



# FLOOR REPORT

## 2018-19 BUDGET

NOVEMBER 2018  
FINAL VERSION

PHILIP Y. TING

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CHAIR, ASSEMBLY BUDGET COMMITTEE

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## OVERVIEW

***NOTE: This report has been updated to reflect the addition of budget items in AB 1822/SB 856, which add Proposition 56 and Greenhouse Gas Reduction Funds to the budget.***

### The 2018-19 State Budget Plan

Five months after being proposed by the Governor, and just one month after the Governor's updated May Revision, the final version of the Budget Act of 2018 is now before the Legislature. This budget package is balanced, with record state budget reserves.

The budget plan reflects the shared priorities of the Assembly, the Senate, and the Governor—easing the homelessness crisis, lifting families out of poverty, record funding for schools, more funding for child care, keeping college affordable for California students, and providing a pathway toward healthcare for all.

No single budget can capture all the opportunities California has, or meet all the challenges we face — but the smart and sensible choices in this budget absolutely move California closer to where we want and need to be.

**Our work to improve California is far from finished. This budget keeps California—the world's fifth-largest economy—moving forward.**



## ***Saving for the Future***

### **2018-19 State Budget**

#### **Floor Report Estimates**

*General Fund, In Billions (Including Education Protection Account)*

<b>Revenues and transfers<sup>a</sup></b>	<b>\$137.7</b>
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#### **Expenditures**

Proposition 98 (state portion)	\$54.9
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2018-19 selected one-time costs <sup>b</sup>	3.0
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Other expenditures	80.8
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<b>Total expenditures</b>	<b>\$138.6</b>
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#### **Reserves (estimated as of June 30, 2019)**

Special Fund for Economic Uncertainties	\$2.0
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Safety Net Reserve Fund	0.2
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Budget Stabilization Account <sup>c</sup>	13.8
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<b>Total reserves</b>	<b>\$15.94</b>
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<sup>a</sup> Reflects gross revenues and transfers before budgeted reserve deposits of \$4.4 billion. Net of these reserve deposits, revenues and transfers alternatively may be displayed as \$133.3 billion.

<sup>b</sup> Reflects various non-recurring costs: \$630 million transfer to State Project Infrastructure Fund (designated, along with over \$100 million of unused prior state building funds, for the Capitol Annex project), over \$500 million of homelessness funding, \$300 million deferred maintenance, \$280 million local mandate payments, \$134 million of local voting machine grants, \$100 million for Indian Heritage Center, \$100 million for child care facility grants, \$90 million of Census outreach funding, and over \$800 million of other one-time state investments. One-time costs shown here generally exclude UC and CSU systemwide funding and HHS administration/benefit costs.

<sup>c</sup> Includes estimated deposits to build this Proposition 2 rainy day fund's balance to constitutional maximum. The optional portion of this deposit—\$2.6 billion—will be held in the new Budget Deficit Savings Account until after May 31, 2019.

**This budget fills the Proposition 2 rainy day fund—the brainchild of Assembly Democrats—years ahead of schedule. Total reserves will be the largest in any enacted budget in modern California history.** By the end of 2018-19, the rainy day fund will climb to an estimated \$13.8 billion: its constitutional maximum level. Along with a \$2 billion estimated year-end balance in the state's traditional reserve (the Special Fund for Economic Uncertainties) and a \$200 million balance in a new reserve to protect safety net programs (CalWORKs and Medi-Cal) in future downturns, total reserves under the budget plan exceed \$15.9 billion. These reserves equal 12% of net General Fund revenues and transfers and are larger than the entire state general fund in 33 of the 50 U.S. states. **Furthermore, estimates in the budget plan are based on the cautious revenue projections prepared by the Department of Finance.**

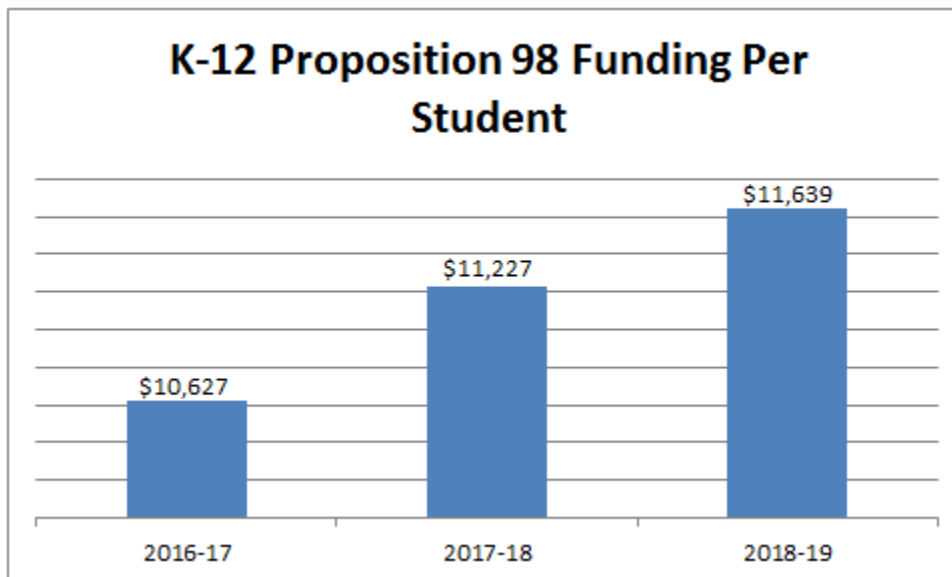
But, that's not all. **This year's state budget plan looks ahead: what comes next after filling California's rainy day fund?** Leaders in the Assembly began planning this spring for how to build more state reserves to better prepare for the next economic downturn. This budget adopts the Assembly's proposed new state savings account: the Budget Deficit Savings Account (BDSA). The BDSA will temporarily hold the \$2.6 billion optional portion of the 2018-19 rainy day fund deposit until after May 31, 2019, and it will be available as an additional budget reserve in future years. The budget also adopts the Senate's plan for the new Safety Net Reserve described above. **California is prudently preparing for the next economic downturn.**

### ***Investing in the Future***

The budget plan increases K-14 education spending, as required by the Constitution, as well as spending for higher education, health and human services, and other programs. It includes many one-time expenditures facilitated by the robust state revenues of recent months. These are described throughout this document.

Ten significant categories of investments in the budget plan are:

1. **K-14 Education.** The budget plan provides record funding for schools and community colleges and fully funds the Local Control Funding Formula. Proposition 98 funding climbs to \$11,639 per K-12 student—up more than \$1,000 per student since 2016-17.



The budget reflects a Conference Committee compromise on the Governor's proposed new community college funding formula. The compromise includes a three-year phase in that begins by providing 70% enrollment-based funding, 20% funding based on the enrollment of low-income students, and 10% funding based on performance outcomes. Over a three-year period, the formula shifts to 60% enrollment, 20% low-income students, and 20% based on performance outcomes. Colleges are guaranteed at least a cost-of-living increase for three years.

The plan includes \$100 million one-time and \$20 million ongoing Proposition 98 funding to create a new online community college to be administered by the Board of Governors. This college will develop courses and programs that lead to short-term credentials and certifications with labor market value. In addition, \$35 million of one-time Proposition 98 funding goes to competitive grants to community college districts to develop their online programs.

2. **Higher Education.** The budget provides significant funding increases for the state's university systems—well above the levels proposed by the Governor in January, as supported by many Assemblymembers in both parties.

For the University of California, the compromise plan includes the Governor's proposed \$92 million ongoing General Fund increase, as well as additional increases of \$177 million one-time General Fund and \$5 million ongoing from the General Fund. In combination with actions from the 2017 budget, UC will increase California enrollment by 2,000 students in the 2018-19 academic year. For CSU, the budget includes the Governor's proposed \$92 million ongoing General Fund increase, as well as additional increases of \$105 million from the General Fund, plus another \$167 million of one-time General Fund resources. The one-time CSU funding includes \$120 million to support a cohort of 3,641 new students at about \$30 million per year over the next four years.

3. **Early Childhood.** The budget invests in child care, a continuing priority of the Assembly. The budget plan adds a total of \$1 billion federal and state funds over four years for an added 13,400 child care and 2,947 preschool slots, increased rates for providers, and new quality investments.
4. **Homelessness.** The budget plan includes more than \$500 million to address the homelessness crisis, principally to help local governments deal with the emergency situation they now face. In addition, California voters will consider whether to approve bonds for more affordable housing development this November. Moreover, funds from last year's housing package are coming on line, providing additional funding for housing.

5. **Toward Ending Deep Poverty for Children.** Deep poverty is considered to be below 50% of the federal poverty level. **Under this budget, California starts to move in the direction of ending deep poverty among children.** The budget provides \$90 million beginning April 1, 2019 and \$360 million ongoing as the first of three contemplated steps to increase CalWORKs grants so that, one day, no child in the state will live in deep poverty. Further steps will require additional budget funding.
6. **Earned Income Tax Credit.** The budget adopts the Governor's proposal to expand California's successful Earned Income Tax Credit (EITC) for working Californians. Specifically, the budget expands the state EITC to working individuals aged 18 to 24, and those over the age of 65. In addition, the qualifying income range for the credit is expanded so that employees working up to full time at the 2019 minimum wage of \$12 per hour qualify. These changes should benefit over 700,000 households. In addition, the budget provides \$10 million for EITC outreach and tax preparation services.
7. **Food Security for SSI Recipients.** The budget ends the more than 40-year-old ban on California SSI recipients—low-income aged, blind, and disabled persons—accessing CalFresh food benefits. Under the budget compromise agreement, \$200 million is set aside to hold SSI/SSP recipients harmless, with an intent by the Legislature to continue funding this “hold harmless” benefit thereafter.
8. **Sustainable Funding for Fish and Wildlife.** The budget adopts a three-year funding plan to move the Department of Fish and Wildlife to a more sustainable funding basis. The budget includes about \$30 million for this purpose on a three-year limited-term basis, including \$5 million from the Tire Fund.
9. **Reentry and Diversion Programs.** The budget adopts both Assembly and Senate proposals that create new diversion, reentry, and wraparound service programs for specified youth and adult populations.
10. **Greenhouse Gas Reduction Investments.** The budget includes \$1.4 billion in discretionary investments to fight air pollution through a series of approaches that provide clean trucks, port, and passenger vehicles, smart agricultural projects, forestry and fire prevention activities, and investments in natural resources.
11. **Infrastructure.** The budget continues to implement last year's Senate Bill 1, which will invest \$54 billion over the next decade to fix roads and bridges and put more dollars toward transit and safety. Funding totaling \$23.5 million for safe drinking water related programs, including those in low-income communities around the state.

The budget also programs future Proposition 2 infrastructure funds—which may total \$1 billion per year after the rainy day fund is filled (beginning in 2019-20)—for state buildings and their deferred maintenance, housing, and rail projects. Among the state



buildings addressed in the budget package is the State Capitol Annex, which is to be funded from one-time State Project Infrastructure Funds included in this year's budget, plus unused state building dollars from prior years. A new state office building near the Capitol, financed with lease-revenue bonds, will house the Legislature temporarily during annex construction and be a permanent state office building thereafter.

### ***Health Care Coverage and Affordability***

The Affordable Care Act has reduced the number of uninsured Californians from 7 million to 3 million (now 7% of the non-elderly population). In May, both the Assembly and the Senate finalized budget proposals to significantly expand health care coverage. Moreover, the Assembly's \$1 billion per year health care package proposed premium assistance for certain low-income and middle-income enrollees in Covered California.

In June budget negotiations, however, the Legislature and the Governor did not reach an agreement for new investments in health care coverage and affordability. Nevertheless, the Assembly remains committed to expanding health care coverage to all Californians. Toward that end, building on the work of the Assembly Select Committee on Health Care Delivery Systems and Universal Coverage, this budget establishes: (1) a council to develop a plan that moves California toward health care for all and (2) a database to improve transparency concerning health care costs.

***Proposition 56 Funds.*** In May, following the May Revision, the Governor proposed rate supplements for Medi-Cal providers, funded by Proposition 56 tobacco taxes. To facilitate further legislative review of the proposal, \$1 billion of Proposition 56 funding is set aside until after June 15, when appropriations of this funding will be considered.

<b>2018-19 Total State Expenditures by Agency</b>				
(Dollars in Millions)				
	<b>General Fund</b>	<b>Special Funds</b>	<b>Bond Funds</b>	<b>Totals</b>
Legislative, Judicial, Executive	\$4,535	\$3,864	\$303	\$8,702
Business, Consumer Services & Housing	443	944	635	2,022
Transportation	229	13,696	637	14,562
Natural Resources	3,542	1,702	1,363	6,607
Environmental Protection	130	3,827	202	4,159
Health and Human Services	39,480	24,839	-	64,319
Corrections and Rehabilitation	12,091	2,909	-	15,000
K-12 Education	55,919	106	656	56,681
Higher Education	16,082	173	335	16,590
Labor and Workforce Development	143	739	-	882
Government Operations	1,824	-309	7	1,522
General Government				
Non-Agency Departments	1,109	1,859	33	3,001
Tax Relief/Local Government	466	2,593	-	3,059
Statewide Expenditures	2,695	1,570	2	4,267
<b>Total</b>	<b>\$138,688</b>	<b>\$58,512</b>	<b>\$4,173</b>	<b>\$201,373</b>
Note: Numbers may not add due to rounding.				

**2018-19**  
**General Fund Budget Summary**  
**Conference**  
**(Dollars in Millions)**

	<u>2017-18</u>	<u>2018-19</u>
<b>Prior Year Balance</b>	<b>\$5,672.1</b>	<b>\$8,452.1</b>
<b>Revenues and Transfers</b>	<b>\$132,521.7</b>	<b>\$137,690.1</b>
Transfer to Budget Deficit Savings Account		-\$2,611.0
Transfer to BSA	-\$2,697.0	-\$1,747.0
<b>Total Resources Available</b>	<b>\$135,496.8</b>	<b>\$141,784.2</b>
Non-Proposition 98 Expenditures	\$73,663.3	\$83,776.2
Proposition 98 Expenditures	\$53,381.4	\$54,869.8
<b>Total Expenditures</b>	<b>\$127,044.7</b>	<b>\$138,646.0</b>
<b>Fund Balance</b>	<b>\$8,452.1</b>	<b>\$3,138.2</b>
<b>Budget Reserves:</b>		
Reserve for Liquidation of Encumbrances	\$1,164.7	\$1,164.7
<b>Reserves</b>	<b>\$7,287.4</b>	<b>\$2,173.5 *</b>
<b>Budget Deficit Savings Account</b>		<b>\$0.0</b>
<b>Budget Stabilization Account</b>	<b>\$9,410.4</b>	<b>\$13,768.4</b>
<b>Total Budget Year Reserve</b>		<b>\$15,941.9</b>

\* Includes \$200m in the CalWORKs Subaccount of the Safety Net Reserve Fund.

