healthcare Treatment Fund in the 2022-23 fiscal year, including expenditures from Items 4260-001-3305, 4260-101-3305, and any statewide assessments, and the available resources in the fund as of June 30, 2023, including any other transfers, revenues, prior year fund balances, and other prior year adjustments. The Controller shall return any funds transferred in excess of this amount to the General Fund.~~

2. (a) If the amount ~~calculated in~~ determined to be necessary in accordance with Provision 1 exceeds the authority of this item, the Department of Finance may increase the transfer authority in this item.

(b) The Department of Finance shall notify the Joint Legislative Budget Committee within 10 days of authorizing an increase to this appropriation unless prior notification of the revised amount has been included in the Medi-Cal estimates submitted pursuant to Section 14100.5 of the Welfare and Institutions Code."

May 13, 2022

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, Addition of Items 4265-021-3398 and 4265-491, and Elimination of Item 4265-021-0001, Support and Local Assistance, Department of Public Health

Extreme Heat: Enhanced Protections for Vulnerable Populations (Issue 255)—It is requested that Item 4265-001-0001 be increased by \$3 million one-time to implement the Extreme Heat Action Plan. It is also requested that provisional language be added that extends encumbrance and expenditure authority through June 30, 2025 (see Attachment 1).

Skilled Nursing Facilities Staffing Audits (Issue 261)—It is requested that Item 4265-001-0001 be increased by \$4 million one-time to support administrative activities associated with the Skilled Nursing Facility Workforce and Quality Incentive Program. It is also requested that provisional language be added to shift expenditure authority to the Skilled Nursing Facility Quality and Accountability Special Fund under specified criteria (see Attachment 1).

Public Health Electronic Licensing Program for Tissue Banks and Biologics Facilities Adjustment (Issue 265)—It is requested that Item 4265-001-0076 be increased by \$289,000 and 2 positions ongoing and Item 4265-001-0098 be decreased by the corresponding amounts ongoing to appropriately align program expenditures with funding source.

AIDS Drug Assistance Program Estimate (Issue 285)—It is requested that Item 4265-111-0890 be decreased by \$3,257,000 ongoing and Health and Safety Code section 120956 be increased by \$37,665,000 ongoing to reflect adjusted expenditure adjustments.

Women, Infant, and Children Program Estimate (Issue 286)—It is requested that Item 4265-111-0890 be increased by \$11,076,000 ongoing and Item 4265-111-3023 be increased by \$7,097,000 ongoing to reflect adjusted expenditure estimates.

Genetic Disease Screening Program Estimate (Issue 287)—It is requested that Item 4265-001-0203 be decreased by \$1,268,000 ongoing and Item 4265-111-0203 be decreased by \$3,208,000 ongoing to reflect adjusted expenditure estimates.

Children and Youth Behavioral Initiative: Public Education and Change Campaign Reappropriation (Issue 332)—It is requested that Item 4265-491 be added to reappropriate up to \$5 million from Item 4265-001-0001, Budget Act of 2021, and be available for encumbrance or expenditure until June 30, 2024, to increase the behavioral health literacy of all Californians and normalize and support the prevention and early intervention of mental health and substance use challenges for the Children and Youth Behavioral Health Initiative (see Attachment 2).

Transgender Wellness and Equity Fund Reappropriation (Issue 333)—It is requested that Item 4265-491 be added to reappropriate up to \$13 million from Subdivision (e) (6) of Section 19.57, Budget Act of 2021, and be available for encumbrance or expenditure until June 30, 2025 to administer the Transgender Wellness and Equity Fund grant program and provide grants to community-based organizations that serve transgender, gender nonconforming, or intersex individuals (see Attachment 2). It is also requested to add Items 4265-012-0001 and 4265-112-0001 to authorize the transfer of re-appropriated General Fund to the Transgender Wellness and Equity Fund (see Attachments 3 and 4).

Reproductive Health Awareness, Education, and Research (Issue 337)—It is requested that Item 4265-001-0001 be increased by \$3.7 million one-time to promote awareness of reproductive health rights and services and research into disparities in reproductive health access, and Item 4265-111-0001 be increased by \$13.3 million one-time to support grants to community-based organizations to provide comprehensive reproductive and sexual health education. It is also requested that provisional language be added to both Items to extend expenditure or encumbrance authority through June 30, 2025 (see Attachments 1 and 5).

Childhood Lead Poisoning Prevention Program Information Technology

Project Implementation Reappropriation (Issue 345)—It is requested that Item 4265-491 be added to reappropriate up to \$5,948,000 from Item 4265-001-0080 of the Budget Act of 2021 to support the development and implementation of the Surveillance, Health, Intervention, and Environmental Lead Database Information Technology Project. It is also requested that provisional language be added that authorizes expenditure upon Department of Technology project approval (see Attachment 2).

COVID-19 Direct Response Expenditures (Issues 352, 382, and 383)—It is requested that Item 4265-021-0001 be eliminated to reflect shifting of funding to the California Emergency Relief Fund and Item 4265-021-3398 be added in the amount of \$1,782,036,000 one-time to continue direct response activities associated with the COVID-19 pandemic and the Administration's SMARTER plan (see Attachment 6). It is also requested that Item 4265-001-0001 be amended by increasing reimbursements by \$100 million one-time to recover costs for the deployment of medical surge staff.

All Children Thrive Implementation Re-appropriation (Issue 348)—It is requested that Item 4265-491 be added to reappropriate up to \$2.6 million from Item 4265-001-3085 of the Budget Act of 2018 to complete evaluation activities for the All Children Thrive pilot program (see Attachment 2).

Opioid Public Awareness Campaign (Issue 350)—It is requested that Item 4265-001-3397 be increased by \$2,716,000 one-time for public awareness campaigns related to youth opioid education and fentanyl risk awareness. It is also requested that provisional language in Item 4265-001-3397 be amended to reflect this adjustment (see Attachment 7).

Information Technology, Data Science, and Informatics Framework for a 21st Century Public Health System (Issue 358)—It is requested that Item 4265-001-0001 be increased by 10 positions ongoing and Item 4265-001-0099 be decreased by \$1.5 million and 10 positions ongoing, consistent with the Information Technology, Data Science, and Informatics Framework for a 21st Century Public Health System proposal.

Children and Youth Suicide Prevention Grants and Outreach Campaign (Issue 360)—It is requested that Item 4265-001-0001 be increased by \$40 million one-time to provide competitive grants to community based organizations to support children and youth at increased risk of suicide, with a focus on Black, Native American, Latino, and foster youth, and develop a targeted children and youth suicide prevention public outreach campaign. It is also requested that provisional language be added to extend expenditure and encumbrance authority through June 30, 2025 (see Attachment 1).

Proposition 99 Expenditure Adjustments (Issues 361-363)—It is requested that the following items be amended to reflect changes in cigarette tax revenue estimates:

- Item 4265-001-0231 be decreased by \$2,845,000 ongoing
- Item 4265-001-0234 be increased by \$396,000 ongoing
- Item 4265-001-0236 be decreased by \$302,000 ongoing
- Item 4265-111-0231 be decreased by \$2,250,000 ongoing

Increased Capacity, Training, and Care for LGBTQ+ Youth (Issue 387)—It is requested that Item 4265-111-0001 be increased by \$5 million one-time to support grants for counties and community-based organizations to provide culturally responsive care that addresses the unique needs and protections of LGBTQ+ Youth.

Sickle Cell Disease Treatment Infrastructure (Issue 388)—It is requested that Item 4265-001-0001 be increased by \$5 million one-time to support sickle cell disease treatment infrastructure.

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

If you have any questions or need additional information regarding this matter, please call Sonal Patel, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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, California Health and Human Services Agency
Brendan McCarthy, Deputy Secretary of Program and Fiscal Affairs, California Health and
Human Services Agency
Julie Souliere, Assistant Secretary, California Health and Human Services Agency
Dr. Tomas Aragon, State Public Health Officer, California Department of Public Health
Susan Fanelli, Chief Deputy Director of Policy and Programs, California Department of
Public Health
Brandon Nunes, Chief Deputy Director of Operations, California Department of Public
Health

Add the following provisions to Item 4265-001-0001:

16. Of the amount appropriated in this item, \$1,500,000 appropriated in Schedule (2) and \$1,500,000 appropriated in Schedule (3) shall be available for encumbrance or expenditure until June 30, 2025, to implement the Extreme Heat Action Plan.

17. Of the amount appropriated in Schedule (3) of this item, the Department of Finance may transfer up to \$4,000,000 in expenditure authority to the Skilled Nursing Facility Quality and Accountability Special Fund if statutory changes extend the existence of said fund.

18. Of the amount appropriated in this item, \$3,700,000 appropriated in Schedule (2) shall be available for encumbrance or expenditure until June 30, 2025, to promote awareness of reproductive health rights and services and research into disparities in reproductive health access.

19. Of the amount appropriated in this item, \$40,000,000 appropriated in Schedule (2) shall be available for encumbrance or expenditure until June 30, 2025, to support the Children and Youth Suicide Prevention Grants and Outreach Campaign.