## HEALTH

### Emergency Medical Services Authority

- Approves \$356,000 (General Fund) and 1 position, including \$196,000 for information technology (IT) infrastructure and \$189,000 on-going to strengthen EMSA's IT infrastructure and compliance with State policy and procedural requirements - Increased Information Technology Security Resources Budget Change Proposal.

### Office of Statewide Health Planning and Development

- Approves \$60 million (General Fund) one-time and trailer bill to establish the California Health Care Cost Transparency Database to collect information on the costs of health care in order to create transparency on health care costs, and to inform policy decisions, reduce disparities, and reduce costs. Requires OSHPD to convene a review committee to provide advice on the establishment, implementation and ongoing administration of the database, including a business plan for long-term sustainability without General Fund.
- Approves \$10 million (General Fund) one-time to fund the last year of the second Workforce Education and Training (WET) Program 5-year plan, which seeks to increase access to a diverse mental health workforce. Specifically, these funds are for stipends for psychiatric nurse practitioners and social workers, and for residency and training slots for psychiatric mental health nurse practitioners.
- Approves \$1 million (Mental Health Services Act State Administration Fund) one-time and budget bill language to create scholarships for primary care physicians in medical shortage areas of California to enroll in a U.C. primary care psychiatric fellowship program.
- Approves \$215,000 (MHSA State Administration Fund) and 2 2-year positions to support administrative activities to manage and close-out all Mental Health Loan Assumption Program (MHLAP) grants awarded through 2017-18 - MHLAP Spring Finance Letter.
- Approves \$500,000 and 3 positions in 2018-19, \$850,000 and 5.5 positions in 2019-20; and \$800,000 in 2020-21 and on-going (Special Funds) to implement SB 17 (Hernandez, Chapter 603, Statutes of 2017) - Cost Transparency RX Implementation Plan (SB 17) Budget Change Proposal.

**Department of Managed Health Care**

- Approves \$2 million (Managed Care Fund) ongoing to support (by replacing salary savings) the Consumer Outreach and Assistance Program within the Department of Managed Health Care.
- Approves conversion of \$529,000 (Managed Care Fund) in limited-term resources to ongoing for clinical reviews of commercial plans' compliance with the federal Mental Health Parity and Addiction Equity Act - Conversion of Limited-Term Federal Mental Health Parity Compliance Review Resources Budget Change Proposal.
- Approves \$307,000 and 1 position in 2018-19 and \$281,000 in 2019-20 and ongoing (Special Fund) to implement SB 17 (Hernandez, Chapter 603, Statutes of 2017) - Prescription Drug Cost Transparency (SB 17) Budget Change Proposal.

**Department of Health Care Services**

- Appropriates \$1 billion in Proposition 56 funds and \$1.25 billion in federal funds for supplemental payments for preventive services provided by physicians and dentists as follows:
  - Provides \$500 million for payments to physicians and \$210 million for payments to dentists;
  - Increases rates for home health services, pediatric day health care, and pediatric free-standing subacute facilities;
  - Provides one-time funding of \$6 million for qualifying Program of All-Inclusive Care for the Elderly (PACE) programs and \$2 million for qualifying Community-Based Adult Services Programs; and
  - Provides \$220 million for educational loan repayments for physicians (\$190 million) and dentists (\$30 million) and establishes a loan repayment program.
- Authorizes a dental integration pilot program to be operated by the Health Plan of San Mateo.
- Increases the allowable cap on administrative costs of implementing the Hospital Quality Assurance Fee from \$250,000 to \$500,000.

- Denies proposed trailer bill to reform the 340B Drug Pricing Program, approving of \$26.2 million General Fund savings in 2019-20 and \$16.6 million General Fund costs in 2020-21 and 2021-22.
- Approves \$4.3 million (MHSA State Administration Fund) ongoing to support suicide hotlines.
- Approves \$8.4 million in 2018-19, \$10.5 million in 2019-20, \$8.5 million in 2020-21, \$7.6 million in 2021-22 and \$6.9 million (General Fund) ongoing and trailer bill to eliminate treatment caps from the Breast and Cervical Cancer Treatment Program.
- Approves \$8.9 million (\$7 million Proposition 56, \$1.6 million General Fund at Health Care Services and \$350,000 General Fund at Developmental Services) in 2018-19, \$9.7 million in 2019-20, \$10.3 million in 2020-21, and \$10.8 million in 2021-22 to provide a 50 percent rate increase for Pediatric Day Health Care facilities.
- Approves \$5 million (General Fund) one-time as a state match for a 90 percent federal match, and budget bill language, to assist Health Information Exchanges with expanding to new providers.
- Approves \$3 million (General Fund) one-time and budget bill language for the collection and analysis of data on long-term services and supports in California through the California Health Interview Survey (CHIS).
- Approves \$750,000 (General Fund) one-time and budget bill language to implement a pilot expansion for the California Health Interview Survey (CHIS) to strengthen data collection efforts on children and youth.
- Extends the expenditure period for \$3 million (General Fund) until June 30, 2022 for the study and pilot project on medical interpreters, as established through AB 635 (Atkins, Chapter 600, Statutes of 2016).
- Approves \$2 million (General Fund) one-time and budget bill language to support a clinical Whole Genome Sequencing pilot project within the Medi-Cal program.
- Adopts Supplemental Report Language that requires the Department of Health Care Services (DHCS) to report to the Legislature by January 1, 2019 on their proposed new pharmacy reimbursement methodology for blood clotting factors, including information on how the new methodology affects rates and access to products and services.



- Approves \$340,000 General Fund for certified translation services for the Diabetes Prevention Program curriculum in all threshold languages.
- Approves trailer bill to make technical adjustments to the Diabetes Prevention Program implementation statute to better align the program with the Centers for Disease Control and Prevention program specifications.
- Approves \$1 million (General Fund) one-time to support pediatric mobile optometry services.
- Approves trailer bill to require DHCS to work with providers to establish a reasonable recoupment process for the collection of erroneous overpayments by the Department.
- Approves a \$54.8 million (\$18.5 million General Fund) increase for 2018-19 and an ongoing annual increase based on the California Consumer Price Index for county Medi-Cal eligibility administration costs.
- Approves \$4.5 million (\$2.2 million General Fund) in 2018-19 and \$263,000 (\$132,000 General Fund) in 2019-20 to extend limited-term resources for 2 years for positions and 1 year for contract funding, to support compliance with the new 1115 Waiver - CA 1115 Waiver - Medi-Cal 2020 Budget Change Proposal.
- Approves \$1.9 million (\$1 million General Fund) to extend 18 limited-term positions for 3 more years to address federal Affordable Care Act reporting requirements - Health Care Reform Financial Reporting Budget Change Proposal.
- Approves \$513,000 (\$257,000 General Fund) in 2018-19, \$477,000 (\$239,000 General Fund) in 2019-20 and ongoing, and 4 positions to address the increase in privacy security breaches of protected health information and personally identifiable information - HIPAA Privacy Rule Compliance Budget Change Proposal.
- Approves \$562,000 (\$281,000 General Fund) in 2018-19, including \$155,000 to cover one-time costs and \$407,000 for facilities rent with an estimated annual increase of 4 percent per year thereafter for new leased space to relocate staff out of the Santa Ana State Office Building - Orange County Relocation Budget Change Proposal.
- Approves a 2-year no-cost extension and re-appropriation of any remaining funds from the original \$3.75 million Major Risk Medical Insurance Fund apportionment per SB 870 (2014 budget trailer bill), to extend the California Technical Assistance Program's end date from June 30, 2018 to June 30, 2020 (via Budget Bill Re-appropriation Language),

allowing the four contracted vendors an additional two years to continue working towards program objectives - CA Technical Assistance Program No Cost Extension Budget Change Proposal.

- Approves \$1.3 million (\$665,000 General Fund) in 2018-19 and \$1.3 million (\$638,000 General Fund) and 10 positions in 2019-20 to: 1) Strengthen oversight of Mental Health Services Act (Proposition 63); 2) Implement AB 501 (Ridley-Thomas, Chapter 704, Statutes of 2017); and 3) Augment the External Quality Review Organization contract to implement SB 1291 (Jim Beall, Chapter 844, Statutes of 2016) - Mental Health Services Division Policy Implementation Budget Change Proposal.
- Approves 5 permanent positions and resources equivalent to 21 2-year positions to implement SB 323 (Mitchell, Chapter 540, Statutes of 2017) related to clinics providing mental health and substance use services - Drug Medi-Cal and Specialty Mental Health Services: Federally Qualified Health Centers and Rural Health Centers (SB 323) Budget Change Proposal - including the following resources:
  - 2018-19: \$891,000 (\$446,000 General Fund)
  - 2019-20: \$3 million (\$1.5 million General Fund)
  - 2020-21: \$3.2 million (\$1.6 million General Fund)
  - 2021-22: \$1.2 million (\$581,000 General Fund)
  - 2022-23 and on-going: \$595,000 (\$298,000 General Fund)
- Approves \$282,000 (\$141,000 General Fund) in 2018-19 and \$1.3 million (\$670,000 General Fund) in 2019-20 to implement audit workload resulting from AB 1863 (Wood, Chapter 610, Statutes of 2016), which adds marriage and family therapists to the list of clinic health professionals reimbursed by Medi-Cal - Federally Qualified Health Center Audits (AB 1863) Budget Change Proposal.
- Approves \$2.3 million (Special Fund and Federal Fund), 2 permanent positions and 9.5 3-year positions for ongoing workload associated with the Hospital Quality Assurance Fee (HQAF) program - HQAF Budget Change Proposal.
- Adopts trailer bill to increase the amount that DHCS may be reimbursed, to no more than \$500,000 per quarter, for staffing or administrative costs for implementing the new directed payment mechanism for the HQAF program, per the federal rule - HQAF Trailer Bill.
- Approves \$244,000 (Special Fund and Federal Fund) and 2 positions for fiscal oversight and monitoring of the Medicaid Graduate Medical Education Program, which seeks to improve service delivery for Medi-Cal beneficiaries in managed care by training and

retaining health care professionals - Graduate Medical Education Program Oversight & Monitoring Budget Change Proposal.

- Approves conversion of limited-term resources to permanent, including \$3.1 million (\$1.5 million General Fund) ongoing and 9 positions to implement the Medicaid and Children's Health Insurance Program (CHIP) Managed Care Final Rule - Federal Managed Care Regulations Implementation Budget Change Proposal.
- Approves \$9 million (\$2.3 million General Fund) in 2018-19 and up to \$10 million in 2019-20 for statistical analysis of 200 million Medi-Cal fee-for-service claims in order to identify fraud and errors - Medi-Cal Program Integrity Data Analytics Spring Finance Letter.
- Approves \$500,000 (\$250,000 General Fund) in 2018-19 and \$173,000 (\$86,000 General Fund) for 2019-20 and ongoing to procure a new cloud-based Customer Relations Management Software as a Service solution from the Office of Technology Services and increased ongoing subscription costs to support managed care Ombudsman Call Center - Ombudsman Customer Relations Management System Spring Finance Letter.
- Adopts trailer bill to: 1) Repeal the Public Freestanding Non-Hospital Based Clinics Supplemental Reimbursement Program; and 2) Eliminate the annual appropriation of \$45,000 General Fund to DHCS for the Community Treatment Facilities Program - Free-Standing Non-Hospital Clinics Supplemental Reimbursement Program and Community Treatment Facilities Program Technical Adjustment Trailer Bill.
- Adopts trailer bill to increase the authority for the maximum General Fund loan amount, and corresponding federal funds, from \$1 billion to \$2 billion in the event of a General Fund deficiency in the Medi-Cal program budget. Also clarifies that a General Fund loan may be repaid in the following state fiscal year (SFY) from the SFY in which the loan was provided - Medi-Cal General Fund Loan Trailer Bill May Revise. Requires legislative notification when a loan is approved.
- Approves \$6.7 million (\$2.8 million General Fund, \$3.2 million Federal Fund, and \$725,000 Mental Health Services Fund), 28 permanent positions and resources equivalent to 20 2-year positions to strengthen fiscal oversight of the Mental Health Services Act (Proposition 63), Medi-Cal Mental Health Managed Care program, and for the planning effort of the Behavioral Health Data Modernization Project - Mental Health Services Fiscal Oversight and Behavioral Health Data Modernization Budget Change Proposal May Revise - including the following resources:

- 2018-19: \$6.7 million (\$2.8 million General Fund)
  - 2019-20: \$6.5 million (\$2.7 million General Fund)
  - 2020-21: \$5.5 million (\$2.2 million General Fund)
  - 2021-22/on-going: \$4 million (\$1.5 million General Fund)
- Approves \$50 million (General Fund) one-time and modified budget bill language to direct the funding to counties (or specified cities) to provide outreach, treatment and services to homeless persons with mental illness.
- Approves \$254 million plus interest (General Fund) to counties for repealed state mandates related to services provided by counties to seriously emotionally disturbed children (related to AB 3632).
- Approves \$180.7 million (General Fund) one-time to repay the federal government for specialty mental health disallowances and approves repayments to the state by counties over four years.
- Approves \$286,000 (\$143,000 General Fund) to support planning workload to comply with the federal Electronic Visit Verification requirements - Electronic Visit Verification Multi-Departmental Planning Team - DHCS Costs May Revise.
- Approves \$41.7 million (\$9.7 million General Fund) for the California Medicaid Management Information System (CA-MMIS) Legacy and Modernization Resources and Modernization Modules Provisional Language Budget Change Proposal, as follows:
  - 17.0 permanent positions and associated expenditure authority in 2018-19, increasing to 25.0 positions in 2019-20 and ongoing;
  - Expenditure authority equivalent to 2.0 two-year, limited-term positions;
  - Three-year funding for personal services contractors (consultants);
  - Two-year funding for hardware and software; and
  - Budget bill language to address funding needs related to additional digital services team activities, subject to approval of requisite state and federal project documents.
- Adopts trailer bill language to establish a directed payment program for certain cost-based reimbursement clinics (CBRCs), effective no sooner than July 1, 2019 to expand cost-based reimbursement for CBRCs that contract with managed care plans for services provided to Medi-Cal beneficiaries - CBRC Directed Payment Program Trailer Bill May Revise.

- Adopts budget bill language to exempt federal opioid grant funds from the requirements of the Public Contracts Code.