4265-491—Reappropriation, State Department of Public Health. The amounts 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 \$5,000,000 of the appropriation provided in Schedule (2) of Item 4265-001-0001, Budget Act of 2021, is reappropriated for the Children and Youth Behavioral Health Initiative to increase the behavioral health literacy of all Californians and normalize and support the prevention and early intervention of mental health and substance use challenges, and is available for encumbrance or expenditure until June 30, 2024.
- (2) (a) Up to \$2,728,000 of the appropriation provided in Subdivision (e) (6) of Section 19.57, Budget Act of 2021, is reappropriated to Item 4265-012-0001, Budget Act of 2022 for support to administer the Transgender Wellness and Equity Fund grant program, and is available for encumbrance or expenditure until June 30, 2025. Notwithstanding any other law, contracts entered into or amended pursuant to this provision are exempt from the personal services contracting requirements of Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, from Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, the State Administrative Manual, and the State Contracting Manual, and are exempt from the review or approval of the Department of General Services, including as specified in Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code.
- (b) Up to \$10,272,000 of the appropriation provided in Subdivision (e) (6) of Section 19.57, Budget Act of 2021, is reappropriated to Item 4265-112-0001, Budget Act of 2022 for local assistance to administer the Transgender Wellness and Equity Fund grant program, and is available for encumbrance or expenditure until June 30, 2025. Notwithstanding any other law, contracts entered into or amended pursuant to this provision are exempt from the personal services contracting requirements of Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, from Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, the State Administrative Manual, and the State Contracting Manual, and are exempt from the review or approval of the Department of General Services, including as specified in Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code.

0080—Childhood Lead Poisoning Prevention Fund

- (1) Up to \$5,948,000 of the appropriation provided in Schedule (1) of Item 4265-001-0080, Budget Act of 2021, is reappropriated to support the Surveillance, Health, Intervention, and Environmental Lead Database project and is authorized for expenditure upon the Department of Technology's project approval. The Director of Finance shall notify in writing the Chairperson of the Joint Legislative Budget Committee upon project approval. The expenditure is authorized no sooner than 30 calendar days after written notification to the Chairperson of the Joint Legislative Budget Committee, or whatever lesser time the Chairperson of the Joint Legislative Budget Committee, or the chairperson's designee, may determine. The written notification shall include, from the project approval document, the total cost and schedule of the Surveillance, Health, Intervention, and Environmental Lead Database project. This funding shall be available for encumbrance or expenditure until June 30, 2023.

3085—Mental Health Services Fund

- (1) Up to \$ 2,600,000 of the appropriation provided in Schedule (1) of Item 4265-001-3085, Budget Act of 2018, is reappropriated to support the All Children Thrive pilot program to address childhood trauma and shall be available for encumbrance or expenditure until June 30, 2023.

4265-012-0001 – For transfer by the Controller to the Transgender Wellness and Equity Fund 2,728,000

Provisions:

1. Funds transferred pursuant to Provision (2) (a) of Item 4265-491, shall be available for encumbrance or expenditure until June 30, 2025. Notwithstanding any other law, contracts entered into or amended pursuant to this provision are exempt from the personal services contracting requirements of Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, from Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, the State Administrative Manual, and the State Contracting Manual, and are exempt from the review or approval of the Department of General Services, including as specified in Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code.

4265-112-0001 – For transfer by the Controller to the Transgender Wellness and Equity Fund 10,272,000

Provisions:

1. Funds transferred pursuant to Provision (2) (b) of Item 4265-491, shall be available for encumbrance or expenditure until June 30, 2025. Notwithstanding any other law, contracts entered into or amended pursuant to this provision are exempt from the personal services contracting requirements of Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, from Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, the State Administrative Manual, and the State Contracting Manual, and are exempt from the review or approval of the Department of General Services, including as specified in Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code.

Add the following provision to Item 4265-111-0001:

9. Of the amount appropriated in this item, \$13,300,000 appropriated in Schedule (2) shall be available for encumbrance or expenditure until June 30, 2025, to support grants to community-based organizations to provide comprehensive reproductive health and sexual health education.

4265-021-3398—For support of State Department of Public Health, payable from the California Emergency Relief Fund..... 1,782,036,000

Schedule:

(1) 4040-Public Health Emergency 1,782,036,000

Provisions:

1. The funds appropriated in this item are for purposes related to the COVID-19 state of emergency, as proclaimed on March 4, 2020.

2. Up to \$250,000,000 of the amount included in this item shall be available for encumbrance or expenditure upon approval from the Department of Finance. The Department of Finance shall provide written notification to the Joint Legislative Budget Committee within 10 working days from the date of Department of Finance approval.

Amend Provision 1 of Item 4265-001-3397 as follows:

"1. Of the amount appropriated in Schedule (1), ~~\$38,084,000~~ \$40,800,000 shall be available on a one-time basis for encumbrance or expenditure until June 30, 2025, to support the Opioid Public Awareness Campaign. Contracts entered into or amended pursuant to this provision are exempt from Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code. They are also not subject to Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code or Article 6 (commencing with Section 999) of Chapter 6 of Division 4 of the Military and Veterans Code or Section 19130 of the Government Code, the State Administrative Manual, the State Contracting Manual, and are exempt from the review or approval of any division of the Department of General Services."

May 13, 2022

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

Amendments to Various Budget Bill Items and Reimbursements, Support, Local Assistance, and Statutory Changes, Department of Developmental Services

Promoting Workforce Stability (Issue 077)—It is requested that Item 4300-001-0001 be increased by \$881,000 and 5.5 positions and reimbursements be increased by \$220,000 and 1.5 positions ongoing. It is also requested that Item 4300-101-0001 be increased by \$185,300,000 one-time. These adjustments provide resources to support efforts to address current and emerging workforce challenges among regional center consumer service coordinators and workers who provide direct services. Additionally, it is requested that Provisions 11 and 12 be added to Item 4300-101-0001 to extend encumbrance and expenditure availability for the internship program and tuition reimbursement program components of this proposal (see Attachments 1 and 2).

Service Access and Equity Grant Program (Issue 079)—It is requested that Item 4300-001-0001 be increased by \$634,000 and 4 positions and reimbursements be increased by \$158,000 and 1 position ongoing. It is also requested that Item 4300-101-0001 be increased by \$11,000,000 one-time. These adjustments provide resources to increase funding available in the Service Access and Equity Grant Program and support ongoing workload associated with monitoring existing and future grant applications and awards.

State-Operated Facilities–Enhanced Federal Funding (Issue 089)—It is requested that Item 4300-001-001 be decreased by \$780,000 and reimbursements be increased by \$780,000 one-time to reflect the estimated receipt of additional federal funds associated with the extension of the federal public health emergency related to the COVID-19 Pandemic.

Regional Centers–Half-Day Billing Elimination (Issue 093)—It is requested that Item 4300-101-0001 be increased by \$1,905,000 and reimbursements be increased by

\$940,000 ongoing to reflect elimination of the half-day billing policy for service providers. It is also requested that corresponding statutory changes be added for these purposes.

Regional Centers–Enhanced Federal Funding (Issue 094)—It is requested that Item 4300-101-001 be decreased by \$124,518,000 and reimbursements be increased by \$124,518,000 one-time to reflect the estimated receipt of additional federal funds associated with the extension of the federal public health emergency related to the COVID-19 Pandemic.

Regional Centers–Early Start Eligibility (Issue 095)—It is requested that Item 4300-101-0001 be increased by \$6,492,000 ongoing for resources associated with revising statutory provisions that specify qualifying determinants for early intervention services, including identifying Fetal Alcohol Syndrome as a risk factor for developmental disabilities. It is also requested that corresponding statutory changes be added for these purposes.

Regional Centers–ICF-DD Rate Increase (Issue 096)—It is requested that Item 4300-101-0001 be increased by \$1,421,000 ongoing to support additional funding provided to Intermediate Care Facilities – Developmentally Disabled and Skilled Nursing Facilities as a result of the state making permanent a flexibility adopted under the federal public health emergency related to the COVID-19 Pandemic.

Regional Centers–Financial Management Services for Self-Determination Program Participants (Issue 097)—It is requested that Item 4300-101-0001 be increased by \$4,392,000 and reimbursements be increased by \$2,808,000 ongoing to support moving the cost of Financial Management Services for Self-Determination Program Participants out of individual budgets. It is also requested that corresponding statutory changes be added for these purposes.

Regional Centers–Emergency Preparedness (Issue 098)—It is requested that Item 4300-101-0001 be increased by \$850,000 ongoing to support regional center emergency preparedness and response efforts, including resources for alert system contract renewals, satellite phones maintenance, ongoing distribution of emergency information materials, and replacement of batteries and generators.

Regional Centers – Caseload and Utilization May Revision (Issue 106)—It is requested that Item 4300-101-0001 be increased by \$38,539,000 and reimbursements be increased by \$12,318,000 ongoing. It is also requested that Item 4300-101-0172 be increased by \$230,000 and Item 4300-101-0890 be decreased by \$72,000 ongoing. These adjustments reflect updated expenditure estimates in operations and purchase of services driven by caseload and utilization.

Disposition of Fairview Developmental Center (Issue 108)—It is requested that statutory changes be added to specify a planning process and express intended use for the Fairview Developmental Center property in the City of Costa Mesa. The planning process would be in coordination with the Department of Developmental Services, the Department of General Services, and the City of Costa Mesa. For these purposes, it is

requested that \$3,500,000 be appropriated one-time to the Department of Developmental Services for allocation to the City of Costa Mesa to facilitate disposition of the property.

Language Only—It is requested that Provision 7 be added to Item 4300-001-0001 to exempt contracts concerning implementation of service provider rate models and the quality incentives program, pursuant to Welfare and Institutions Code section 4519.10, from the requirements contained in the in the Public Contract Code and the State Administrative Manual and from approval by the Department of General Services (see Attachment 3). This provision would allow the Department to continue using contractors currently in place through the full implementation of the programs by June 30, 2026.

Language Only—It is requested that Provision 2 of Item 4300-101-0001 be amended to change General Fund loan authority from \$869,794,000 to \$1,122,637,000 to reflect revised estimates regarding federal reimbursements (see Attachment 4).

Language Only—It is requested that Provision 9 of Item 4300-101-0001 be amended to extend the encumbrance and expenditure date for the service model pilot program focused on expanding employment opportunities for individuals with intellectual or developmental disabilities from June 30, 2025 to December 31, 2025 (see Attachment 5).

Language Only—It is requested that Provision 10 be added to Item 4300-101-0001 to specify the funds appropriated to the Department of Developmental Services for the purpose of supporting regional centers in maintaining an average service coordinator-to-consumer ratio of 1 to 40 for consumers birth through five years of age, inclusive (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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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, California Health and Human Services Agency
Brendan McCarthy, Deputy Secretary of Program and Fiscal Affairs, California Health and
Human Services Agency
Vishaal Pegany, Assistant Secretary, California Health and Human Services Agency
Nancy Bargmann, Director, Department of Developmental Services
Carla Castafeda, Chief Deputy Director, Department of Developmental Services
Brian Winfield, Chief Deputy Director, Department of Developmental Services

Add the following provision to Item 4300-101-0001:

11. Of the funds appropriated in Schedule (1), \$22,500,000 is appropriated for the State of Department of Developmental Services to establish a training and internship program for individuals that provide direct services. These funds shall be available for encumbrance or expenditure until June 30, 2024.

Add the following provision to Item 4300-101-0001:

12. Of the funds appropriated in Schedule (1), \$30,000,000 is available to establish a tuition reimbursement program for regional center consumer service coordinators who pursue advanced degrees in health or human services-related fields. Program participants will enter into employment agreements with their respective regional centers outlining post-graduation service requirements. These funds shall be available for encumbrance or expenditure until June 30, 2025.

Add the following provision to Item 4300-001-0001:

7. Contracts to procure services to implement Welfare and Institutions Code section 4519.10, effective through June 30, 2026, shall be exempt from the requirements contained in the Public Contract Code and the State Administrative Manual and from approval by the Department of General Services.

Amend Provision 2 of Item 4300-101-0001 as follows:

- "2. A loan or loans shall be made available from the General Fund to the State Department of Developmental Services not to exceed a cumulative total of ~~\$869,794,000~~\$1,122,637,000. The loan funds shall be transferred to this item as needed to meet cashflow needs due to delays in collecting reimbursements from the Health Care Deposit Fund. All moneys so transferred shall be repaid as soon as sufficient reimbursements have been collected to meet immediate cash needs and in installments as reimbursements accumulate if the loan is outstanding for more than one year."

Amend Provision 9 of Item 4300-101-0001 as follows:

"9. Of the funds appropriated in Schedule (2), \$8,233,000 is available for a service model pilot program focused on expanding employment opportunities for individuals with intellectual or developmental disabilities who are currently served through Work Activity Programs or are recent high school graduates. Of the reimbursements appropriated in Schedule (5), \$3,313,000 is available for support of these purposes. These funds shall be available for encumbrance or expenditure until ~~June 30, 2025~~ December 31, 2025."

Add the following provision to Item 4300-101-0001:

10. Of the funds appropriated in Schedule (1), \$51,084,000 is appropriated for the State Department of Developmental Services to support regional centers in maintaining an average service coordinator-to-consumer ratio of 1 to 40 for consumers from birth through five years of age, inclusive. Of the reimbursements appropriated in Schedule (4), \$19,156,000 is available for support of these purposes.

May 13, 2022

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 4300-301-0001 and 4300-491, Capital Outlay, Department of Developmental Services

California Construction Cost Index Increase-Construction—It is requested that Item 4300-301-0001 be added in the amount of \$1,148,000 one-time for the Porterville: Install Fire Sprinkler project that is proposed for construction funding in 2022-23 (see Attachment 1). The national construction market has experienced significant inflation since 2021. The California Construction Cost index, which is the metric the state uses to track overall construction prices, has increased by approximately 10 percent since the Governor's Budget and approximately 25 percent for capital projects that were funded in the 2021-22 budget. This request will address the cost increases resulting from these inflationary pressures to ensure projects can proceed to the construction phase with adequate funding.

Porterville: Install Fire Sprinkler-Reappropriation—It is also requested that Item 4300-491 be added to reflect the reappropriation of funds from the 2021 Budget Act that were proposed in the 2022-23 Governor's Budget (see Attachment 2). The reappropriation addresses delays in the project schedule related to the COVID pandemic. This is a technical request to add this language to the budget bill.

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 Barbara Taylor, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
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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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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
Carla Castañeda, Chief Deputy Director of Operations, Department of Developmental
Services
Marie Maddy, Chief, Facilities Planning and Support Section, Department of
Developmental Services

4300-301-0001—For capital outlay, State Department of Developmental
Services.....1,148,000

Schedule:

(1) 0007358-Porterville: Install Fire Sprinkler System..... 1,148,000

(a) Construction.....1,148,000

4300-491—Reappropriation, State Department of Developmental 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 4300-301-0001, Budget Act of 2021 (Ch.21, Stats of 2021)

(1) 0007358-Porterville: Install Fire Sprinkler System

(a) Construction.....3,905,000

May 13, 2022

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 4440-011-0001 and Reimbursements, and 4440-490, and Addition of Item 4440-021-3398, Support, Department of State Hospitals (DSH)

IST Solutions (Issues 100 and 103)—It is requested that Item 4440-011-0001 be increased by \$489,336,000 and 76.0 positions in 2022-23, \$436,108,000 and 93.5 positions in 2023-24, \$471,739,000 and 98.5 positions in 2024-25, and \$591,933,00 and 95.0 positions in 2025-26 ongoing to implement solutions for the Incompetent to Stand Trial (IST) Workgroup. This funding will be used to address early stabilization, care coordination, waitlist management, and increasing IST beds in community-based programs by 5,000 over four years. Funding for IST solutions was previously included in the budget as a set-aside. It is also requested that provisional language be added to Item 4440-011-0001 to make \$318,750,000 available for encumbrance or expenditure to June 30, 2027 (see Attachment 1).

Mission Based Review: Workforce Development (Issue 074)—It is requested that Item 4440-011-0001 be increased by \$179,000 in 2022-23 to provide limited-term resources equivalent to one Staff Services Manager II Specialist to lead research efforts to build future partnerships to expand the psychiatry residency programs to other state hospitals.

Mission Based Review: Treatment Team (Issue 076)—It is requested that Item 4440-011-0001 be decreased by \$8,334,000 in 2022-23, \$9,420,000 in 2023-24 and 2024-25, and \$4,712,000 in 2025-26 due to one-time savings from shifting out the hiring plan for 29.5 positions to January 1, 2026, of which 27.1 positions were originally to be hired in 2022-23.

COVID-19 Direct Response Expenditures (Issue 078)—It is requested that Item 4440-011-0001 be decreased by \$64,600,000 and Item 4440-021-3398 be added for \$83,124,000 one-time COVID-19 costs. This adjustment reflects the movement of

expenditures for COVID-19 tracking, and costs for increased personnel services, operating expenses, and testing (Attachment 2).

DSH-Coalinga Intermediate Care Facility Conversion (Issue 079)—It is requested that Item 4440-011-0001 be increased by \$4,490,000 and 27.3 positions ongoing to fund the conversion of one existing Residential Recovery Unit to an Intermediate Care Facility at DSH-Coalinga.

Conditional Release Program (CONREP) Sexually Violent Predator (SVP) (Issue 080)—It is requested that Item 4440-011-0001 be increased by \$2,593,000 in 2022-23 and 2.0 positions and \$3,139,000 and 2.0 positions ongoing to reflecting delayed placements that are expected to occur in 2022-23 and increased program operations costs for staff coverage, court ordered security, housing, and projected caseload increase.

Jail Based Competency Treatment (JBCT) - Existing Programs (Issue 082)—It is requested that Item 4440-011-0001 be increased by \$3,676,000 in 2022-23 and \$4,825,000 ongoing to support the expansion of existing JBCT programs.

Jail Based Competency Treatment - New Programs (Issue 083)—It is requested that Item 4440-011-0001 be increased by \$204,000 ongoing for increased contract costs for new JBCT programs and patients' rights advocacy services.

Conditional Release Program (CONREP) Non-Sexually Violent Predator (SVP) (Issue 084)—It is requested that Item 4440-011-0001 be increased by \$3,670,000 in 2022-23, \$4,154,000 ongoing, and 2.5 permanent positions to support program activations, staffing, and increased caseload costs.

Enhanced Treatment Program (ETP) Staffing (Issue 085)—It is requested that Item 4440-011-0001 be increased by \$253,000 in 2022-23 for unforeseen fire sprinkler installation design change, the need to survey for potential asbestos containing materials, the discovery of gaps in the existing smoke barrier that have further extended the anticipated length of the project at DSH-Patton U-Building, and costs for building materials, construction, and labor that have increased since pre-COVID-19 when funding was provided.

County Bed Billing Reimbursement Authority (Issue 086)—It is requested that Item 4440-011-0001 be amended by increasing reimbursements by \$9,160,000 ongoing. This adjustment allows DSH to collect funds from counties for recently approved increased bed rates that are effective July 1, 2022 for Lanterman-Petris-Short patients and IST defendants who are not transported and returned to the committing county in a timely manner.