### **Department of Public Health**

- Approves \$8 million (General Fund) ongoing to support and establish a California Perinatal Equity Initiative to expand the scope of interventions provided under the Black Infant Health Program. The bill requires the initiative to foster Community Centers of Excellence in perinatal health and requires the Department to develop a process to allocate funds to up to 15 county health departments to improve black infant birth outcomes and infant mortality.
- Approves \$300,000 (General Fund) ongoing to support border health efforts.
- Approves \$9 million (General Fund) one-time (over 3 years) to administer a grant program to specified organizations to support the System of Care wraparound model for individuals with ALS and their caregivers.
- Approves \$5 million (General Fund) one-time for comprehensive HIV prevention services including PrEP and PEP (pre- and post-exposure prophylaxis).
- Approves \$2.5 million (General Fund) one-time, for 2018-19 and 2019-20, to DPH to implement a diabetes awareness campaign.
- Approves \$2 million (General Fund) one-time to prevent the spread of sexually transmitted diseases by supporting the work of Local Health Jurisdictions.
- Approves of \$5 million (General Fund) one-time to the Department of Public health as follows: \$2 million to implement a Valley Fever outreach and awareness campaign; and \$3 million for Valley Fever research at the Valley Fever Institute at Kern Medical.
- Approves \$2 million (ADAP Rebate Fund) and placeholder trailer bill to modify the PrEP Assistance Program to provide more comprehensive coverage.
- Approves \$10 million (MHSA State Admin Fund) one-time to implement a 3-year "All Children Thrive" pilot program that addresses childhood trauma.
- Adopts trailer bill to reauthorize and modify State (DPH) authority over syringe exchange programs by: 1) Deleting the sunset; 2) Reducing the public comment period from 90 to 45 days; and 3) Allowing the state to purchase materials necessary to

prevent the spread of communicable diseases and to prevent drug overdose, injury or disability.

- Approves 1 new permanent position within the Lead Construction Certification Program and trailer bill that authorizes the program to increase program fees to cover the costs, and to reduce the application processing deadline from 120 to 60 days.
- Adopts placeholder Supplemental Report Language requiring the Department of Public Health (DPH) to report to the Legislature on the State of the State's Public Health.
- Approves \$3.2 million (General Fund) and \$104,000 (Special Fund) in 2018-19 and \$2.9 million (General Fund) in 2019-20 and ongoing to fund Alzheimer's and related disorders research and fulfill contractual commitments - Alzheimer's Disease Program Grant Awards Budget Change Proposal.
- Approves \$276,000 (Special Fund) and 2 positions to develop new regulations and data analysis and reporting of additional blood lead tests, as required by AB 1316 (Quirk, Chapter 507, Statutes of 2017) - Childhood Lead Poisoning (AB 1316) Budget Change Proposal.
- Approves \$354,000 in 2018-19, \$242,000 in 2019-20, \$370,000 in 2020-21 and \$125,000 in 2021-22 and 2022-23 (General Fund) to complete the implementation of SB 1395 (Block, Chapter 928, Statutes of 2014) by developing guidelines for approving the use of new rapid test methods at specific beaches as alternatives to the current slower culture methods - Public Beaches - Inspection for Contaminants (SB 1395) Budget Change Proposal.
- Approves \$2.6 million (Special Fund) to augment and fund a 1-year extension to the existing LA County contract accounting for cost updates, and budget bill language that allows for increased funding as needed and justified - Los Angeles County Contract Budget Change Proposal.
- Adopts trailer bill to authorize DPH to assess a supplemental license fee on facilities located in LA County to cover additional costs of regulating the LA facilities - LA County Supplemental Fee Trailer Bill.
- Approves \$796,000 in 2018-19, 2019-20, and 2020-21 (Special Fund) to meet increased demand for birth certificate requests due to the Real ID Act, including budget bill language authorizing up to \$1.59 million to support additional workload if necessary -



Birth Certificate Processing Increase for Real ID Act Compliance Budget Change Proposal.

- Approves conversion from limited-term to permanent 11 positions and \$903,000 in 2018-19, and 16 positions and \$21.8 million in 2019-20 and on-going (federal funds) for this existing home visiting program - Infant and Early Childhood Home Visiting Program Budget Change Proposal.
- Approves \$2.69 million (Special Fund) and 18 positions ongoing to support the addition of diseases, per SB 1095 (Pan, Chapter 393, Statutes of 2016), as well as for Second-Tier testing for metabolic disorders - New Genetic Disorders (SB 1095) and Second Tier Testing Budget Change Proposal.
- Approves reversion of \$3.8 million and a new appropriation of \$4.9 million (General Fund) for the Laboratory upgrade, as a result of delays and increased costs - Richmond Viral Rickettsial Disease Laboratory Capital Outlay Budget Change Proposal.
- Approves \$250,000 and 2 positions in 2017-18 and \$2.7 million (Special Fund) and 15 positions in 2018-19 and ongoing for workload of new AIDS Drug Assistance Program (ADAP) in-house eligibility and enrollment system - ADAP Eligibility and Enrollment Budget Change Proposal.
- Adopts trailer bill to reinstate authority to use federal certification standards for state licensure of chronic dialysis clinics, rehabilitation clinics, and ambulatory surgical clinics, and during the rulemaking process for Intermediate Care Facilities/Developmentally Disabled regulations - Licensing and Certification Federal Standards Trailer Bill.
- Approves \$2.7 million (Special Funds) and 22 positions ongoing to improve core operations and effectiveness of Licensing and Certification - Health Care Licensing and Oversight Spring Finance Letter.
- Adopts budget bill language to provide program the flexibility to meet manufacturing costs for the next production cycle of BabyBIG should the production timeline shift into 2018-19 - BabyBIG/Infant Botulism Treatment and Prevention Program Spring Finance Letter.
- Adopts budget bill language to allow DPH to quickly accept federal public health emergency funding pursuant to a new Centers for Disease Control and Prevention Public Health Crisis Response Grant - Emergency Response: Public Health Crisis Response Grant Spring Finance Letter.

- Adopts budget bill language to allow DPH to increase expenditure authority up to \$1.7 million if the Centers for Medicare and Medicaid Services approves the Certified Nursing Assistant Training Kickstarter program - Certified Nursing Assistant Training Kickstarter Program.
- Approves proposal to continuously appropriate Proposition 56 funds from Fund #3304 to the following departments:
  - 0820 Department of Justice
  - 4265 Department of Public Health
  - 6100 Department of Education
  - 6440 University of California
  - 7600 Department of Tax and Fee Administration

### **Department of State Hospitals**

- Approves \$113.1 million (General Fund), as proposed in January and modified in the May Revision, and trailer bill to implement a mental health diversion program with a focus on reducing the number of Incompetent to Stand Trial referrals to the Department of State Hospitals (DSH). Requires the Department to consult with the Council on Criminal Justice and Behavioral Health on implementation of these funds.
- Approves \$795,000 for the Council on Criminal Justice and Behavioral Health: \$150,000 over 3 years to consult with the Department of State Hospitals on the diversion program; and \$670,000 (Mental Health Services Fund) to establish a consumer contract to represent the mentally ill population that is involved with the criminal justice system, and one position (\$125,000).
- Approves \$1.3 million and 4 positions in 2018-19 and \$713,000 in 2019-20 (General Fund) to implement an integrated electronic health record for State Hospital patients - Electronic Health Records Planning Budget Change Proposal.
- Approves \$3.1 million in 2018-19 and \$1.7 million in 2019-20 and ongoing (General Fund) to protect information and remediate findings of a security assessment - Information Security Program Expansion Budget Change Proposal.
- Approves \$2.7 million on-going (General Fund) for on-going maintenance and service for the DSH Personal Duress Alarm System Project - Personal Duress Alarm System Budget Change Proposal.

- Approves \$359,000 in 2018-19, \$4.6 million in 2019-20, \$7.7 million in 2020-21 and \$3.7 million in 2021-22 and ongoing (General Fund) for implementation of the Unified Hospital Communications Public Address System Project - Unified Hospital Communications Public Address System - Phase 2 Budget Change Proposal.
- Approves resources (General Fund) for Capital Outlay Budget Change Proposals and a Spring Finance Letter as follows:
  - \$5.7 million - Coalinga Activity Courtyard Re-appropriation
  - \$1.5 million - Metropolitan Consolidation of Police Operations
  - \$3.4 million - Metropolitan Fire Alarm System Upgrade Re-appropriation
  - \$33.1 million - Patton Main Kitchen Re-appropriation
  - \$9.4 million – Patton Fire Alarm System Upgrade
- Approves \$988,000 (General Fund) and 8 3-year positions to comply with HIPAA and to consolidate DSH's financial operations - Protected Health Information Implementation Budget Change Proposal May Revise.
- Approves \$2.6 million ongoing for DSH to operate the Metropolitan Centralized Utility Plant.
- Adopts trailer bill that allows courts to make a determination that a patient has regained competency prior to admission into the proposed Los Angeles County Restoration in Community Treatment Program facility or a DSH facility - Competency Restoration Assessments Trailer Bill May Revise.

#### **Mental Health Services Oversight and Accountability Commission**

- Approves \$670,000 million (MHSA State Administration Fund) ongoing for a consumer contract addressing mental health issues among immigrants and refugees.
- Approves a \$20 million re-appropriation (MHSA State Administration Fund) of SB 82 2017-18 triage funds and reduces the annual appropriation for this purpose from \$32 million to \$20 million.
- Approves \$2.5 million in 2018-19 and 2019-20 (MHSA State Administration Fund) to evaluate county innovations plans, with particular focus on how counties can use these plans to reduce the number of Incompetent to Stand Trial referrals to the Department of State Hospitals - County Mental Health Innovation Planning Budget Change Proposal.

**California Health and Human Services Agency**

- Approves \$5 million (General Fund) one-time and trailer bill to create a Council on Health Care Delivery Systems and to establish legislative intent to achieve universal health coverage in California, control health care costs, ensure all Californians have access to affordable coverage, address health care workforce shortages, and ensure access for all Californians to culturally and linguistically-appropriate health care. This bill tasks the California Health and Human Services agency with staffing the Council, and tasks the Council with providing the state with a plan on how to achieve the Legislature's intent established by this bill.

**California Health Benefits Exchange**

- Approves trailer bill that requires Covered California to develop options for administering financial assistance for low- and middle-income Californians to help them access affordable health care coverage, with respect to individual coverage made available in the Exchange. The bill requires Covered California to submit these options to the Legislature by November 30, 2018.

## HUMAN SERVICES

### Department of Social Services

- Approves \$200 million General Fund (one-time) to support a reversal of the CalFresh cash-out policy for the SSI/SSP and SSP caseload, with trailer bill language. This action will begin the implementation process in 2018-19, with legislative intent language to address the concept of continuing the hold harmless policy for all current cases. Additional administrative needs will be funded in part from the \$200 million designated for this purpose.
- Adopt trailer bill language to create the Safety Net Reserve, with Medi-Cal and CalWORKs subaccounts, and transfer \$200 million to the CalWORKs subaccount. Requires the Department of Finance to develop a methodology for future funding of subaccounts in consultation the Legislative Analyst's Office and the Legislature.
- Provides \$90 million General Fund beginning April 1, 2019 and \$360 million ongoing as first of three steps to get children and families to 50 percent of the Federal Poverty level. Second and third steps do not take effect until they are fully funded in the budget. Adopts trailer bill language to effectuate this action.
- Adopts trailer bill language to codify cost-of-living adjustments (COLAs) to the State Supplemental Payment and CalWORKs grants beginning 2022-23, subject to funding in the annual Budget Act.
- Approves utilizing freed-up TANF funds (totaling a \$158 million TANF Reserve) that the Administration proposed to invest home visiting, to begin a permanent, on-going Home Visiting Initiative as part of the CalWORKs program. This action includes adoption of trailer bill language to offer the service to first-time parents and caregivers, and then allowing for the extension of the service to additional families with young children. The program would be subject to funding in the annual Budget Act. Families will be able to receive up to \$500 in parenting support pursuant to the trailer bill language, as part of their participation in the Home Visiting program.
- Approves \$9 million General Fund for 2018-19 (one-time), to be spent across three fiscal years, with trailer bill language to adopt a CalFresh Food and Vegetable EBT Pilot to stretch CalFresh dollars at grocery stores and markets.

- Approves \$5.5 million General Fund for 2018-19 (one-time) for food bank infrastructure investments that improve capacity, such as transportation, cold storage, warehouse equipment and supplies, and technology.
- Approves \$10 million General Fund for 2018-19 (one-time) to augment the Immigration Services Program at the Department of Social Services to allow for work on behalf of clients who are current or former recipients of federal Temporary Protected Status (TPS) and to provide services for Undocumented Unaccompanied Minors (UUM).
- Approves \$7 million General Fund for 2018-19 (one-time) for Immigration Services for California State University Faculties, Students, and Staff through the Immigration Services Funding program at the Department of Social Services.
- Approves \$4 million General Fund for 2018-19 and on-going for the Deaf Access Program (DAP), with trailer bill language to alter the contracting process pertaining to the DAP.
- Approves \$10 million General Fund for 2018-19 (one-time) to reduce unmet diaper need among low-income families with infants or toddlers, with the diaper supplies to be provided to the community through specified non-profits.
- Approves \$2 million General Fund for 2018-19 (one-time) to provide funding for a Youth and Family Civic Engagement Initiative to be facilitated through specified non-profits.
- Approves \$4 million General Fund for 2018-19 and on-going, with trailer bill language, to provide a Chafee Grant Foster Youth grants to older youth up to the age of 26.
- Approves \$3 million General Fund for 2018-19 and on-going to establish an employer of record and provide health benefits to achieve parity for Waiver of Personal Care Services Providers (WPCS) providers, with trailer bill language
- Approves \$3.6 million General Fund for 2018-19 (one-time) to fund the Holocaust Survivor Assistance Program. The program will award grants to eligible individuals and their caregivers that help the recipients to remain independent and safe in their communities, address the consequences of trauma, and facilitate healing.
- Approves \$23.5 million General Fund for 2018-19 (one-time) to backfill the May Revision reduction to the employment services portion of the CalWORKs Single Allocation, holding it harmless until the new methodology is established.