Statewide Integrated Health Care Provider Network (HCPN) Reappropriation (Issue 070)—It is requested that Item 4440-490 be amended to reappropriate \$5.4 million from Item 4440-011-0001 of the 2021 Budget Act to support the Health Care Provider Network to June 30, 2024 (see Attachment 3). There were delays in the implementation of the HCPN due to the redirection of resources to prevent and respond to COVID-19. In addition, due to the continuous COVID-19 challenges and needs, DSH experienced

delays in the solicitation of a business consultant to assist with the solicitation and implementation of the HCPN. DSH also anticipates an extended solicitation period for the HCPN contract, once posted, due to an extensive approval process and extensive vendor negotiations regarding rates and scope of work.

Mission Based Review: Treatment Team Reappropriation (Issue 090)—It is requested that Item 4440-490 be amended to reappropriate \$12,193,000 from Item 4440-011-0001 of the 2021 Budget Act to support the Mission Based Review: Treatment Team to June 30, 2024 (see Attachment 3). As of February 28, 2022, DSH's internal planning efforts to identify its programmatic needs continues in conjunction with an assessment of the existing infrastructure to determine the extent of site preparations required at each facility. After the assessment is complete, DSH will use funds to contract and purchase materials to install additional modular/trailer office buildings, furnishings, and IT infrastructure.

Re-Evaluation Services for Felony IST Programs Reappropriation (Issue 091)—It is requested that Item 4440-490 be amended to reappropriate \$4.1 million from Item 4440-011-0001 of the 2021 Budget Act to support the Re-Evaluation Services for Felony IST Programs to June 30, 2024 (see Attachment 3). Program establishment measures such as contract execution, and establishing procedures and protocols, in addition to delays in hiring, have resulted in unspent funds. The extension of funding would allow DSH to continue reevaluations of IST defendants, coordinate service delivery, and reimburse jail costs.

IST Diversion Program Reappropriation (Issue 092)—It is requested that Item 4440-490 be amended to reappropriate \$5 million from Item 4440-011-0001 of the 2021 Budget Act to support the IST Diversion Program to June 30, 2024 (see Attachment 3). The majority of diversion programs have experienced activation delays due to COVID.

IST Solutions Reappropriation (Issue 095)—It is requested that Item 4440-490 be amended to reappropriate \$15.3 million from Item 4440-011-0001 of the 2021 Budget Act to support the IST Solutions to June 30, 2024 (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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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
Darci Delgado, Assistant Secretary, Health and Human Services Agency
Stephanie Clendenin, Director, Department of State Hospitals
Chris Edens, Chief Deputy Director – Program Services, Department of State Hospitals
Brent Houser, Chief Deputy Director – Operations, Department of State Hospitals
Marcelo Acob, Chief Financial Officer, Department of State Hospitals
Sean Hammer, Admin Deputy Director, Department of State Hospitals
Stephanie Chambers, Budget Officer, Department of State Hospitals

Add the following provisional language to Item 4440-011-0001:

15. Of the funds appropriated in schedule (4), \$318,750,000 is for support of the Incompetent to Stand Trial Solutions and shall be available for encumbrance or expenditures until June 30, 2027.

4440-021-3398—For support of State Department of State Hospitals, payable from the California Emergency Relief Fund.....	83,124,000
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Schedule:

(1) 4410-State Hospitals	83,124,000
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“4440-490—Reappropriation, State Department of State Hospitals. 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, 2023~~; as specified below:

0001—General Fund

(1) Item 4440-011-0001, Budget Act of 2021, Program 4400020-Hospital Administration ~~shall to support the Pharmacy Modernization project~~ shall be available for encumbrance or expenditure until June 30, 2023.

(2) Item 4440-011-0001, Budget Act of 2021, Programs 4400010-Headquarters Administration and 4400020-Hospital Administration to support the Statewide Integrated Health Care Provider Network shall be available for encumbrance or expenditure until June 30, 2024.

3) Item 4440-011-0001, Budget Act of 2021, Programs 4400-Administration and 4410-State Hospitals to support the Mission Based Review – Treatment Team for Information Technology Infrastructure, Facilities and Minor Equipment shall be available for encumbrance or expenditure until June 30, 2024.

(4) Item 4440-011-0001, Budget Act of 2021, Programs 4400020-Hospital Administration, 4430020-Jail Based Competency Treatment, and 4430030-Other Contract Services to support the Incompetent to Stand Trial Solutions shall be available for encumbrance or expenditure until June 30, 2024.

(5) Item 4440-011-0001, Budget Act of 2018, Program 4430030-Other Contract Services to support the Incompetent to Stand Trial Diversion Program shall be available for encumbrance or expenditure until June 30, 2024.

(6) Item 4440-011-0001, Budget Act of 2021, Program 4440-Evaluation and Forensic Services to support the Re-Evaluation Services for Felony Incompetent to Stand Trial shall be available for encumbrance or expenditure until June 30, 2024.”

May 13, 2022

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 4440-301-0001 and 4440-491, and Addition of Item 4440-301-0660, Capital Outlay, Department of State Hospitals

California Construction Cost Index Increase-Construction—It is requested that Item 4440-301-0001 be increased in the amount of \$140,000 one-time for the Atascadero: Potable Water Booster Pump System project (see Attachment 1) and Item 4440-301-0660 be added to reflect an increase in the amount of \$5,506,000 one-time for the Metropolitan: Consolidation of Police Operations project (see Attachment 2). The national construction market has experienced significant inflation since 2021. The California Construction Cost index, which is the metric the state uses to track overall construction prices, has increased by approximately 10 percent since the Governor's Budget and 25 percent for capital projects that were proposed in the 2021-22 budget. This request will address the cost increases resulting from these inflationary pressures to ensure projects can proceed to the construction phase with adequate funding.

Metropolitan: Consolidation of Police Operations-Reappropriation—It is also requested that Item 4440-491 be amended to reappropriate the construction phase of this project (see Attachment 2). The reappropriation is necessary to allow for the completion of regulatory reviews and approvals in the working drawings phase.

Patton: Fire Alarm System Upgrade- Supplemental Appropriation—It is requested that Item 4440-301-0001 be increased by \$12,191,000 (see Attachment 1). This project is ready to move to construction; however, due to COVID restrictions and legal requirements, the Department of State Hospitals had to re-evaluate its implementation options for the project, resulting in an extended project timeline and an increase in overall project costs.

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 Barbara Taylor, Principal Program Budget Analyst, at (916) 445-9694.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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
Nicole Hicks, Chief Operations Officer, Administrative Services, Department of State
Hospitals
Robert Horsley, Branch Chief, Business Management Branch, Facilities Planning
Construction and Management, Department of State Hospitals

"4440-301-0001—For capital outlay, State Department of State Hospitals		
.....	8,358,000	<u>20,689,000</u>

Schedule:

(1) 0005035-Atascadero: Potable Water Booster Pump System		
.....	1,906,000	<u>2,046,000</u>

(a) Construction.....	1,906,000	<u>2,046,000</u>
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(2) 0009434- Metropolitan: Central Utility Plant Replacement		
.....	1,835,000	

(a) Preliminary Plans.....	1,835,000	
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(3) 0009435- Metropolitan: Fire Water Line Connection to	548,000	
Water Supply		

(a) Preliminary Plans.....	548,000	
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(4) 0009436- Atascadero: Sewer and Wastewater Treatment Plant	4,069,000	
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(a) Preliminary Plans.....	4,069,000	
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<u>(5) 0000718-Patton: Fire Alarm System Upgrade.....</u>	<u>12,191,000</u>	
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<u>(a) Construction.....</u>	<u>12,191,000"</u>	
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“4440-491—Reappropriation, Department of State Hospitals. 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 4440-301-0001, Budget Act of 2018 (Chs. 29 and 30, Stats of 2018)(as reappropriated by Item 4440-490, Budget Act of 2019 (Chs. 23 and 55, Stats. of 2019) and Budget Act of 2020 (Chs. 6 and 7, Stats. 2020)

(1) 0000718-Patton: Fire Alarm System Upgrade

(a) Construction

0660—Public Buildings Construction Fund

(1) Item 4440-301-0660, Budget Act of 2021

(1) 0001416-Metropolitan: Consolidation of Police Operations

(a) Construction”

May 13, 2022

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 4560-001-3085, Support, Mental Health Services
Oversight and Accountability Commission**

Mental Health Student Services Act Partnership Grant Program Augmentation

(Issue 045)—It is requested that Item 4560-001-3085 be decreased by 6 positions in fiscal year 2022-23 ongoing, and revised to include a net-zero technical adjustment. The changes are needed to make a technical correction to 4560-003-BCP-2022-GB Mental Health Student Services Act Partnership Grant Program Augmentation.

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 Iliana Ramos, Principal Program Budget Analyst, at (916)445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

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Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
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Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Brendan McCarthy, Deputy Secretary of Program and Fiscal Affairs, California
Health and Human Services Agency
Kimberly Chen, Assistant Secretary, California Health and Human Services
Agency
Toby Ewing, Executive Director, Mental Health Services Oversight and
Accountability Commission
Norma Pate, Deputy Director of Administrative and Legislative Services, Mental
Health Services Oversight and Accountability Commission
Brian Sala, Deputy Director of Evaluation and Program Operations, Mental
Health Services Oversight and Accountability Commission

May 13, 2022

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, Support and Local Assistance,
Department of Community Services and Development**

Energy Package: Energy Utility Arrearages (Issue 25)—It is requested that Item 4700-001-3398 be added in the amount of \$3 million on a one-time basis for administrative costs related to the additional funding for the California Arrearage Payment Program (see Attachment 1). It is also requested that Item 4700-101-3398 be added in the amount of \$1,197,000,000 on a one-time basis for the Department to address additional residential energy utility arrearages through December 31, 2021. It is further requested that provisional language be added to Item 4700-101-3398 to authorize the transfer of funds to Item 4700-001-3398 for administrative costs, as provided; to make the funding available for encumbrance, expenditure, or liquidation until June 30, 2025; and to provide exemption from standard state procedure on contracts, information technology projects, and regulations among other things (see Attachment 2). This proposal is part of the Administration's Energy Reliability, Relief and Clean Energy Package.

Low-Income Household Water Assistance Program – Increased Funding for Water and Wastewater Arrearages (Issue 024)—It is requested that Item 4700-062-8506 be added in the amount of \$3 million on a one-time basis for administrative costs related to the additional funding for the Low-Income Household Water Assistance Program. It is also requested that provisional language be added to Item 4700-062-8506 to authorize the transfer of funds to Item 4700-162-8506, as provided, and to make the funding available for encumbrance or expenditure until June 30, 2024, and for liquidation until December 31, 2026 (see Attachment 3). It is further requested that Item 4700-162-8506 be added in the amount of \$197 million on a one-time basis for the Department to address additional residential water and wastewater utility arrearages. It is also requested that provisional language be added to Item 4700-162-8506 to authorize the transfer of funds to Item 4700-062-8506 for administrative costs, as provided; to make the

funding available for encumbrance or expenditure until June 30, 2024, and for liquidation until December 31, 2026; and to provide exemption from standard state procedure on contracts, information technology projects, and regulations (see Attachment 4).

Increased Federal Fund Authority for Weatherization Assistance Program (Issue 022)—It is requested that Item 4700-101-0890 be increased by \$125,309,000 on a one-time basis to provide additional federal fund authority for supplemental federal funds received from the Department of Energy Weatherization Assistance Program. This augmentation enables the Department of Community Services and Development to increase program services related to climate resiliency.

Reappropriation of Greenhouse Gas Reduction Funds for Low-Income Weatherization Program (Issue 021)—It is requested that Item 4700-491 be added to extend the liquidation period for encumbrances from Item 4700-101-3228, Budget Act of 2018, by an additional year to June 30, 2023. This will allow the Department to complete existing projects in the Low-Income Weatherization Program funded by this appropriation (see Attachment 5).

Statutory Changes—It is also requested that corresponding statutory changes be adopted to assist in the implementation of the augmentations for the Low-Income Household Water Assistance Program and the California Arrearage Payment 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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

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Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
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Marko Mijic, Undersecretary, Health and Human Services Agency
Brendan McCarthy, Deputy Secretary, Health and Human Services Agency
Kimberly Chen, Assistant Secretary, Health and Human Services Agency
David Scribner, Director, Department of Community Services and Development
Chris Vail, Chief Financial Officer, Department of Community Services and Development
Jeffrey Kjer, Budget Officer, Department of Community Services and Development

4700-001-3398—For support of Department of Community Services and Development,
payable from the California Emergency Relief Fund3,000,000

Schedule:

(1) 4181-Energy Programs 3,000,000

Provisions:

1. Notwithstanding any other law, the Department of Community Services and Development may transfer funds from this item to Item 4700-101-3398, upon approval by the Department of Finance.
2. Funds appropriated in this item shall be available for encumbrance, expenditure, or liquidation until June 30, 2025.
3. Any funds transferred to this item from Item 4700-101-3398 shall be available for encumbrance, expenditure, or liquidation until June 30, 2025.

4700-101-3398—For local assistance, Department of Community Services and Development, payable from the California Emergency Relief Fund1,197,000,000

Schedule:

(1) 4181-Energy Programs 1,197,000,000

Provisions:

1. The Department of Community Services and Development shall administer the California Arrearage Payment Program, which shall be amended pursuant to statutory changes, to reduce electricity and natural gas utility bill balances for customers experiencing financial hardships related to the economic impacts of the COVID-19 Pandemic.
2. The amount appropriated in this item shall be expended for the California Arrearage Payment Program and shall be available for encumbrance, expenditure, or liquidation until June 30, 2025, for support or local assistance.
3. The Department of Community Services and Development shall modify Low-Income Home Energy Assistance Program direct pay agreements with energy utilities to expedite the delivery of financial assistance to households with past due energy bill balances. Agreements shall include specific terms and conditions defining utility responsibilities and the Department of Community Services and Development's rights to provide compliance and audit review of California Arrearage Payment Program funds committed and paid to utilities for application to customer accounts. Energy utilities shall be required to provide the Department of Community Services and Development with customer data in order to develop California Arrearage Payment Program allocation formulas, including the number of residential customer accounts in arrears, total amount of arrearages, the number of low-income residential accounts in arrears, if available, and total amount of low-income customer arrearages, if available.
4. All actions to implement the California Arrearage Payment Program with the funding appropriated in this item are exempt from the following:
 - a. Chapter 2 (commencing with Section 10290) of Part 2 of Division 2 of the Public Contract Code for the purposes of entering into contracts for services or equipment. The Department of Community Services and Development may award contracts pursuant to this item on a noncompetitive bid basis as necessary to implement the purposes of this article.
 - b. Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code) for the purposes of the adoption or development of any

- plan, requirements, guidelines, subgrantee contract provisions, or reporting requirements.
 - c. Department of Technology (Chapter 5.6 (commencing with Section 11546) of Part 1 of Division 3 of Title 2 of Government Code) for the purposes of approval and oversight of information technology projects and associated State Information Management Manual (SIMM) 19 process.
5. Notwithstanding any other law, the Department of Community Services and Development may transfer up to 3 percent of the funding appropriated for the California Arrearage Payment Program in this item to Item 4700-001-3398 upon approval by the Department of Finance.

4700-062-8506—For support of Department of Community Services and Development, payable from the Coronavirus Fiscal Recovery Fund of 2021.....3,000,000

Schedule:

(1) 4181-Energy Programs 3,000,000

Provisions:

1. Notwithstanding any other law, the Department of Community Services and Development may transfer funds from this item to Item 4700-162-8506, upon approval by the Department of Finance.
2. Funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2024, and for liquidation until December 31, 2026.
3. Any funds transferred to this item from Item 4700-162-8506 shall be available for encumbrance or expenditure until June 30, 2024, and for liquidation until December 31, 2026.

4700-162-8506—For local assistance, Department of Community Services and Development, payable from the Coronavirus Fiscal Recovery Fund of 2021...197,000,000

Schedule:

(1) 4181-Energy Programs 197,000,000

Provisions:

1. The Department of Community Services and Development shall administer the Low-Income Household Water Assistance Program, which shall be established pursuant to statutory changes, and expend moneys appropriated in this item to reduce water and wastewater bill balances for customers experiencing financial hardships.
2. All actions to implement the Low-Income Household Water Assistance Program with the funding appropriated in this item are exempt from the following:
 - a. Chapter 2 (commencing with Section 10290) of Part 2 of Division 2 of the Public Contract Code for the purposes of entering into contracts for services or equipment. The Department of Community Services and Development may award contracts pursuant to this item on a noncompetitive bid basis as necessary to implement the purposes of this article.
 - b. Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code) for the purposes of the adoption or development of any plan, requirements, guidelines, subgrantee contract provisions, or reporting requirements.
 - c. Department of Technology (Chapter 5.6 (commencing with Section 11546) of Part 1 of Division 3 of Title 2 of Government Code) for the purposes of approval and oversight of information technology projects and associated State Information Management Manual (SIMM) 19 process.
3. Notwithstanding any other law, the Department of Community Services and Development may transfer up to 4 percent of the funding appropriated in this item to Item 4700-062-8506 upon approval by the Department of Finance.
4. Funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2024, and for liquidation until December 31, 2026.

4700-491—Reappropriation, Department of Community Services and Development. Notwithstanding any other law, the period to liquidate encumbrances of the following citations is extended to June 30, 2023:

3228—Greenhouse Gas Reduction Fund

(1) Item 4700-101-3228, Budget Act of 2018

May 13, 2022

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 4800-101-3381, Local Assistance, and Statutory Changes,
California Health Benefit Exchange**

California Premium Subsidy Program (Issue 013)—It is requested that Item 4800-101-3381 be added in the amount of \$304 million one-time to implement the California Premium Subsidy Program. These resources will provide subsidy support following the expiration of federal subsidy funding provided by the American Rescue Plan Act. It is requested that statutory changes be adopted to make conforming changes to align with the proposed state subsidy program. It is also requested that provisional language be added to Item 4800-101-3381 (see Attachment 1). Funding for this program shifts to Item 4800-101-0001 in fiscal year 2023-24 and annually thereafter.