- Approves \$6.3 million General Fund (one-time) for Resource Family Approval and \$4.8 million General Fund (one-time) for Level of Care Assessments to fund county administration related to the implementation of the Continuum of Care Reform. Adopts supplemental report language regarding the Child and Adolescent Needs Assessment (CANS) and an assessment of its workload and costs.
- Approves \$15.4 million General Fund for 2018-19 to partially fund a shortfall in county administration for the In-Home Supportive Services program.
- Approves \$4 million General Fund for 2018-19 (one-time) and trailer bill language to create a state intervention to assist with law enforcement referrals from group homes and remaining shelters, with the goal of improving outcomes for adolescents and older youth.
- Approves no-cost trailer bill language on CalWORKs Welfare to Work study time provided for by an educational or training institution, permitting this to be counted as a work activity.
- Approves no-cost trailer bill language creating a CalSAWS Stakeholder Workgroup, to work with the Administration as the state prepares for a unified Statewide Automated Welfare System.
- Approves no-cost trailer bill language stating that no later than February 1, 2019, the State Department of Social Services, in consultation with the Department of Finance and stakeholders, shall reconvene the paid sick leave workgroup for in-home supportive services providers. The workgroup shall discuss how paid sick leave affects the provision of IHSS services. The workgroup shall consider the potential need for a process to cover the IHSS recipients' authorized hours when a provider should need to utilize their accrued sick time. This workgroup shall finish its work by November 1, 2019. Additionally, adopts supplemental report language regarding data collection on sick leave implementation in IHSS.
- Approves supplemental report language requiring a Food for All Stakeholder Workgroup to review how the state and local entities can improve current programs and coordinate linkages to community services to strengthen California's food assistance safety net for all low-income Californians
- Approves supplemental report language requiring DSS to provide a briefing to the Legislature and stakeholders beginning July 2018 and quarterly thereafter, on the status

of the State Hub Roadmap Project, outlining the types of information to be shared with opportunities for legislative and stakeholder feedback.

- Approves supplemental report language requiring the Administration to report to the Legislature and stakeholders, including county representatives and advocates, on options for improving the “file clearance process” for CalWORKs, CalFresh, and Medi-Cal in the Medi-Cal Eligibility Data System (MEDS).
- Approve supplemental report language requiring the California Department of Social Services to provide an update to the Legislature and stakeholders, as part of the 2019-2020 budget process, on the engagement of counties in the implementation of the Case Management, Information and Payrolling System for the In-Home Supportive Services Program.
- Approve supplemental report language requiring the Legislative Analyst’s Office, with assistance from the Department of Social Services, to review data about the reporting of child abuse or neglect incidents among children who are aged 14 to 17.
- Approves trailer bill language on a contingency plan regarding the CCR and placements, permitting an exception process for group homes caring for foster youth after December 31, 2018 on a case-by-case basis with specified conditions.
- Approves trailer bill language to establish a CCR true-up reconciliation process to account appropriately for state and county administrative costs. Codification of the CCR true-up calculation will ensure that all relevant costs and savings are reflected on an ongoing basis and that counties that do experience net costs related to CCR will have those costs covered.
- Approves the Governor’s May Revision proposal for \$15 million General Fund (one-time) to pilot a new Home Safe Program within Adult Protective Services. The funding will be available to participating counties over a three-year period to provide housing-related supports to seniors experiencing homelessness or at risk of becoming homeless. This includes requested Budget Bill Language on an extended encumbrance period, until June 30, 2021, and revised trailer bill language that responds to advocates’ feedback.
- Approves funding and trailer bill language regarding the CCR Caregiver Emergency Assistance Payments and Long-Term Funding Solution, with modifications, including the addition of language that addresses concerns about families who aren’t approved beyond the six-month or three-month timelines.

- Approves the Budget Change Proposal (BCP) for In-Depth Monitoring of the IHSS Program, which requests a total of six permanent positions (one Staff Services Manager I (SSM I) and five Associate Governmental Program Analysts (AGPAs) and \$780,000 (\$390,000 General Fund) in 2018-19 and \$712,000 (\$356,000 General Fund) annually thereafter to provide in-depth monitoring and technical assistance to help improve county administration of the IHSS program.
- Approves the BCP for Child Welfare Services Case Reviews Oversight Assistance, which requests 9.0 positions and \$1,131,000 to increase safety, permanency, and well-being outcomes for children and families with the probation, foster care, and child welfare system. According to the Administration, the requested resources will enable DSS to increase coordination with and provide technical assistance to counties to develop or improve county mental and physical health services for vulnerable children ages 0-5 and their families; and to conduct required qualitative case reviews for rural child welfare and probation agencies who have been unable to conduct their own reviews.
- Approves the BCP for Psychotropic Medication Oversight in Foster Care, which proposes two years of funding, \$702,000 per year, to support the equivalent of 6 positions. The Administration states that the requested funding is necessary in order to meet the mandate of SB 484 (Chapter 540, Statutes of 2015) and ensure the increased oversight of psychotropic medication continues.
- Approves the BCP for Resources for Disaster Preparedness, which proposes 3.0 positions and \$428,000 to support catastrophic planning and strengthen California's mass care and shelter capabilities. DSS has been assigned by the California Governor's Office of Emergency Service (Cal OES) in the State Emergency Plan as the lead for mass care and shelter in California.
- Approves the BCP for Private Alternative Boarding Schools and Outdoor Program Oversight and Policy Development, which proposes 12.5 positions authority and \$1,041,000, total funds, to permanently support licensing of private alternative boarding schools and private alternative outdoor programs. Of the total amount, \$591,000 General Fund is requested ongoing in order to implement SB 524 (Lara), Chapter 864, Statutes of 2016, which established Private Alternative Boarding Schools and Private Alternative Outdoor Programs as two new subcategories of Group Homes to be overseen by the department. Specifically, the positions requested are eight full-time Licensing Program Analysts (LPAs), one Licensing Program Manager (LPM), one and a half Office Assistant positions, and one Associate Governmental Program Analyst

(AGPA). The Information Systems Division also requests \$450,000 for contracts to make updates to the Licensing Information System.

- Approves the BCP for Appeals Case Management System Implementation, which proposes to fund 4.0 positions with \$493,000 to be part of the State's development and support team for the Appeals Case Management System.
- Approves the BCP for Federal Medicaid Managed Care Final Rule Hearings and Increased Appeals Workload, which proposes 16.0 positions and \$3,228,000 to process the increased workload associated with: 1) the implementation of the Medicaid Managed Care Centers for Medicare and Medicaid Services (CMS) Final Rule that changes the CDSS State Hearings Division hearing process for managed care service denials, and 2) significant increase in existing workload due primarily to the ongoing impact of the implementation of the Affordable Care Act (ACA). The requested resources will allow the Department to provide timely due process for the affected population across all programs and mitigate penalties for late decisions.
- Approves the May Revision proposal for the CalWORKs Housing Support Program (HSP), which assists CalWORKs families in obtaining and retaining permanent shelter. The May Revision added \$24.2 million to the HSP, and the Administration plans to invest an additional \$24.2 million in fiscal year 2019-20 to bring total program funding to \$95 million on an on-going basis from that fiscal year forward.
- Approves the Spring Finance Letter on In-Home Supportive Services (IHSS) Collective Bargaining and State Administration, which requests two-year limited-term resources to address a temporary increase in workload associated with recent statutory changes (Chapter 25, Statutes of 2017 and Chapter 8, Statutes of 2018) to the IHSS program related to collective bargaining for IHSS provider wages and benefits and county maintenance of effort provisions.
- Approves the May Revision proposal to increase the CalWORKs Homeless Assistance Program Payment Rate from \$65 to \$85 for temporary shelter support. This provided \$7.6 million in 2018-19 to raise the daily rate, effective January 1, 2019. Adopts trailer bill language to effectuate these two changes.
- Approves the May Revision proposal to increase AB 85 Savings by \$247.2 million to reflect an increase in AB 85 realignment funds available to offset General Fund costs in the CalWORKs program.

- Approves the May Revision proposal on the CCR Resource Family Approval Backlog, with an increase of \$4.6 million to provide one-time funding to address county backlog of Resource Family applications.
- Approves the May Revision proposal on the CCR Caregiver Emergency Assistance Payments, with an increase of \$13.4 million for counties to support up to six months of emergency assistance (EA) payments prior to resource family approval, beginning July 1, 2018, and up to three months of EA payments beginning July 1, 2019.
- Approves the May Revision proposal on Tribal Title IV-E Start-up Administration Costs, with an increase of \$87,000 to provide start-up funds for tribes with existing federal Title IV-E agreements and to assist tribes in establishing a Title IV-E child welfare program, with related trailer bill adopted.
- Approves the May Revision proposal on Disaster Assistance (Issue 412), with an increase of \$200,000 for the State Supplemental Grant Program to assist victims of the 2017 wildfires and 2018 Southern California mudslides.
- Approves the May Revision proposal on the Home-Based Family Rate Clarification in trailer bill language to clarify state statute regarding the non-applicability of the Home-Based Family Care (HBFC) rate structure for Adoption Assistance Program (AAP), Kin-GAP, and Non-Related Legal Guardian (NLRG) cases that went to permanency on or before December 31, 2016.
- Approves the May Revision proposal on Electronic Visit Verification (EVV), providing \$243,000 (\$122,000 General Fund) on a two-year limited-term basis to reflect funding equivalent of 2.0 positions to support planning activities, such as coordinating stakeholder meetings, developing policies and procedures, drafting county letters, and providing progress reports. The BCP is a California Health and Human Services Agency proposal to support planning of a federally mandated EVV system across multiple programs.
- Approves compromise budget bill language regarding EVV implementation readiness for the state.

### **Department of Developmental Services**

- Approves \$25 million General Fund for 2018-19 (one-time) to provide rate support for direct care service providers in the Developmental Services system.

- Rejects the Governor's proposal to implement the 14-day Uniform Holiday Schedule for the 2018-19 fiscal year, approving \$29.3 million in General Fund (one-time) for this purpose. This delays the implementation of the Uniform Holiday Schedule until July 1, 2019.
- Adopts supplemental report language requiring DDS to provide quarterly updates to the appropriate fiscal and policy committees of Legislature and "steps foreseen, planned, and completed in the development" of community-based safety net and crisis services. This can be accomplished concurrent with the existing updates on closure activities for developmental centers (DCs).
- Approves trailer bill language to provide Clients' Rights Advocates (CRAs) statutory rights to access records for individuals in facilities for which CRAs receive statutory notice upon admission, with no costs identified for these statutory changes.
- Approves trailer bill language to require transparency of respite policies and protocols for Regional Centers, with no costs identified for these statutory changes.
- Approves trailer bill language regarding the Self Determination Pilot and use of the General Fund offset for both Regional Center support and for services reading clients and families toward a new self-determination model, with no costs identified for these statutory changes.
- Approves the Administration's proposed trailer bill language on Acute Crisis Services, and corrects drafting errors that omit developmental services.
- Approves \$1.5 million General Fund for 2018-19 (one-time) for the Best Buddies program, providing peer support and recreational activities for young DD consumers.
- Approves \$300,000 General Fund to assist with solvency and compliance efforts at Kern Regional Center and placeholder supplemental report language regarding legislative oversight.
- Approves the BCP for Clinical Staff for Community Homes Oversight, which requests \$2 million (\$1.4 million GF) to fund 9.0 positions to increase clinical staff and expertise within Headquarters to support development and ongoing monitoring of Adult Residential Facilities for Persons with Special Health Care Needs, Enhanced Behavioral Supports Homes, and Community Crisis Homes.



- Approves the BCP to Centralize Statewide Activities for Developmental Services, which requests approval to shift \$2.1 million (\$1.6 million GF) and 15.5 positions from the State Operated Residential and Community Services Program to Headquarters for statewide oversight positions and activities that will continue beyond closure of the developmental centers. Assigning the positions and funding within Headquarters is consistent with the current functions of the positions and provides continuity of services and expertise within the Department for ongoing, statewide responsibilities and programs.
- Approves the BCP to establish Internal Audit Unit, which requests \$295,000 (\$178,000 GF) and 2.0 positions. In addition to initial planning activities, the requested resources will complete general internal audit assignments such as delegated contract audits from the Department of General Services and the State Leadership Accountability Act review from the Department of Finance. Further, the resources will serve as liaisons during audits conducted by outside entities such as the California State Auditor, the Department of Finance, and the State Controller's Office.
- Approves the May Revision request regarding Home Health and Intermediate Care Facility for the Developmentally Disabled Rate Increase, conforming this adjustment to provide a 50 percent rate increase to home health providers, effective July 1, 2018.
- Approves the May Revision request regarding Electronic Visit Verification (EVV), which includes a \$0.3 million increase (\$0.2 million GF increase) to fund two, two-year limited-term basis positions to participate in the planning and alternatives analysis of a statewide EVV solution. The BCP is a California Health and Human Services Agency proposal to support planning of a federally mandated EVV system across multiple programs.
- Approves the May Revision request regarding Person-Centered Planning, which includes a \$0.4 million increase (\$0.3 GF increase) to contract with a consultant to work with DDS and stakeholders to develop and implement training for consumers, families, and regional centers on person-centered practices and planning. Additionally, funds will be used to contract for the development of an online training module that can be utilized for ongoing, future training of consumers, families, service providers, and newly-hired regional center staff.

### **Department of Aging**

- Approves \$2.3 million General Fund for 2018-19 and on-going to support the work of the Long-Term Care Ombudsman Program, with trailer bill language to increase the

base allocation for local ombudsman programs. Additionally approves budget bill language regarding the availability of funds from the State Health Facilities Citation Penalties Account for Ombudsman if certain conditions are met.

- Approves the Spring Finance Letter for the Supplemental Nutrition Assistance Program – Education (SNAP-Ed) Program. There is no General Fund associated with the request.

### **California Senior Legislature**

- Approves the Spring Finance Letter for the reappropriation of an unencumbered balance for the California Senior Legislature.

### **Department of Community Services and Development**

- Approves the BCP regarding Low-Income Weatherization Program (LIWP) and a reappropriation of funds to extend their use through contractors in a current funding cycle.
- Approves the May Revision request regarding an increase of \$33.7 million in spending authority to reflect a recent federal increase for the Low-Income Home Energy Assistance Program and the Community Services Block Grant.
- Approves Budget Bill Language requested by the Department of Finance to ease the transfer of funds for outreach activities associated with the California Earned Income Tax Credit (CalEITC) through CSD.

### **Department of Rehabilitation**

- Approves the Spring Finance Letter for the Vending Stand Fund expenditure authority increase. There is no General Fund associated with the request.
- Approves the Spring Finance Letter for the California Public Utilities Commission (CPUC) Interagency Agreement. There is no General Fund associated with the request.
- Approves the Spring Finance Letter for the for Disability Access Business Engagement. There is no General Fund associated with the request.

**Department of Child Support Services**

- Approves \$3 million General Fund for 2018-19 and on-going, with associated trailer bill language, for a Child Support Administrative Augmentation.
- Approves the May Revision request for an increase of \$703,000 to reflect revised forecasts of child support collections.