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 Katherine Clark, Assistant Program Budget Manager, at (916)445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
Gabriel Petek, Legislative Analyst
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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
Jessica Altman, Executive Director, Covered California
Doug McKeever, Chief Deputy Executive Director of Program, Covered California
Karen Johnson, Chief Deputy Executive Director of Operations, Covered California
Kathleen Keeshen, General Counsel, Covered California

4800-101-3381—For local assistance, California Health Benefit Exchange, payable from the Health Care Affordability Reserve Fund 304,000,000

Schedule:

(1) 4202-State Subsidy Program..... 304,000,000

Provisions:

1. This item shall support the California Premium Subsidy Program. Pursuant to Title 25 (commencing with Section 100800) of the Government Code and the program design adopted by the California Health Benefit Exchange in accordance with that title, the amount appropriated in this item shall provide advanceable premium assistance subsidies during the 2023 calendar year to individuals with projected and actual household incomes at or below 600 percent of the federal poverty level, provided that the individual's required contribution toward the premiums for the second lowest cost silver plan is capped at 16 percent of his or her projected and actual household income.
 - (a) The Director of Finance may authorize an increase in this appropriation to pay all premium assistance subsidies authorized for the 2023 calendar year pursuant to the program design. Any augmentation under this provision shall be authorized no sooner than 10 days after notification in writing of the necessity thereof to the Joint Legislative Budget Committee, or not sooner than whatever lesser time after notification the Chairperson of the Joint Legislative Budget Committee, or the chairperson's designee, may in each instance determine.
 - (b) Notwithstanding any other law, funds appropriated for the 2023 calendar year pursuant to this item shall be available for encumbrance or expenditure until December 31, 2025.

May 13, 2022

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 5160-001-0001, Support, Department of Rehabilitation

Community Living Fund (Issue 029)—It is requested that Item 5160-001-0001 be increased by \$10 million one-time to allow the Department to expand services and programs that assist older adults and persons with disabilities in transitioning from nursing homes to an independent living community. This proposal supports the Department of Aging's Master Plan for Aging.

It is also requested that provisional language be added to make the funds available for encumbrance or expenditure through June 30, 2025 (see Attachment 1).

Supported Employment - Provider Rate Adjustment (Issue 030)—It is requested that Item 5160-001-0001 be increased by \$1,081,000 ongoing to support implementation of the phased-in rate increases for service providers based on the Department of Developmental Services' rate study models. Both the Department of Developmental Services and the Department of Rehabilitation serve similar populations and utilize some of the same service providers. This proposal allows the Department of Rehabilitation to implement the same rate increases to avoid adverse impacts to service delivery and includes funding for the out years.

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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, 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 Susan Talamantes Eggman, Chair, Senate Budget and Fiscal Review
Subcommittee No. 3
Honorable Dr. Joaquin Arambula, Chair, Assembly Budget Subcommittee No. 1
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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
Darci Delgado, Assistant Secretary, Health and Human Services Agency
Joe Xavier, Director, Department of Rehabilitation
David Kwan, Assistant Deputy Director, Department of Rehabilitation
Rowena Okada, Budget Analyst, Department of Rehabilitation

Add the following provision to Item 5160-001-0001:

3. Of the amount appropriated in Schedule (2) of this item, \$10,000,000 for the Community Living Fund shall be available for encumbrance or expenditure until June 30, 2025.

May 13, 2022

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 5175-101-0890 and 5175-101-8004, Local Assistance,
Department of Child Support Services**

Local Assistance May Revise—It is requested that Item 5175-101-0890 be increased by \$1,006,000 ongoing to update federal fund local assistance expenditures based on additional child support collections data becoming available. It is estimated there will be a corresponding decrease in collections received for the federal government's share of child support recoupment.

It is also requested that Item 5175-101-8004 be decreased by \$1,006,000 ongoing to reflect an estimated decrease in collections received for the federal government's share of child support recoupment based on updated child support collections 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 Kia Cha, Principal Program Budget Analyst, at (916) 445-6423.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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Marko Mijic, Undersecretary, Health and Human Services Agency
Brendan McCarthy, Deputy Secretary, Health and Human Services Agency
Nick Picinish, Assistant Secretary, Health and Human Services Agency
David Kilgore, Director, Department of Child Support Services
Kristen Erickson-Donadee, Chief Deputy Director, Department of Child Support Services
Nan Chen, Chief Financial Officer, Department of Child Support Services

May 13, 2022

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 Reimbursements, Support and Local Assistance, Department of Social Services

Support

Extreme Heat: Enhanced Protections for Vulnerable Populations (Issue 138)—It is requested that Item 5180-001-0001 be increased by \$2,750,000 one-time to support programs and activities that mitigate extreme heat impacts.

Assistance for Promise Neighborhoods (Issue 216)—It is requested that Item 5180-001-0001 be increased by \$500,000 in 2022-23, 2023-24, and 2024-25 to administer funds to specified Promise Neighborhoods.

Provisional Language Only: State Hearings—It is requested that Provision 12 be added to Item 5180-001-0001 to augment hearing staff resources and account for potential court-imposed penalties due to an expected increase in hearing workload from resumption of Medi-Cal redeterminations (see Attachment 1).

Local Assistance

May Revision Caseload Adjustments (Issues 192, 193, 194, 195, 196, 208, 212, 214, and 217)—The May Revision proposes a net increase of \$1,157,508,000 ongoing (increase of \$28,577,000 General Fund, \$664,412,000 federal fund, and \$464,521,000 reimbursements, partially offset by a decrease of \$2,000 Child Health and Safety Fund) primarily resulting from updated caseload estimates since the Governor's Budget. Realigned programs are displayed for the purpose of federal fund and other technical adjustments. Caseload and workload changes since the Governor's Budget are displayed in the following table:

Program	Item	Change from Governor's Budget
California Work Opportunity and Responsibility to Kids (CalWORKs)	5180-101-0001	(819,045,000)
	5180-101-0890	442,383,000
	Reimbursements	(299,000)
Child Care	5180-101-0001	287,502,000
	5180-101-0890	28,511,000
	5180-104-0001	26,000
	5180-606-0001	27,500,000
	5180-607-0001	10,000,000
	5180-608-0001	(29,078,000)
	Reimbursements	-
	Reimbursements (Prop 64)	18,232,000
Kinship Guardianship Assistance Payment	5180-101-0001	3,733,000
Supplemental Security Income/ State Supplementary Payment (SSI/SSP)	5180-111-0001	53,718,000
In-Home Supportive Services (IHSS)	5180-111-0001	(2,571,000)
	Reimbursements	507,554,000
Other Assistance Payments	5180-101-0001	83,641,000
	5180-101-0122	-
	5180-101-0890	30,894,000
	5180-101-8075	-
	Reimbursements	4,401,000
County Administration and Automation Projects	5180-141-0001	(7,315,000)
	5180-141-0890	913,000
	Reimbursements	40,152,000
Community Care Licensing	5180-151-0001	-
	5180-151-0890	(5,000)
Special Programs	5180-151-0001	189,701,000
	5180-151-0890	-
	Reimbursements	-

Realigned Programs		
Adoption	5180-101-0001	20,252,000
	5180-101-0890	65,205,000
Foster Care	5180-101-0001	(14,748,000)
	5180-101-0890	(10,690,000)
	5180-141-0001	(23,845,000)
	5180-141-0890	(23,321,000)
Child Welfare Services	5180-151-0001	249,018,000
	5180-151-0279	(2,000)
	5180-151-0803	-
	5180-151-0890	127,864,000
	Reimbursements	(7,119,000)
Adult Protective Services	5180-151-0001	88,000
	5180-151-0890	2,658,000
	Reimbursements	(98,400,000)

Placement Prior to Approval (Issue 185)—It is requested that Item 5180-101-0001 be increased by \$4,902,000 ongoing and accompanying statutory changes be made to authorize an emergency assistance payment prior to resource family approval to continue beyond 90 days, up to 180 days, for a good cause delay due to processing background check clearances or exemptions or medical exemptions.

Short-Term Residential Therapeutic Program (STRTP): Non-Accreditation Supplement (Issue 199)—It is requested that Item 5180-101-0001 be increased by \$789,000 ongoing, Item 5180-151-0001 be increased by \$117,000, and accompanying statutory changes be made to assist new STRTP providers with federal accreditation requirements.

Capacity Grant for Alternative Payment Programs (Issue 220)—It is requested that Item 5180-101-0001 be increased by \$20,000,000 one-time, and that provisional language be added to assist in ramping up new child care slots for the Alternative Payment Program (see Attachment 2).

Provisional Language Only: Racial Equity and Implicit Bias Training for County Social Workers—It is requested that language be added to 5180-101-0001 to update the amount of funding available for this Item in 2022-23. The 2021 Budget Act provided \$3 million in 2021-2022 and \$10 million in 2022-23 to develop training on racial equity and implicit bias for county social workers (see Attachment 3).

Provisional Language Only: Temporary Expansion of Trafficking and Crime Victim Assistance Program for Ukrainian Arrivals—It is requested that Provision 20 be added to Item 5180-101-0001 to support Ukrainian citizens and nationals admitted to the United States as humanitarian parolees not eligible for state-funded CalWORKs benefits (see Attachment 4).

Hold Harmless: Reimbursement for Authorized Hours of Care (Issue 183)—It is requested that Item 5180-101-0001 be increased by \$6,000,000 one-time, Item 5180-101-0890 be increased by \$107,636,000 one-time, and accompanying statutory changes be made to reimburse child care providers for authorized hours of child care in 2022-23.

Family Fees Waiver Child Care and Development Programs (Issue 182)—It is requested that Item 5180-101-0890 be increased by \$135,974,000 one-time and accompanying statutory changes be made to waive family fees for Child Care and Development Programs in 2022-23.

IHSS Extension of Medical Accompaniment for Vaccinations (Issue 172)—It is requested that item 5180-111-0001 be increased by \$2,533,000 one-time and reimbursements be increased by \$4,085,000 to continue allowing a provider to accompany a recipient receiving services related to COVID-19.

IHSS Permanent Back-Up Provider System (Issue 206)—It is requested that Item 5180-111-0001 be increased by \$4,236,000 ongoing, reimbursements be increased by \$5,390,000, and accompanying statutory changes be made to implement a permanent back-up provider system and allow for exemptions to the 80 hour limit. It is also requested that Provision 4 be added to Item 5180-111-0001 to support a transition period from July 2022 to October 2022 (see Attachment 5).

Chapter 570, Statutes of 2021 (AB 1326): County CalFresh Liaisons for Higher Education (Issue 200)—It is requested that Item 5180-141-0001 be increased by \$6,815,000 and Item 5180-141-0890 be increased by \$6,815,000 ongoing for county human services agencies to comply with AB 1326, which requires county human services agencies to designate staff liaisons to interface with institutions of public higher education regarding CalFresh programs available for students.

Child Welfare Services-California Automated Response and Engagement System (CWS-CARES) Project (Issue 204)—It is requested that Item 5180-141-0001 be increased by \$57,627,000, Item 5180-141-0890 be increased by \$50,807,000 one-time, and accompanying statutory changes be made to support continued development of the CWS-CARES system. It is also requested that provisional language be amended to allow Finance to augment the project's expenditure authority by \$17,381,000 to accelerate planned project activities (see Attachment 6).

Emergency Child Care Bridge Program Access to Administrative Funds (Issue 180)—It is requested Item 5180-151-0001 be increased by \$7,600,000 ongoing to support county administrative workload associated with the Emergency Child Care Bridge Program.

Family Finding Support and Engagement Grant (Issue 186)—It is requested that Item 5180-151-0001 be increased by \$150 million, Item 5180-151-0890 be increased by \$110,959,000 million one-time, and accompanying statutory changes be made to establish a grant to supplement county foster care family finding and engagement activities. Funds are available for five fiscal years beginning in 2022-23 and will require a county match (see Attachment 7).

Short-Term Residential Therapeutic Program (STRTP) (Issue 187): Institutions of Mental Disease—It is requested that Item 5180-151-0001 be increased by \$10,375,000 to provide one-time General Fund in 2022-23 to mitigate reduced federal Title IV-E for STRTPs federally classified as Institutions of Mental Disease transitioning to fewer beds (see Attachment 8).

CalFresh Disaster Application Revision (Issue 201)—It is requested that Item 5180-141-0001 be increased by \$900,000 and Item 5180-141-0890 be increased by \$900,000 one-time to update the automated application for Disaster CalFresh in order to comply with federal regulation changes.

CalFresh Recertification Application Revision (Issue 202)—It is requested that Item 5180-141-0001 be increased by \$238,000 one-time and Item 5180-141-0890 be increased by \$238,000 to update the automated Recertification for CalFresh application to comply with updated federal regulations.

Work Number Contract: CalWORKs and CalFresh Income Verification (Issue 203)—It is requested that Item 5180-101-0001 be increased by \$3,930,000, Item 5180-141-0001 be increased by \$4,585,000, and Item 5180-141-0890 be increased by \$4,585,000 ongoing to extend the contract for a third-party service used by county welfare agencies to verify applicant income for CalWORKs and CalFresh eligibility determinations.

Child Welfare Services Caregiver Approvals (Issue 205)—It is requested that Item 5180-151-0001 be increased by \$50 million ongoing to supplement realigned county child welfare services related activities.

Minor Victims of Commercial Sexual Exploitation (Issue 210)—It is requested that Item 5180-151-0001 be increased by \$25,000,000, Item 5180-151-0890 be increased by \$9,247,000 one-time, and accompanying statutory changes be made to support minor victims of human trafficking. Funds are available for three fiscal years beginning in 2022-23 (see Attachment 9).

Rapid Response Augmentation (Issue 211)—It is requested that Item 5180-151-0001 be increased by \$175,000,000 one-time for the Rapid Response Program to support migrant arrivals at the Southern California border and other emergent issues (see Attachment 10).

Assistance for Promise Neighborhoods (Issue 215)—It is requested that Item 5180-151-0001 be increased by \$12,000,000 one-time to provide resources to Promise Neighborhoods in Chula Vista, Corning, Hayward, and Mission (see Attachment 11).

California Immigrant Justice Fellowship (Issue 218)—It is requested that Item 5180-151-0001 be increased by \$2,500,000 one-time in 2022-23 and 2023-24 to provide additional grant funding for this fellowship (see Attachment 12).

Child Care Infrastructure Funding Reappropriation (Issue 190)—It is requested that Item 5180-492 be amended to reappropriate \$149,673,000 from Item 5180-101-0001 of the 2021 Budget Act to continue providing grants through the Child Care and Development Infrastructure Grant Program (see Attachment 13).

Provisional Language Only: Adult Protective Services Expansion (Issue 198)—It is requested that Provision 1 be added to Item 5180-493 to reappropriate unexpended funds included in the 2021 Budget Act for the Adult Protective Services program expansion (see Attachment 14).

Provisional Language Only: Project Roomkey (Issue 197)—It is requested that Provision 2 be added to Item 5180-493 to reappropriate unexpended funds included in the 2021 Budget Act for Project Roomkey (see Attachment 14).

Provisional Language Only: Child Welfare Services Training—It is requested that Provision 3 be added to Item 5180-493 to reappropriate unexpended funds included in the 2021 Budget Act related to Provision 44 of Item 5180-151-0001 for enhancing the Child Welfare Training Program (see Attachment 14).

Provisional Language Only: Family Resource Centers—It is requested that Provision 4 be added to Item 5180-493 to reappropriate unexpended funds included in the 2021 Budget Act for Family Resource Centers (see Attachment 14).

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 Justin Freitas, Hinnaneh Qazi, or Gabrielle Santoro, Principal Program Budget Analysts, at (916) 445-6423.

KEELY MARTIN BOSLER

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
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Marko Mijic, Deputy Secretary of Program and Fiscal Affairs, California Health and Human
Services Agency
Brendan McCarthy, Deputy Secretary, Health and Human Services Agency
Nick Picinich, Assistant Secretary, Health and Human Services Agency
Kim Johnson, Director, Department of Social Services
Salena Chow, Chief Operating Officer, Department of Social Services
Yang Lee, Chief Financial Officer, Department of Social Services
Jennifer Troia, Chief Deputy Director, Department of Social Services
Marcela Ruiz, Chief Deputy Director, Department of Social Services
Kären Dickerson, Deputy Director, Department of Social Services
Claire Ramsey, Deputy Director, Department of Social Services
Angie Schwartz, Deputy Director, Department of Social Services
Kevin Gaines, Deputy Director, Department of Social Services
Jennifer Hernandez, Deputy Director, Department of Social Services
Lupe Jamie-Mileham, Deputy Director, Department of Social Services
Nathan Hart, Chief, Financial Management and Contracts Branch

Add Provision 12 to Item 5180-001-0001:

12. The Department of Finance is authorized to approve expenditures in excess of the amounts appropriated in this item, upon notification from the State Department of Social Services, to cover costs associated with increased fair hearing requests due to Medi-Cal redeterminations.

Add the following provision to Item 5180-101-0001:

18. Of the funds appropriated in Schedule (3), \$20,000,000 shall be available for capacity grants to support alternative payment programs pursuant to Chapter 3 of Part 1.8 of Division 9 of the Welfare and Institutions Code (commencing with Section 10225). The State Department of Social Services shall issue this funding via grant award notification to alternative payment program contractors.

Add the following provision to Item 5180-101-0001:

19.(a) Of the amount appropriated in Schedule (1), \$10,000,000 shall be available to train CalWORKs county staff on racial equity and implicit bias.

(b) Notwithstanding any other law, allocations pursuant to this provision shall be exempt from the personal services contracting requirements of Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, from the Public Contract Code and the State Contracting Manual, and shall not be subject to the approval of the Department of General Services, including provisions pursuant to Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code.

(c) Upon approval from the Department of Finance, the funds appropriated in Schedule (1) for the purposes described in this provision may be transferred to Item 5180-001-0001 to administer training on racial equity and implicit bias for CalWORKs county staff.

(d) Any transfer in excess of 5 percent may be authorized pursuant to this provision not sooner than 30 days after notification in writing of the necessity therefor is provided to the Chairperson of the Joint Legislative Budget Committee, or not sooner than whatever lesser time after that notification the chairperson of the joint committee, or the chairperson's designee, may in each instance determine.

Add the following Provision to Item 5180-101-0001 to reflect the following:

20. (a) The Department of Finance may augment this item for the Trafficking and Crime Victims Assistance Program, established in Section 13283 of the Welfare and Institutions Code, to include Ukrainian citizens and nationals admitted to the United States as humanitarian parolees under Section 1182(d)(5) of Title 8 of the United States Code on or after January 1, 2022, through June 30, 2023.

(b) The Trafficking and Crime Victims Assistance Program period of eligibility for individuals described in (a) shall begin on either July 1, 2022 or the individual's date of entry to the United States, whichever occurs later.

(c) An augmentation of this item for the purposes identified in subdivision (a) of this provision may be authorized not sooner than 10 days following written notification to the Chairperson of the Joint Legislative Budget Committee, or a lesser period if requested by the department and approved by the Chairperson or the Chairperson's designee.