**Health and Human Services Agency**

- In place of the Governor's original BCP for the Office of Law Enforcement Support, approves 1.0 attorney IV and fund 7.0 investigators, and 2.0 supervising special investigators paid at top step, estimated to be \$620k GF in 2018-19 and \$555k GF on-going.
- Approves the BCP for Medi-Cal Eligibility Data System (MEDS) Modernization, which requests expenditure authority of \$7.9 million total funds (\$787k GF) to continue the multi-department planning effort to replace the MEDS, currently in the procurement phase. The funds would also support 7 positions for the project, 4 at the Office of Systems Integration (OSI) and 3 at the Department of Social Services (DSS), which are aligned with the project plans.
- Approves the BCP for Health Portability and Accountability Act (HIPAA) Compliance and Technical Assistance, which requests one on-going, permanent position and reimbursement expenditure authority of \$128k annually to allow the CA Office of Health Information Integrity (CalOHII) to continue its oversight of statewide HIPAA compliance activities.
- Approves the Spring Finance Letter for Electronic Women, Infants, and Children Management Information System (eWIC MIS) Project Expenditure Increase, which requests expenditure authority increase from the CA Health and Human Services (CHHS) Automation Fund of \$3.8 million in 2018-19, \$9.1 million in 2019-20, and \$6.2 million in 2020-21, to augment consulting contracts, mainly with the MIS system integrator, to allow OSI to continue implementation of the project, an electronic benefits transfer (EBT) system for WIC participants.
- Approves the May Revision BCP request across multiple departments to support planning activities to comply with the federal electronic visit verification (EVV) requirements for certain HHS programs. The BCP request within Agency is for \$143k for planning related to the In-Home Supportive Services (IHSS) and Waiver Personal Care Services (WPCS) programs, with Budget Bill Language. Modifies the Budget Bill Language to strike the section that was requesting to allow the Administration to implement EVV without taking regulatory action.

## K-12 EDUCATION

### **Proposition 98**

- Provides an overall Proposition 98 funding level of \$78.4 billion in 2018-19, \$75.6 billion in 2017-18 and \$71.6 billion in 2016-17. The plan includes the same Proposition 98 minimum guarantee as the Governor's May Revision.
- Includes a settle-up payment of \$100 million in 2018-19, consistent with the Governor's May Revision.
- Eliminates all outstanding maintenance factor in 2017-18.
- Approves the Governor's May Revision proposal to create a new Proposition 98 certification process, with changes adjusting the timeline to allow for a Legislative review period and retaining the Legislatures ability to adopt an alternative plan for allocating any settle-up funds owed to schools.

### **Department of Education**

- Includes the following actions to provide further support for the Local Control Funding Formula (LCFF):
  - LCFF Base Funding. Provides \$3.67 billion in ongoing Proposition 98 funding for the LCFF, \$407 million above the Governor's proposed level in the May Revision.
  - Low-Performing Students Grant Funding. Provides \$300 million in one-time Proposition 98 funding to allocate for low-performing students, based on performance on assessments in English language arts and math.
  - Continuous Appropriation. Approves the Governor's May Revision proposal to include trailer bill language to continuously appropriate LCFF funding, including an automatic COLA.
- Includes the following actions to improve LCFF accountability and transparency:
  - Budget Summary for Parents. Approves the Governor's May Revision proposal to require each LEA to provide a parent friendly budget summary that links budget expenditures to corresponding goals actions, and services in the school district's Local Control Accountability Plan (LCAP). Requires the summary for parents to be included as part of the LCAP and provides \$200,000 one-time Proposition 98

funding to contract with the San Joaquin County Office of Education to update the LCAP template.

- LCAP Redesign. Adopts Legislative intent to enact legislation in the 2017-18 Regular Session to redesign the LCAP template. The intended changes to the template including: streamlining the template to increase accessibility for parents and other local stakeholders and presenting information in a manner that more clearly shows whether services are being targeted to specific school sites or provided on a districtwide, countywide, or charterwide basis. Also includes Legislative intent to appropriate \$200,000 in one-time Proposition 98 funding for this purpose.
- California School Dashboard. Approves the Governor's January and May Revision proposal to provide \$300,000 in one-time Proposition 98 funding to San Joaquin County Office of Education to improve the interface for the California School Dashboard based on stakeholder input.
- Supplemental and Concentration Grant Amounts. Approves the Governor's January and May proposal to require the CDE to post online the amount of supplemental and concentration grant funding awarded to each LEA on an annual basis once LEAs are funded at their LCFF targets.
- Provides a total of \$1 billion in one-time discretionary funding for school districts, charter schools and county offices of education. This funding is provided on a per student basis and offsets any applicable mandate reimbursement claims owed to schools. Approves the Governor's proposal to first offset an LEA's allocation with the balance of any payments due to the state for the Medi-Cal billing settlements.
- Provides \$150 million in ongoing Proposition 98 funding for the Career Technical Education Incentive Grant program, administered by the Department of Education. Includes additional reporting requirements for the Department of Education and includes a 2:1 match requirement for grant recipients.
- Provides \$150 million in ongoing Proposition 98 funding for the Governor's proposed K-12 CTE program administered through the community college Strong Workforce program. Includes \$14 million in ongoing Proposition 98 funding to support the Workforce Pathway Coordinators, K-14 Technical Assistance Providers and the consortia administrative costs. Requires the Workforce Pathway Coordinators and Technical Assistance Providers to also provide technical assistance for the grantees of the Career Technical Education Incentive Grant program.

- Includes \$100 million in one-time non-Proposition 98 General Fund for facility grants for local educational agencies that want to implement full-day Kindergarten programs.
- Adopts the following actions related to the state's new accountability and support system:
  - County Offices of Education. Allocates \$53.8 million in ongoing Proposition 98 funding for County Offices of Education (COEs) to support districts that are in need of improvement as identified under the new dashboard and system of support. Adopts trailer bill language specifying the role and responsibilities of COEs in the statewide system of support.
  - COE Regional Leads. Approves the Governor's January and May Revision proposals to provide \$4 million in ongoing Proposition 98 funding to support between six and ten COEs as geographical lead agencies as part of the statewide system of support. The responsibilities of the lead COEs would include building the capacity of COEs in the region, providing technical assistance across the region and identifying existing resources and developing new resources to support LEAs. Allows for additional COEs leads to be selected based on specific expertise in an area of need to build capacity in that area within the statewide system of support.
  - Special Education Local Plan Areas (SELPAs). Approves the Governor's January and May proposals to provide \$10 million in ongoing Proposition 98 funding to support between six and ten SELPAs as special education resource leads to work with COEs to improve outcomes for students with disabilities. Approves the Governor's proposed trailer bill language to better align the SELPA planning process with the LCAP process.
  - Academic Performance Index (API). Approves the Governor's proposed trailer bill language requiring any program identified in law that utilized a calculation pursuant to the API of school decile rankings to utilize the 2013 growth calculation. Specifies that alternative measures shall be used for the purposes of charter renewals.
- Provides \$50 million in one-time Proposition 98 funds for the Classified School Employees Summer Furlough Fund Program. Adopts trailer bill language specifying that in 2019-20, eligible classified employees may elect to have up to ten percent of their paychecks withheld. The CDE shall allocate matching funds to LEAs with participating employees. The LEA shall provide participating classified school employees the amounts withheld from their paychecks, plus a 1-to-1 matching amount from the fund during the summer recess period.

If the funding provided for this program is insufficient to provide the 1-to-1 match, the state shall notify participants that the state match will be prorated and allow participants to reduce the amount withheld or no longer participate.

- Provides \$50 million in one-time Proposition 98 funds for the Classified School Employees Professional Development Block Grant. Adopts trailer bill language specifying that funds are to be distributed to LEAs based in the number of classified school employees and may be used for any professional development purposes in Education Code Section 45391, prioritizing professional development related to school safety.
- Dedicates \$15 million in one-time Proposition 98 funding for the After School Kids Code Grant Program. Adopts trailer bill language charging the CDE with determining grant criteria and providing grants for eligible After School Education and Safety (ASES) programs that operate or plan to operate computer coding programs as part of their curriculum.
- Provides \$44 million in one-time Title IV carryover funding for CDE to administer grants prioritized for 1) enhancing visual and performing arts education, or 2) expanding access to physical and mental health care, including dental and vision care, in schools by supporting school health centers. Allocates remaining Title IV funds pursuant to the May Revision allocation to all Title I LEAs based on the Title I formula.
- Approves the Governor's January and May Revision proposals to provide an ongoing increase of \$24.8 million in Proposition 98 funding for the Charter School Facility Grant Program in 2018-19 and a one-time increase of \$21 million in 2017-18 to fund estimated program participation. Approves the Governor's proposed trailer bill language to 1) Eliminate automatic backfill language, 2) Prioritizes lease costs when program is oversubscribed, 3) Caps growth in lease costs at the K-14 COLA and 4) Requires independent appraisals for new applicants.
- Approves the Governor's May Revision proposal to provide \$13.3 million in one-time Proposition 98 funding to establish the Community Engagement Initiative. Specifically the initiative provides funding to the California Collaborative for Educational Excellence (CCEE) and a lead COE to solicit teams and establish three phases of professional learning networks focused on building the capacity of communities, school districts and county offices of education to engage more effectively in the Local Control Accountability Plan (LCAP) process. The CCEE is also required to conduct statewide training on community engagement based on the findings of the professional learning networks.
- Approves the Governor's May Revision proposal to provide \$15 million one-time Proposition 98 funding to expand upon past investments in Multi-Tiered Systems of

Support (MTSS). This funding is provided to build and disseminate statewide resources specifically focused on improving school climate, including social emotional learning, restorative justice and positive behavioral interventions.

- Approves the Governor's May Revision proposal to use \$11.2 million in one-time federal Title II and Title IV funding to establish the Early Math Initiative aligned to the statewide system of support. Specifically, the Early Math Initiative includes the development, identification, and distribution of early math resources, professional learning and coaching for educators, and mathematical learning opportunities for children. Also approves \$100,000 in one-time federal Title IV funds for CDE to administer the program. Redirects \$680,000 in one-time federal Title II funding originally included in the Governor's proposed Early Math Initiative to support private school equitable services.
- Approves the Governor's May Revision proposal to provide \$27.4 million in one-time Proposition 98 funding to convert the English Language Proficiency Assessment for California (ELPAC) from a paper-based to a computer-based assessment and develop a computer based alternative ELPAC for children with exceptional needs.
- Approves the Governor's proposal to provide \$716,000 Educational Telecommunication Fund to augment first-year funding for the Standardized Account Code Structure (SACS) system replacement project. The SACS system technology is outdated, lacks adequate support, is incompatible with modern systems, and does not meet current security standards.
- Adopts the Governor's proposed trailer bill language to eliminate the sunset date of a provision of law that disallows the use of suspension based on acts of willful defiance for students in grades K-3.
- Adopts trailer bill language to provide a third year of average daily attendance relief for school districts impacted by wildfires.
- Provides a 2.71 percent cost-of-living adjustment for programs outside of the Local Control Funding Formula, including: special education, Foster Youth Services Coordinating program, American Indian Early Childhood Education program, American Indian Education Centers, Adults in Correctional Facilities program, Child Nutrition and the California State Preschool program.
- Provides \$600,000 in ongoing General Fund to the CDE to support two positions and workload related to school-based comprehensive sexual health education. These two positions were previously supported by federal funding, but funding for this has been



eliminated. These positions provide technical assistance and monitoring of health education programs. In addition, other activities include the development of resources related to sexual health and LGBTQ supports, collaboration with other health and education related agencies and initiatives, data collection, and monitoring.

- Appropriates \$1.7 million one-time non-Proposition 98 General Fund to provide suicide prevention training resources to LEAs. Adopts placeholder trailer bill language requiring the CDE to identify evidence-based training programs for LEAs on suicide prevention and provide a grant to a county office of education to acquire and disseminate a training program identified by CDE to LEAs at no cost.
- Provides \$2 million in one-time non-Proposition 98 General Fund for the Superintendent of Public Instruction to provide to the Special Olympics Northern and Southern California to support the Unified Champion Schools Program, the Healthy Athletes Program and the Community Sports Program.
- Reappropriates \$437,000 in federal Title III carryover to develop a standardized English language teacher observation protocol for use by teachers in evaluating a pupil's English language proficiency.
- Provides \$2 million in one-time non-Proposition 98 General Fund for Sweetwater Unified School District for facility improvements.
- Provides \$4 million non-Proposition 98 General Fund to the Department of Education for the San Francisco Unified School District for improvements to the Giannini Middle School.
- Rejects the Governor's proposal to redirect \$2 million in federal Title III funds for county office of education regional leads to support English learners. Provides this funding through the existing 11 regional COEs and requires each COE to meet specified metrics in order to be held accountable for improving performance for English learners within their respective regions.
- Approves the Governor's proposal to provide \$1 million in ongoing Proposition 98 funding for the California College Guidance Initiative's (CCGI) Student Friendly Services project.
- Approves the Governor's January proposal to provide an additional \$4.1 million in federal funds and non-Proposition 98 General Fund for CDE's state operations.
- Provides \$100,000 in ongoing non-Proposition 98 General Fund for one position to support a centralized Uniform Complaint Procedures Process (UCP) and database at the Department of Education.

- Includes \$135,000 in federal Child Care and Development Block Grant funding for the Department of Education's workload associated with increased child care slots.
- Approves all Department of Finance April Letter funding adjustments.
- Approves the Governor's May Revision federal fund adjustments.
- Approves the Governor's May Revision adjustments for CDE's General Fund state operations funding.
- Approves additional reimbursement authority for the State Special Schools.
- Approves the Governor's May Revision proposal to provide an additional \$5 million ongoing Proposition 98 funding for the California Collaborative for Educational Excellence (CCEE) to align with the estimated ongoing cost of services provided by the CCEE.
- Approves the May Revision proposal to provide an additional \$972,000 for the Fiscal Crisis Management Assistance Team (FCMAT) to allow FCMAT to approach county offices of education to offer more proactive and preventive services to financially struggling school districts.
- Provides \$500,000 in one-time Proposition 98 funds for the CDE to develop resources for Genocide Awareness through the existing process for providing resources for the History Social Science Framework.
- Allocates \$250,000 in one-time Proposition 98 to backfill the loss of federal grant funding for homeless students for San Diego Unified School District.
- Provides an additional \$1 million one-time Proposition 98 funding for the California-Grown Fresh School Meals program to incentivize the purchase of California-grown food by schools and to expand the number of freshly prepared school meals offered within the state that use California-grown ingredients.
- Includes \$150,000 in one-time Proposition 98 funds for the CDE's membership dues in the Education Commission of the States.
- Approves the revised revenue estimates for the Health Education Account, Cigarette and Tobacco Products Surtax Fund (Proposition 99).
- Approves the Governor's proposed continuous appropriation and updated revenue estimates for the Proposition 56 Tobacco Tax funding.