Add Provision 4 to Item 5180-111-0001:

4. (a) Of the funds appropriated in Schedule (2), up to \$3,861,000 shall be available to support the administration of a transitional backup provider system for In-Home Supportive Services and Waiver Personal Care Services providers. These funds shall be available for use until the implementation of a permanent program.

(b) The State Department of Social Services shall determine the methodology and distribution of the funds to those counties and providers it deems qualified.

(c) Notwithstanding Chapter 3.5 (commencing with section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, the department may implement, interpret, or make specific this item, in whole or in part, by means of information notices or other similar instructions, without taking any further regulatory action.

Amendment to Budget Bill Item 5180-141-0001 as follows:

10.(a) Of the funds appropriated in Schedule (1) ~~\$81,471,000~~ \$57,627,000 is for the support of activities related to the Child Welfare Services-California Automated Response and Engagement System (CWS-CARES) project. Expenditure of these funds is contingent upon approval of project documents by the Department of Finance and the Department of Technology. This amount may be augmented up to a maximum of ~~\$5,000,000~~ \$17,381,000 for project activities upon approval by the Department of Finance, in consultation with the Department of Technology. In providing approval, the Department of Finance shall consider verified satisfactory progress toward milestones associated with the CWS-CARES Product Roadmap, product adoption, and the roadmap change management process. Such an augmentation shall only be used to support an acceleration of planned project activities and shall not be used to increase total project costs. Any such augmentation shall be authorized no less than 30 calendar days following written notification to the Chairperson of the Joint Legislative Budget Committee, or a lesser period if requested by the Department of Finance and approved by the Chairperson of the Joint Legislative Budget Committee, or the chairperson's designee.

Add the following provision to Item 5180-151-0001

23. Of the funds appropriated in Schedule (1), \$150,000,000 shall be available to supplement county foster family and engagement activities contingent upon legislation detailing objectives, implementation design and timelines, data collection, and outcome measurements for these activities. This funding shall be available for encumbrance or expenditure until June 30, 2027.

Add the following provision to Item 5180-151-0001

24. (a) Of the funds appropriated in Schedule (1), \$10,375,000 is available for the State Department of Social Services to provide funding to eligible Short-Term Residential Therapeutic Program providers for the purpose of maintaining sufficient capacity for the foster care population.

(b) The State Department of Social Services shall determine, in consultation with stakeholders, including the California Alliance of Child and Family Services, the County Welfare Directors Association of California, the Chief Probation Officers of California, and the County Behavioral Health Directors Association of California, the eligibility criteria and methodology for distribution of the funding pursuant to this provision.

(c) Notwithstanding Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, the State Department of Social Services may implement, interpret, or make specific this provision, in whole or in part, by means of all-county letters, information notices, or other similar instructions, without taking any further regulatory action.

(d) For purposes of implementing this provision, the State Department of Social Services may enter into exclusive or nonexclusive contracts, or amend existing contracts, on a bid or negotiated basis. Notwithstanding any other law, contracts entered into or amended pursuant to this provision shall be exempt from Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and the State Administrative Manual, and shall be exempt from the review or approval of any division of the Department of General Services.

(e) For purposes of this provision, "Short-Term Residential Therapeutic Program" shall have the same meaning as set forth in subdivision (ad) of Section 11400 of the Welfare and Institutions Code.

(f) The State Department of Social Services, in conjunction with the State Department of Health Care Services and the county placing agencies, shall provide written updates to the appropriate policy and fiscal staff of the Legislature on a monthly basis, commencing January 1, 2023, and through June 1, 2023. After June 1, 2023, these updates shall be provided on at least a quarterly basis. Subject to and consistent with state and federal confidentiality and privacy laws, these updates shall include the following information: (i) information on youth that transition from short-term residential therapeutic programs that are converting their facilities to 16 beds or less, including the placement or family they move to, and the specialty mental health services they are receiving in this new placement or family, based on claims submitted to the State Department of Health Care Services, (ii) information regarding the eligibility criteria and methodology for distribution of the funding specified in subdivision (b) of this provision, (iii) data on the number of beds and individual facilities deemed institutions for mental disease and when this occurs for each affected entity, and (iv) the estimated federal financial participation that is foregone as a result of these conversions.

Add the following provision to Item 5180-151-0001

25(a) Of the funds appropriated in this item, up to \$25,000,000 shall be available for the State Department of Social Services to administer and enter into contracts with qualified organizations for the purposes of development and implementation of innovative placements models of care, trauma-informed services utilizing harm reduction strategies, specialized commercial sexual exploitation as defined in subdivision (d) of Section 11165.1 of the Penal Code. These funds shall be available for encumbrance or expenditure until June 30, 2025.

(b) For purposes of implementing this provision, the State Department of Social Services may enter into exclusive or nonexclusive contracts, or amend existing contracts, on a bid or negotiated basis. Notwithstanding any other law, contracts entered into or amended pursuant to this provision shall be exempt from Chapter 6 (commencing with Section 14825) of Part 5.5 of Division 3 of Title 2 of the Government Code, Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, Part 2 (commencing with Section 10100) of Division 2 of the Public Contract Code, and the State Contracting Manual, and shall be exempt from the review or approval of the Department of General Services and Department of Technology.

(c) Notwithstanding Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code, the State Department of Social Services may implement, interpret, or make specific this provision, in whole or in part, without taking regulatory action.

Add the following provision to Item 5180-151-0001:

26. (a) Of the funds appropriated in Schedule (2), \$175,000,000 shall be available for the Rapid Response program as described in Chapter 5.7 (commencing with Section 13400) of Part 3 of Division 9 of the Welfare and Institutions Code. These funds shall be available for encumbrance or expenditure until June 30, 2024.

(b) In accordance with Section 1621 (d) of Title 8 of the United States Code, this provision provides for services for undocumented persons.

(c) Upon approval of the Department of Finance, funds appropriated in Schedule (2) for the purposes described in this provision may be transferred to Item 5180-001-0001 to implement and administer the Rapid Response program.

(d) The State Department of Social Services and Department of Finance shall provide a written update to the Joint Legislative Budget Committee by April 1, 2023 on the services and support specified in this provision.

Add the following provision to Item 5180-151-0001:

27. (a) Of the funds appropriated in Schedule (2), \$12,000,000 shall be available to the State Department of Social Services to provide funding for the following entities:

- (1) \$3,000,000 to the Chula Vista Promise Neighborhood
- (2) \$3,000,000 to the Corning Promise
- (3) \$3,000,000 to the Hayward Promise Neighborhood
- (4) \$3,000,000 to the Mission Promise Neighborhood

(b) These funds shall be available for encumbrance or expenditure until June 30, 2025.

(c) The State Department of Social services shall determine the best method for allocation of this funding.

(d) Notwithstanding any other law, the department's allocation of funds pursuant to this provision shall be exempt from the requirements of Article 4 (commencing with Section 19130) of Chapter 5 of Part 2 of Division 5 of Title 2 of the Government Code, and from the Public Contract Code and the State Contracting Manual, and shall not be subject to the approval of the Department of General Services.

Add the following provision to Item 5180-151-0001

28. (a) Of the amount appropriated in Schedule (2), \$2,500,000 shall be available for the purpose of funding legal fellowships for persons who provide services, including removal defense services, pursuant to Chapter 5.6 (commencing with Section 13300) of Part 3 of Division 9 of the Welfare and Institutions Code, in rural and underserved regions of California. For purposes of this funding, the State Department of Social Services may establish separate criteria to award grants or contracts to nonprofit entities to provide fellowship recruitment and placement, coordination, mentorship, and other activities that support the supervision and delivery of legal services.

(b) These funds shall be available for encumbrance or expenditure until June 30, 2025, and liquidation until June 30, 2027.

Amend the following Item:

5180-492—Reappropriation, State Department of Social Services. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided in those appropriations and shall be available for encumbrance or expenditure until June 30, 2026:

0001—General Fund

- (1) Up to \$120,000,000 of the amount appropriated in Schedule (1) of Item 5180-151-0001, Budget Act of 2021 (Chs. 21, 43, 69, 84, and 240, Stats. 2021), for enhanced care planning and assessment services, exceptional care and supervision needs for a child in a licensed setting, or other exceptional community, educational, or family supports that have been identified by a qualified individual or a child and family team, as necessary to meet the needs of a child in the least restrictive setting.
- (2) Up to \$149,673,000 of the amount appropriated in Schedule (3) of Item 5180-101-0001, Budget Act of 2021 (Chs. 21, 43, 69, 84, and 240, Stats. 2021), for the acquisition, construction, development, and renovation of child care facilities as outlined in Section 10310 of the Welfare and Institutions Code.

Amend Item 5180-493 to reflect the following:

5180-493—Reappropriation, State Department of Social Services. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided in those appropriations and shall be available for encumbrance or expenditure until June 30, 2023:

0001—General Fund

- (1) Schedule (2) of Item 5180-151-0001, Budget Act of 2021, for the Adult Protective Services Expansion Program. Beginning July 1, 2022, the balance of this appropriation shall be transferred to Schedule (1) of Item 5180-151-0001, Budget Act of 2021.
- (2) Schedule (2) of Item 5180-151-0001, Budget Act of 2021, for Project Roomkey.
- (3) Up to \$7,000,000 of the amount appropriated in Provision 44(a) of Item 5180-151-0001, Budget Act of 2021, for enhancing the Child Welfare Training Program.
- (4) Up to \$519,000 of the amount appropriated in Schedule (1) of Item 5180-151-0001, Budget Act of 2021, to support Family Resource Centers.