- Approves various special education funding adjustments, including changes in property tax revenue, changes in growth in attendance and a COLA adjustment. Removes the amount allocated to special education local plan areas (SELPAs) for program specialist/regionalized services (PS/RS) and allocates based on the statewide average PS/RS rate for all SELPAs.
- Approves the May Revision proposal to authorize the K-12 High Speed Network to expend \$1.8 million of remaining network connectivity infrastructure grant funding.
- Approves \$60,000 of increased reimbursement claims by local educational agencies for non-conduct related teacher dismissal hearing costs.
- Approves the updated funding levels for the K-12 Mandates Block Grant due to updated attendance and COLA adjustment.
- Approves \$297,000 to be reappropriated to support external legal representation for the CDE.
- Approves several trailer bill amendments related to the calculation of apportionments and LCFF at full implementation.
- Approves trailer bill language to ensure a backfill of property tax losses related to recent wildfires, special education property taxes and basic aid district property taxes.
- Approves various amendments to clarify the Necessary Small Schools provisions.
- Approves trailer bill language to extend the ability of the SBE to adopt the LCAP template following the Bagley-Keene Open Meeting Act requirements, rather through the Administrative Procedures Act requirements through January 31, 2019.
- Approves trailer bill language to clean-up statute that unintentionally capped the maximum grant a summer program could receive, to specify that programs can receive 30 percent of their total grant for summer programs.
- Approves trailer bill language to specify that the CDE shall adjust SELPA rates for any SELPA reorganizations such that overall funding neither increases nor decreases.
- Approves trailer bill language to be adopted to allow the California School Finance Authority to charge administration costs to the 2016 facilities bond and to specify that required audits must be completed within one year of project completion.

- Approves trailer bill language to suspend the split between K-12 and Community Colleges for purposes of Proposition 98 expenditures.
- Approves trailer bill language that would require regional consortia to develop a new three-year plan in 2019-20, instead of 2018-19, and place a cap of 5 percent or less on the amount of indirect (administrative costs) districts could charge their adult schools or community colleges.
- Approves \$3 million in one-time Proposition 98 funding for the Southern California Regional Occupational Center, pursuant to the 2017-18 Budget Act agreement.
- Approves \$6,508,000 in one-time reappropriated Proposition 98 funding to the FCMAT for California School Information Services (CSIS) operations to support the California Longitudinal Pupil Achievement Data System (CALPADS).
- Approves trailer bill legislation to specify that an alternative payment program shall have no less than 12 and no more than 24 months to expend contracted funds.
- Approves trailer bill legislation authorizing the Department of Finance to be a designated party to all local educational agency audit appeals submitted to the Education Audit Appeals Panel.
- Approves trailer bill legislation to clarify the out-of-home care funding rates for 2017-18.
- Approves trailer bill legislation to exempt specified school districts impacted by the wildfires that began in Northern California in October 2017 from state educational testing requirements in the 2017-18 school year, if these districts are granted a waiver from the federal government.
- Approves trailer bill language to provide a Proposition 98 General Fund backfill for special education programs if redevelopment agency revenues distributed to local educational agencies for special education are less than estimated in the 2018 Budget Act.
- Adopts trailer bill language would exempt nonpublic schools and nonpublic agencies that provide special education services from an annual audit requirement.
- Adopts trailer bill language to 1) Create the Uniform Complaint Procedures section in Education Code, 2) Make technical adjustments to align references under various programs to the UCP in a single code section, and 3) Clarify that for most UCP appeals CDE must complete the appeals process within 60 days of the receipt of a complaint.

- Adopts trailer bill language to exempt a school district with average daily attendance of more than 400,000 from the administrator to teacher ratio penalties pursuant to Education Code Section 41404 for the 2018-19 fiscal year.
- Adopts trailer bill language to specify that joint power authorities may participate in and receive funding through the School Bus Replacement Program.
- Eliminates the recently repealed California High School Exit Exam from the K-12 mandate reimbursement item and the K-12 Mandates Block Grant.
- Approves trailer bill language to make various technical amendments as follows:
  - Update the sunset dates in Education Protection Account revenues to reflect 2033, which conforms to the sunset date set forth by Proposition 55 passed by voters in 2016.
  - Remove a provision, which is inoperative as of 2018-19, for Necessary Small High Schools in the county offices of education LCFF calculation.
  - Align programs that are continuously appropriated and programs currently funded through the principal apportionment system to be consistent with current law and current practice by CDE.
  - Update the basic aid funding determination provisions in class size penalty, court ordered voluntary pupil transfer, property tax in-lieu transfers to charter schools, charter supplement, districts of choice, and open enrollment to better align with the timing of the LCFF provisions upon full implementation.
  - Clarify which average daily attendance will be used in the following cases: (1) when prior year and current year average daily attendance are equal, for purposes of apportionment determination, current year will be used; and (2) when reporting out-of-state average daily attendance, second principal apportionment average daily attendance, will be used instead of annual principal apportionment because those students are now credited to their district of residence under LCFF and not the county office of education.
  - Clarify the calculation of county office of education local appropriations limit to better align with funding received and students served under the LCFF and existing practice by CDE.
- Makes other minor and technical adjustments.

**Commission on Teacher Credentialing**

- Includes the following proposals to address the state's teacher shortage:
  - Teacher Residency Grant Program. Dedicates a total of \$75 million for locally sponsored teacher residency programs. Approves the Governor's proposal to provide \$50 million in one-time Proposition 98 funding for teacher residency programs for special education teachers and provides an additional \$25 million for teacher residency programs for other shortage areas, such as STEM and bilingual education. The CTC would administer the program and provide competitive grants to LEAs of up to \$20,000 per teacher; LEAs would provide a 1:1 local match. Funds could be used for a variety of purposes, including stipends for new teachers, mentor teachers, or tuition at a partner university.
  - Local Solutions Grant Program. Adopts the Governor's proposal to provide \$50 million in one-time Proposition 98 funding for competitive grants to LEAs to develop and implement new, or expand existing locally identified solutions that address a local need for special education teachers.
- Approves the Governor's proposal to provide \$1.3 million in one-time Test Development and Administration Account funds to provide an Administrator Performance Assessment (APA) field test to all administrator candidates enrolled in credential programs in 2018-19.
- Approves the Governor's proposal to provide \$380,000 in one-time funds from the Teacher Credentials Fund reserve account to automate teacher assignment monitoring activities.
- Approves the Governor's proposal to provide \$1.5 million in one-time funds from the Teacher Credentials Fund reserve account to convert the portion of existing teacher credential records that are currently stored on a microfiche system to a digital format and create a searchable database. The CTC estimates there are 1.3 million records on microfiche.
- Extends the redirection of \$285,000 from the Teacher Credentials Fund amount provided to the Office of the Attorney General (OAG) through 2019-20 and 2020-21 to be used for limited-term investigator workload (currently redirected for these purposes for the 2017-18 and 2018-19 fiscal years). The CTC and the OAG have identified that additional investigative work on teacher misconduct cases before the cases are referred to the OAG would help to reduce the backlog in teacher misconduct caseload.
- Approves an April Letter request to increase CTC's reimbursements by \$160,000 to reflect a grant from the San Diego State University Foundation.

- Requires a data sharing agreement between CTC and SDE for the teacher assignments and miss-assignments match process.

### **Early Education**

- Includes over \$1 billion in total investment over the next four years.
- Creates 13,407 new Alternative Payment slots, of which 11,307 are available until June 30, 2022. These slots are funded with \$19 million ongoing General Fund (\$15.8 million in 2018-19) and a total of \$409.2 million limited-term Federal Funds.
- Provides \$40.2 million for Infant/Toddler and Special Needs increased rate increments, growing to \$80.3 million in future years.
- Provides One-Time Quality Funding including \$10 million for County Pilot for inclusive care, \$5 million for Licensed Child Care Teacher Professional Development, \$5 million for the California Child Care Initiative, and \$6 million for other one-time quality activities.
- Allocates \$100 million one-time for facility improvements to encourage school districts to expand kindergarten to full day.
- Includes \$64.4 million General Fund and \$59.2 million Proposition 98 funding to reflect rate increases and 2,959 new full day preschool slots agreed to in 2016.
- Includes language conform the Uniform Complaint Procedure issues identified by the Legislative Analyst's Office.
- Adopts language to allow for the braiding of preschool funding.
- Includes \$26.4 million for federal compliance activities, specifically annual inspections for licensed child care providers.

## HIGHER EDUCATION

### University of California

- Approves the Governor's Budget base increase of \$92.1 million General Fund.
- Provides \$5 million General Fund above the Governor's Budget to support 500 new California students in 2018-19.
- Approves the May Revision proposal to reduce the Office of the President budget by \$8.6 million and move the same funding to the campus appropriation to support 2018-19 enrollment growth. This action enables UC to support 1,500 new California students in 2018-19. Combined with the action above, UC will admit 2,000 new California students in 2018-19.
- Provides \$40 million one-time General Fund to support UC operations, which will allow UC to use \$40 million one-time Proposition 56 to expand graduate medical education.
- Provides \$105 million one-time General Fund to support general university needs and operations.
- Provides \$35 million one-time General Fund to support campus deferred maintenance projects.
- Provides \$25 million one-time General Fund for UC Berkeley to address the campus' operating deficit. This funding will be released after the campus presents a plan to eliminate its deficit to the Department of Finance and Joint Legislative Budget Committee.
- Provides \$15 million one-time General Fund a UC school of medicine without a medical center to support to support two types of medical services in medically-underserved areas: residency programs that utilize telemedicine or programs to increase the number of psychiatry residents who may use telemedicine.
- Provides \$12 million one-time General Fund to support research related to Jordan's Syndrome.
- Provides \$4 million one-time General Fund to provide legal services for undocumented and immigrant students, faculty and staff.
- Provides \$3 million one-time General Fund to support research into Valley Fever.
- Provides \$2.8 million one-time General Fund to support UC Davis Aggie Square planning costs.



- Provides \$2 million one-time General Fund to support equal employment opportunity practices. Adopt budget bill language stating the funding should be distributed to selected departments on campuses seeking to create or expand equal employment opportunity programs and require a report to the Legislature by Dec. 1, 2018 that describes the proposed uses of these funds and includes the number of ladder-rank faculty, disaggregated by race, ethnicity, and gender.
- Provides \$1.8 million one-time General Fund for the UCLA Ralph J Bunche Center for African American Studies
- Provides \$1.5 million one-time General Fund to support campus-based activities related to student hunger and basic needs. Adopts placeholder trailer bill language requiring campuses to collect input and outcomes data to receive funding and requiring UC to report to the Legislature by Jan. 1, 2019 on uses of this funding and outcomes. Also adopt placeholder trailer bill language creating a working group of higher education, county and state representatives to develop strategies to improve coordination and ensure students receive benefits to which they are entitled.
- Approves the May Revision proposal providing \$1.2 million one-time General Fund for anti-bias training.
- Approves the May Revision proposal providing \$1 million General Fund for the Institute on Global Conflict and Cooperation.
- Provides \$500,000 one-time General Fund to support the California Vector-Borne Disease Surveillance Gateway.
- Approves the May Revision proposal to include budget bill language allowing the Director of Finance to reduce funding for UC if the UC Board of Regents approves a tuition increase for the 2018-19 academic year.
- Approves the May Revision proposal to amend the UC Path item to allow a supplemental campus assessment of no more than \$15.3 million upon approval by the Director of Finance and the Joint Legislative Budget Committee. Adds language stating that campuses shall only use state funding to support the portion of this additional funding that benefits state-funded programs and activities.
- Approves placeholder trailer bill language requiring UC to annually report on systemwide programs and initiatives, including costs, sources of revenue, activities and outcomes.

- Approves the May Revision proposal to reappropriate funds provided for Item 6440-001-0001 in the 2016 and 2017 Budget Acts for equal employment opportunity programs and allow expenditure until June 30, 2021.
- Creates a new budget item within the Office of the President budget item that displays the budget of the Agriculture and Natural Resources Division.

### **California State University**

- Approves the Governor's Budget proposal to increase base CSU funding by \$92.1 million General Fund.
- Provides \$75 million ongoing General Fund to support the Graduation Initiative.
- Provides \$30 million ongoing General Fund to support general university needs.
- Provides \$120 million one-time General Fund to support enrollment growth of 3,641 full-time equivalent students (1%), which will allow about \$30 million per year to support this cohort of students for four years.
- Provides \$35 million one-time General Fund to support campus deferred maintenance projects.
- Provides \$7 million one-time General Fund to provide legal services for undocumented and immigrant students, faculty and staff. This funding will be provided to the Department of Social Services to administer.
- Provides \$3.75 million one-time General Fund for shark research and beach safety activities at CSU Long Beach.
- Provides \$1.5 million one-time General Fund to support campus-based activities related to student hunger and basic needs. Campuses must provide a plan for expenditure and agree to collect input and outcomes data to receive funding. Require CSU to report to the Legislature by Jan. 1, 2019 on uses of this funding and outcomes.
- Provides \$1 million one-time General Fund for the Mervyn M. Dymally African American Political and Economic Institute at CSU Dominguez Hills.
- Provides \$350,000 one-time General Fund to support the California Council on Science and Technology Policy Fellowship Program.
- Provides a \$24,000 ongoing General Fund increase for the Sacramento Semester program.

- Includes budget bill language stating that of the funding provided to CSU, at least \$25 million shall be used to increase the percentage of tenure track faculty at each campus.
- Includes budget bill language requiring CSU to report by Feb. 1, 2019 on activities associated with the Graduation Initiative and growth in management, faculty and staff, and how this employee growth advances student success.
- Approves the May Revision proposal to include budget bill language allowing the Director of Finance to reduce funding for CSU if the CSU Board of Trustees approve a tuition increase for the 2018-19 academic year.
- Approves budget bill and trailer bill language requiring CSU to report annually on the impact of admissions policy changes enacted by the Board of Trustees regarding redirection and local students seeking admission to impacted programs.
- Approves the May Revision proposal that trailer bill language be added to align the vesting period for certain CSU employees' health and dental benefits with recently approved collective bargaining agreements with the employees. New agreements extend this "vesting period" from five years of service credit to ten.
- Approves the May Revision proposal for trailer bill language that eliminates the preliminary CSU and University of California (UC) financial aid report. The CSU would still be required, and the UC requested, to complete the final financial aid report. Eliminating the preliminary report would reduce the CSU and UC workload associated with developing two similar reports. Makes additional changes to the report that would provide more useful information.
- Approves the Governor's Budget and May Revision proposals to provide a cost of living adjustment to the Assembly, Senate, Executive and Judicial Fellows programs. The increase amounts to \$81,000 General Fund.
- Approves the Governor's Budget proposal to provide \$100,000 General Fund to support administrative costs of the Education Policy Fellowship Program.

### **California Community Colleges**

- Creates a new online college. Provides \$20 million ongoing Proposition 98 General Fund and \$100 million one-time General Fund to create the college to be administered by the Board of Governors. The new college would develop courses and programs that lead to short-term credentials and certifications with labor market value and are not duplicative of programs offered at existing colleges.
- Provides \$35 million one-time Proposition 98 General Fund to the Online Education Initiative for competitive grants to community college districts to online programs and

courses that do either of the following: (1) Lead to short-term, industry-valued certificates or credentials, or programs or (2) enable a student in a pathway developed by the online college to continue his or her education in a career pathway offered by an existing community college.

- Approves a new community college funding formula. The formula would be phased in over three years, by at first providing 70% enrollment-based funding, 20% funding based on the enrollment of low-income students, and 10% funding based on performance outcomes. Over a three-year period the formula would shift to 60% enrollment-based funding, 20% funding based on the enrollment of low-income students, and 20% funding based on performance outcomes. The formula includes a hold-harmless provision that will guarantee all colleges at least a cost-of-living increase for three years.
- Provides an increase to community college apportionments of \$378 million Proposition 98 General Fund in 2018-19 to begin implementation of the new funding formula.
- Provides \$50 million ongoing Proposition 98 General Fund to increase full-time faculty.
- Provides \$40 million one-time Proposition 98 General Fund to support part-time faculty office hours.
- Approves the May Revision proposal to consolidate the Student Success and Support Program, the Student Equity Program and the Student success for Basic Skills Program into the California College Support Program.
- Approves the Governor's Budget proposal to provide \$46 million Proposition 98 General Fund to support the California College Promise program.
- Consolidates the Full Time Student Success Grant and the Student Completion Grant financial aid programs into one Student Success Completion Grant. The new grant would provide up to \$1,298 annually for eligible students taking between 12 and 14 units, and \$4,000 annually for eligible students taking 15 units or more. Approves May Revision proposals allowing eligible students who take less than 15 units per semester to earn the full amount if they take summer school and requires students to make satisfactory academic progress to remain eligible.
- Rejects the Innovation Awards.
- Approves planning funding for the 6 capital outlay projects proposed in the Governor's Budget and May Revision using Proposition 51 funding.
- Approves the Governor's proposed increase of \$21.6 million for the Adult Education Block Grant to reflect a cost-of-living adjustment for 2018-19 and 2017-18. Adopts trailer

bill language to 1) rename the Adult Education Block Grant as the Adult Education Program and 2) as a condition of receiving state or federal funds, adult education providers document that they are participating in their regional planning consortia and report adult education services and funding.

- Approves the Governor's proposed \$5 million for a data sharing platform for Adult Education. Includes additional budget bill language to require that up to \$500,000 be used to contract with an external entity to survey adult schools on the fees being charged for different categories of courses, and an average per student cost of adult education.
- Adopts trailer bill language to specify that adult schools must assign statewide student identifiers (SSID) for students without social security numbers and the community colleges must coordinate with the Department of Education to assign SSIDs for students without social security numbers. (for students who attended California K-12 schools or adult schools, this shall be the same SSID).
- Approves the May Revision proposal to provide additional apprenticeship funding above the Governor's Budget. Approves placeholder trailer bill language clarifying that the apportionment reimbursement option proposed in the Governor's Budget will be based on the actual number of instructional hours provided, requires the Chancellor's Office to collect and report additional information related to the apportionment reimbursement option, and requires additional reporting and transparency regarding rates and other program data.
- Approves the May Revision proposal to support expanding EOPS services for foster youth.
- Approves the May Revision proposal to provide \$5 million Proposition 98 General Fund and \$13.5 million one-time Proposition 98 General Fund to support technology improvements at financial aid offices.
- Provides \$6 million one-time Proposition 98 General Fund to expand open educational resources to be administered by the Academic Senate.
- Provides \$23 million Proposition 98 General Fund for deferred maintenance and instructional equipment.
- Provides \$10 million one-time Proposition 98 General Fund to support student hunger and basic needs. Adopts trailer bill language requiring campus reporting on activities and outcomes.

- Provides \$10 million one-time Proposition 98 General Fund to support a grant program that supports public-private partnerships in STEM education.
- Provides \$8.5 million one-time Proposition 98 General Fund to support veterans resource centers.
- Provides \$10 million one-time Proposition 98 General Fund to support the creation of a public safety training center at El Camino Community College.
- Provides \$5 million one-time Proposition 98 General Fund to begin planning and development of an Early Childhood Education Center at Norco Community College.
- Provides \$5 million one-time Proposition 98 General Fund to support re-entry programs for formerly incarcerated students.
- Provides \$10 million one-time Proposition 98 General Fund to support mental health services and professional development at campuses.
- Provides \$10 million one-time Proposition 98 General Fund to support legal services for AB 540 and DACA students.
- Provides \$800,000 one-time Proposition 98 General Fund to the Los Angeles Community College District for the Los Angeles Valley College Family Resource Center.
- Provides \$685,000 ongoing Proposition 98 General Fund to support the Academic Senate's work on the course identification numbering system.
- Provides \$232,000 ongoing Proposition 98 General Fund to support increased operational costs for the Academic Senate.
- Supports 1% enrollment growth.
- Approves the Governor's Budget and May Revision proposals to provide \$2 million one-time Proposition 98 General Fund to increase certified nurse assistant programs.
- Approves the Governor's Budget proposal to support 15 additional positions at the Chancellor's Office.
- Approves reappropriation of 2017 Budget Act funding related to workforce development programs in high unemployment regions; specifies eight projects at eight colleges.
- Approves trailer bill language correcting a technical error in AB 343 (McCarty), which was approved by the Legislature and signed into law in 2017, and exempts California community college students granted special immigrant visas pursuant to federal statute from paying nonresident tuition.

- Approves trailer bill language to allow colleges to negotiate a rental price that is no less than the fair rental value if negotiating with non-student serving groups.
- Approves trailer bill language to remove annual reviews of the audit manual for community colleges, because the process is lengthy and rarely results in changes.
- Approves trailer bill language to confirm the current process the Chancellor's Office is using to distribute federal Perkins funds.
- Approves a change to budget bill language to allow ongoing funding used for inmate education to be spent on digital course content or textbooks. Previous language only allowed for digital course content, which restricted programs' ability to best serve students.
- Approves the May Revision proposal to modify the Career Access Pathways trailer bill language to allow charter schools to participate in these programs and clarify that a charter school participating in a College and Career Access Pathways dual enrollment agreement – like a school district and community college district – not be funded for the same instructional time.
- Approves a reappropriation of \$250,000 one-time Proposition 98 General Fund to support the Underground Scholars program.

### **California Student Aid Commission**

- Approves the Governor's Budget and May Revision proposals to allow the maximum Cal Grant award for students attending private non-profits to remain at \$9,084 if the sector admits a specified number of Associate Degree for Transfer students in 2018-19 and beyond.
- Approves the Governor's Budget action to reduce the annual maximum Cal Grant award for students attending WASC-accredited for-profit colleges to \$8,056.
- Provides \$5.2 million General Fund and adopts trailer bill language to support a Cal Grant expansion for foster youth. The expansion would allow former foster youth up to age 26 to be eligible for the Cal Grant entitlement program, and allow these students to receive a Cal Grant for up to 8 years. Assembly and Senate versions.
- Allows General Fund loans to the Cal Grant program to be repaid by Temporary Assistance for Needy Families funding.
- Approves the April Finance Letter providing \$5.5 million one-time General Fund to support the Grant Delivery System IT project.

**California State Library**

- Approves the May Revision request for \$663,000 for one-time General Fund to purchase a vault that will help protect the library's collection, repair books that were damaged by water leaks that occurred during this year's rainstorms, and to purchase damage response supplies.
- Approves the May Revision request for \$430,000 for the California Newspaper Project. The Project supports the preservation of historic newspapers from each county in California.
- Approves the May Revision request for \$340,000 to account for higher facilities rents charged by the Department of General Services. Of this amount, \$100,000 is for rent increases at the Stanley Mosk Library and Courts Building, \$62,000 is for rent increases at the 900 N Street Library Building, and \$178,000 is for increased central plant service charges.
- Approves the May Revision request for \$215,000 for improved information technology at the California State Library. Of this amount, \$80,000 is ongoing to support costs of new cloud security subscriptions and \$135,000 is one-time to support costs of implementation of the new system. This augmentation would enable the Library to address information technology security vulnerabilities identified in a recent technology security analysis, conducted by the California Military Department.
- Approves the May Revision request for \$195,000 to digitally preserve the state's website history. Of this amount \$120,000 would support digitally preserving state government websites once per quarter and \$75,000 would support digital preservation storage subscriptions.
- Approves trailer bill language to eliminate the sunset provision in Education Code Section 19104.5, which describes a process, including public notice and competitive bidding, that a city must go through if it is seeking to withdraw from a county free library system and contract out library services to a for-profit entity.
- Provides \$1 million one-time General Fund to support completion of the Felton Library and Nature Discovery Park. The funding will create a community learning center and park within walking distance of downtown Felton and nearby schools.
- Provides \$1 million one-time General Fund to support a two-year pilot project that will provide competitive grants to nonprofit organizations for the purposes of establishing a student author book publishing program. The program would support 1,000 students from public housing developments in writing short stories and publishing anthologies of the work.



- Provides \$1 million one-time General Fund to support and expand the Career Online High School program. The program offers free GED courses for students, and has nearly 650 libraries participating.
- Approves the Governor's Budget proposal to augment the California Library Services Act program for one year, from \$3.6 million to \$5.1 million.
- Approves the Governor's Budget proposal to increase funding for the California Library Literacy Services program from \$4.8 million to \$7.3 million.
- Approves the Governor's Budget proposal for \$250,000 ongoing General Fund for the Oral Histories Program.
- Provides \$500,000 one-time General Fund to support operations of the Braille Institute Library in Los Angeles.
- Provides \$1 million one-time General Fund for the Lunch at the Library program, which supports libraries in developing summer free-meal programs. Funding will help libraries connect with meal sponsors and the USDA's Summer Food Service Program and establish a free-meal program. Senate version.
- Approves four Governor's Budget proposals aimed at increasing local libraries' use of high-speed Internet services:
  - Provides \$3 Million One Time to Increase Internet Capacity at Local Library Hubs.
  - Provides \$2 Million One Time for Internet Equipment Grants.
  - Provides \$350,000 Ongoing for Increases in CENIC Costs.
  - Provides \$138,000 Ongoing for a New Position at the State Library to Oversee Local Library Internet.

### **Hastings College of Law**

- Provides \$4.5 million one-time General Fund to over four years to provide scholarships to cover tuition and a majority of living costs for 24 California students from Historically Black Colleges and Universities and the American University in Armenia to attend Hastings College of Law.
- Approves the Governor's Budget proposal for a \$1.1 million General Fund ongoing increase to Hastings budget. Under the Governor's Budget, the state would provide about \$13.8 million General Fund to Hastings.

- Approves the May Revision proposal for \$1.5 million one-time General Fund to support Hastings' costs related to implementing the UC Path payroll and human resources system.

**Office of Planning and Research**

- Approves the Governor's Budget proposal for \$10 million General Fund to create the California Education Learning Lab.

**California Educational Facilities Authority**

- Approves the May Revision proposal for \$66,000 General Fund to administer the College Access Tax Credit Program.

**RESOURCES & ENVIRONMENTAL PROTECTION****Air Resources Board**

- Approves \$622,000 one-time from various funds to support three permanent positions and three one-year limited term positions and \$417,000 ongoing from various funds to support the increased workload in the Administrative Services Division and the Office of Informational Services and to mitigate audit-identified security deficiencies.
- Approves \$428,000 ongoing from the Air Pollution Control Fund, three permanent full-time positions (one position to be phased in each fiscal year between 2018-19 and 2020-21), and increases the Moyer Program's Local Assistance spending authority to align authority with the new revenues generated in AB 1274 (O'Donnell, Chapter 633, Statutes of 2017).
- Approves \$600,000 one-time from the Motor Vehicle Account to implement provisions of SB 1 (Beall, Chapter 5, Statutes of 2017) by developing a joint database with DMV containing information on vehicle registration and information on vehicle compliance with CARB's Truck and Bus Regulation and other regulations.
- Approves shifting five positions and \$1,415,000 (including \$545,000 in contracts) from the Air Pollution Control Fund to the Cost of Implementation Account for continued support of the 2016-17 Short-Lived Climate Pollutant proposal.
- Approves \$813,000 one-time from Proposition 40 for local assistance. Proposition 40, passed by voters in 2002, provides \$2.6 billion for parks, recreation areas, historical resources, and for land, air, water conservation programs.
- Approves \$1,080,000 one-time from the Motor Vehicle Account to support implementation and enforcement of Air Resources Board's freight regulations to protect disadvantaged communities near ports and rail yards.
- Approves \$366,000 ongoing from the Cost of Implementation Account and 2.0 permanent positions to implement recommendations in the Low-Income Barriers Study and to provide staff support to co-lead the SB 350 TaskForce.
- Approves \$1,711,000 ongoing from the Air Pollution Control Fund in 2018-19, \$2 million in 2019 and ongoing, and 10 positions to strengthen its mobile source emission oversight program.
- Approves \$182,000 Air Pollution Control Fund and three new positions in 2018-19 and \$363,000 annually thereafter to implement regulatory amendments to the Portable Equipment Registration Program that address compliance challenges, improve enforceability, and increase program fees.

- Approves \$1,080,000 one-time from the Motor Vehicle Account to support implementation and enforcement of Air Resources Board's freight regulations to protect disadvantaged communities near ports and rail yards. This request includes \$450,000 in contract funding for the initial development of an information technology system to replace the ARB's Freight Equipment Registration Program.
- Approves \$600,000 one-time from the Motor Vehicle Account to implement provisions of SB 1 (Beall, Chapter 5, Statutes of 2017) by developing a joint database with DMV containing information on vehicle registration and information on vehicle compliance with CARB's Truck and Bus Regulation and other regulations.
- Restores \$1,243,000 Motor Vehicle Account originally approved in the 2017-18 Governor's Budget. It was subsequently removed during the 2017-18 Conference Committee process with the intent that funding would be included in the Cap and Trade trailer bill. This funding was not included in any enacted 2017-18 trailer bill.
- Reverts \$11,308,000 California Ports Infrastructure Security and Air Quality Improvement Account, Highway Traffic Reduction, Air Quality and Port Security Fund of 2006 (Proposition 1B) from 2014-15 and establish a new local assistance appropriation of the same amount for the Proposition 1B Goods Movement Emission Reduction Program.
- Reappropriates unexpended balances Air Pollution Control Fund provided for the expansion of the Air Monitoring Network in the 2016 and 2017 Budget Acts, and provide an extended encumbrance period until June 30, 2020.
- Reappropriates the unexpended balance of Greenhouse Gas Reduction Fund from Provision 2 of Item 3900-101-3228, Budget Act of 2016. It is further requested that provisional language be added to make the funds available for encumbrance or expenditure until June 30, 2020.
- Approves trailer bill language to authorize the Air Resources Board to make advance payments to grantees, under certain conditions.
- Approves trailer bill language to authorize the ARB to adopt regulations to create an annual schedule of fees for certification, audit and compliance of off-road engines and equipment, aftermarket parts and emission control components, sold in the state.

**Natural Resources Agency**

- Makes six limited term positions permanent within the Bonds and Grants Unit. The funding for these positions is in the Agency's baseline budget, which comes from Proposition 1, Proposition 84 and the Greenhouse Gas Reduction Fund.
- Approves \$5.4 million annually from the State Water Resources Control Board's Once-Through-Cooling (OTC) Interim Mitigation Program payments to the Ocean Protection Trust Fund to fund projects identified as necessary to mitigate the harm to Marine Protected Areas caused by entrainment and impingement of marine life as a result of OTC. Also makes two limited term positions permanent.
- Approves \$700,000 annually from the Environmental License Plate Fund for state operations and four permanent, full-time positions to administer a project-monitoring program within the Agency. The program will conduct on-going compliance monitoring of projects funded by Agency departments and conservancies.
- Approves \$11.13 million one-time in Proposition 1 funding to be appropriated over the life of the bond for auditing services provided by the Department of Finance Office of Audits and Evaluation, of which \$540,000 is appropriated in fiscal year 2018-19.
- Approves various technical reappropriations, reversions, reversions with associated new appropriations, and baseline appropriation adjustments to continue implementation of previously authorized programs. Also authorizes two new accounting positions for the Department of Forestry and Fire Protection to support administration of bond funds for the Secretary of the Natural Resources Agency.
- Approves the transfer of \$15 million one-time from the Environmental License Plate Fund to the California Ocean Protection Trust Fund to support projects that advance understanding of the impacts of climate change on coastal and ocean ecosystems.
- Approves \$2,916,000 from various funds (\$1,778,000 one-time, \$1,138,000 ongoing) and six positions to establish a new Security Operations Center to address information security and cyber security vulnerabilities and threats.
- Approves \$250,000 Environmental License Plate Fund ongoing to implement Assembly Bill 707 (Aguiar-Curry, Chapter 842, Statutes of 2017).
- Approves various technical reappropriations, reversions, reversions with associated new appropriations, and baseline appropriation adjustments to continue implementation of previously authorized programs.
- Reappropriates the balance of Greenhouse Gas Reduction Funds for Urban Greening projects, with funding available for encumbrance until June 30, 2020.

- Approves \$7.5 million GF for the Ocean Protection Council to fund projects to reduce risk of whale and sea turtle entanglement in California's state managed fisheries.
- Approves \$20 million GF for CNRA for lower Los Angeles River community restoration and revitalization projects. Allow funds to be available for encumbrance or expenditure through the end of 2022-23.
- Approves \$5 million GF for CNRA for the Santa Ana River Conservancy.
- Approves \$1.5 million GF for CNRA for the design, engineering, and preliminary permitting for redevelopment of the Maritime Museum site at Star of India Wharf, in the San Diego Harbor.
- Approves \$10 million GF for CNRA to provide the Midpeninsula Regional Open Space District for the acquisition of ~1,000 acres of land in the Upper Guadalupe, Los Gatos, Saratoga Creek Watershed.
- Approves \$25K GF for CNRA for the Muckenthaler sprinkler system.
- Approves \$5 million GF for CNRA for beach improvements to provide first responder access at Tunitas Creek.
- Approves \$40 million Prop 68 for CNRA to provide competitive grants.
- Approves Trailer bill language to implement the CNRA's AB 142 report, which recommends adding 37 miles of the upper Mokelumne River to the California Wild and Scenic Rivers System.
- Approves \$5 million GF for CNRA for the City of San Francisco for the Seawall Earthquake Safety and Disaster Prevention Program.
- Approves \$4 million GF for CNRA for the City of Santa Ana to replace its existing water metering system with an advanced metering infrastructure.
- Approves \$8.5 million GF for CNRA for the City of Lassen to make capital improvements to the former Lassen Courthouse.
- Approves \$1.5 million GF for CNRA for the City of Daly City for the Doelger Center Complex
- Approves \$600,000 GF for CNRA for the City of Colton for the Fireman's Paseo project.
- \$5 million for the Natural Resources Agency to provide Sonoma County to replace community center destroyed by recent fires.

- Approves a transfer of \$1M into a subaccount for Martins Beach Public Access.
- Approves \$250,000 for the Italian American Museum of Los Angeles.
- Approves \$250,000 for the Museum of Lesbian, Gay, Bisexual, Transgender, and Queer (LGBTQ) History and Culture.
- Approves \$9.7M for the Cheech Marin Center for Chicano Art, Culture & Industry.
- Approves \$250,000 for the Oakland Museum.
- Approves \$2M for the Stanislaus County Camp Taylor.

**California Environmental Protection Agency**

- Approves \$1,500,000 one-time (\$375,000 each from the Air Pollution Control Fund, the California Beverage Container Recycling Fund, the Waste Discharge Permit Fund, and the Toxic Substance Control Account) to implement the Environmental justice Small Grants Program.
- Approves \$22,894,000 from various special funds for Phase I of the California Environmental Protection Agency's Sacramento Headquarters Space Optimization Project.
- Approves \$1 million GF for CalEPA for the Green Business Network Program.

**Department of Toxic Substances Control**

- Approves \$1.2 million in General Fund and six positions to continue implementation of the Safer Consumer Products regulations. Specifically, these resources will be used to perform an alternatives analysis to determine how best to limit or prevent potential harm from chemicals in various products.
- Approves \$434,000 General Fund and two positions to implement a coordinated enforcement and cost recovery initiative related to clean-up activity at the BKK facility.
- Approves 6.0 positions and \$2.2 million (Toxic Substances Control Account and Hazardous Waste Control Account) to recover millions of dollars annually from responsible parties for costs incurred by DTSC to cleanup properties across the state contaminated by toxic substances.
- Approves \$140,000 Lead-Acid Battery Fund for planning costs associated with a replacement cost recovery billing system, which is used for issuing invoices, tracking payments, and reconciling account balances. Includes provisional language to authorize

the Department of Finance to augment this item by up to \$1.5 million, contingent upon the approval of the California Department of Technology for Stage 4 of the Project Approval Lifecycle.

- Approves \$4.547 million from the Toxic Substances Control Account (TSCA) and that the Site Remediation Account be increased by \$3,265,000 to continue supporting the state's share of costs for National Priorities List sites. Priority 1A and IB state orphan sites, and continued cleanup activities for Priority 2 and 3 state orphan sites already underway.
- Approves \$6.7 million and 15.0 positions in 2018-19 and \$7.6 million ongoing from the Lead-Acid Battery Cleanup Fund to implement the provisions of the Lead-Acid Battery Recycling Act of 2016.
- Approves \$2.5 million General Fund in 2018-19 and ongoing to fund 11 existing positions previously approved with limited-term funding that expires in June 2018 in order to provide continued support to address serious environmental violations by hazardous waste transportation and metal recycling industries that disproportionately impact vulnerable communities.
- Approves \$1.06 Lead-Acid Battery Cleanup Fund in 2018-19 and 2019-20 to implement the remaining activities associated with the 2014 Exide Enforcement Order (as amended 2015) and the ongoing Resource Conservation and Recovery Act (RCRA) corrective action work associated with the February 2002 Corrective Action Consent Order against Exide Technologies.
- Reappropriates the balance of the original \$176.6 million appropriated from the Toxic Substances Control Account pursuant to AB 118 (Chapter 10, Statutes of 2016). Provides authority to expend the funding through June 30, 2021 to complete remediation activities at properties around the Exide Technologies facility in Vernon. Approves additional \$5M General Fund and \$1.5M from the Environmental License Plate fund for cleanup of parkways with provisional language.

### **Department of Fish and Wildlife**

- Approves a reversion of \$6.9 million in Proposition 84 funding appropriated in FY 2015-16. The Department received \$12.7 million in FY 2015-16 of which the balance will not revert until June 30, 2020.
- Approves a reversion of \$5,698,000 in Proposition 50 funds appropriated in FY 2015-16 and FY 2016-17. Approves a new appropriation of \$14,394,000 in Proposition 50 funds that were appropriated in FY 2013-14 and FY 2016-17.



- Approves \$3,940,000 in reimbursement authority for DFW to enter into an agreement with the California Department of Water Resources, to support 17.0 existing positions currently funded by Proposition 84.
- Approves a one-time increase of \$1,007,000 in 2018-19 in the Fish and Game Preservation Fund dedicated accounts and a decrease of \$688,000 on going, to better align the program expenditures of 11 dedicated accounts with associated revenues to maintain stability and structural balance.
- Rejects the use of motor vehicle account funding and the tire fee transfer. Approves \$30 million General Fund in addition to the proposed \$6.6M General Fund on a 2 year limited term basis with provisional language to require DFW to contract with an outside firm to undergo a zero-based budget review and submit report of the Legislature by January 1, 2021.
- Approves \$3,940,000 reimbursement authority to enter into an agreement with the California Department of Water Resources (DWR), to support 17.0 existing positions currently funded by Proposition 84.
- Approves \$5 million GF for DFW's California Waterfowl Habitat Program to include working agricultural rice fields.
- Approves a total of \$29.6 million on a 3 year limited-term basis (\$24.6 million in General Fund and \$5 million Tire Fund) with provisional language, trailer bill language, and \$2 million General Fund one-time for the Department to contract with an independent entity to conduct a service based budget review, consult on the development of a budget tracking system, and for the department to fund a statewide department management team to participate in the service based budget review and develop the budget tracking system. The scope and timeline for this review will be detailed in the trailer bill.
- Approves \$2.5M GF for the Bio-Diversity Initiative.

### **Department of Water Resources**

- Approves \$500,000 one-time from the Harbors and Watercraft Revolving Fund for aquatic weed control, a contributing cause of the decline of delta smelt, Chinook salmon, and steelhead.
- Approves \$1.4 million in General Fund annually for two year to support ten existing permanent positions funded with Proposition 1E funds at the Central Valley Flood Protection Board.

- Approves \$2.9 million in 2018-19, \$177,000 in 2019-20, and \$176,000 in 2020-21 to support the Flood Corridor Program and the Tribal Engagement program.
- Approves \$20,800,000 in state reimbursement authority from the Natural Resources Agency and the Wildlife Conservation Board (Propositions 40, 84, 1) to support 17 existing positions for continued work on the San Joaquin River Restoration Program and the San Joaquin River Projects.
- Approves various reappropriations, extensions of liquidation periods, reversions, and technical adjustments for various funds. These technical changes are critical to various projects, which cannot be completed by June 30, 2018.
- Approves \$3 million in state reimbursable authority over the next four years to receive funding from Proposition 1 administered by the Department of Fish and Wildlife, and grant matching funding from the Metropolitan Water District. The funding will be allocated over four years for two projects.
- Approves \$43,318,000 in 2018-19 from Proposition 13 to construct facilities to improve fish populations in the San Joaquin River Watershed. The funding will support two existing positions over three years.
- Approves a reversion of \$2,749,000 and a new one-time appropriation of \$2.7 million in 2018-19 from Proposition 50 for the Water Use Efficiency Technical Assistance Program.
- Reappropriates the Proposition 1 funds for the CalConserve program and approves provisional language to Prop 13 funding, requested in a spring proposal for San Joaquin River-related fish population enhancement, to make funds available for support and local assistance.
- Approves trailer bill language to clarify the process for dam owners where there is an existing or partial Emergency Action Plan or inundation map as of March 1, 2017. The proposed language also require dam owners with partial EAPs or inundation maps to develop a timeline by which they will develop the comprehensive EAP and inundation maps.
- Approves \$964,000 General Fund and provisional language to prepare a request for proposal to enter into a build-to-suit lease for a new Joint Operations Center. In addition, \$926,000 State Water Project funds will be used for this purpose.
- Approves \$300,000 ongoing from the Environmental License Plate Fund (ELPF) to support outreach and advertising to sustain the Save Our Water (SOW) campaign as an in-house DWR program run by the Public Affairs Office (PAO).

- Approves \$195 million one-time in General Fund (\$25 million ongoing). One-time funding of \$170 million will be used to support the state cost-share of critical United States Army Corps of Engineers urban flood risk reduction projects. Ongoing funds will be used to support operations, maintenance, repair, rehabilitation, and replacement of the flood control infrastructure.
- Approves 74 positions to support the State Water Project along with supplemental reporting language.
- Approves \$5 million in Prop 68 for the Sutter Butte Flood Management Agency for sediment management with provisional language to specify the project is consistent with the requirements of this section.
- Approves \$2 million General Fund for the Redwood Valley County Water District.
- Approves \$5 million General Fund for the reconstruction of the City of San Fernando's Reservoir.

#### **State Water Resources Control Board**

- Approves \$384,000 one-time (\$192,000 from the Water Rights Fund and \$192,000 from the General Fund) and four positions to implement the Water Rights Online Reporting Program. The Water Rights Online Reporting Program is responsible for the receipt, analysis, and validation of approximately 38,500 annual water use reports.
- Approves various reappropriations and provisional language for multiple programs administered by the Division of Financial Assistance.
- Approves a number of technical adjustments including reappropriations, extensions, and reversions.
- Approves \$15,000 to cover the costs of a recent settlement in a case involving the Santa Monica Bay Restoration Commission. Also approves provisional language to require the Commission to update its Memoranda of Agreement with The Bay Foundation to better define roles and responsibilities of the two parties, in order to reduce the state's exposure to future liability.
- Rejects \$2 million Water Rights Fund, nine positions and trailer bill language to establish an Administrative Hearings Office.
- Sets aside \$23.5 million GF for water-related programs, including the Drinking Water in Schools Program, emergency wells and septic replacement, water tank replacement, a water assessment report.

- Approves \$5 million GF for SWRCB to conduct lead testing in water at child care centers, remediation activities and technical assistance.
- Approves \$9.5 million GF for SWRCB for emergency repairs to the Oxnard Waste Water Treatment Plant.
- Approves \$30 million Prop 68 for Pure Water San Diego.

### **California Conservation Corps**

- Approves \$1,091,000 million for 3 years (\$600,000 General Fund, \$491,000 Collins Dugan Reimbursement Account) and 14 positions to strengthen career pathway services and mental health and substance abuse counseling through partnerships.
- Approves \$321,000 one-time (\$177,000 General Fund, \$144,000 Collins-Dugan Reimbursement Account), \$316,000 ongoing (\$175,000 General Fund, \$141,000 Collins-Dugan Reimbursement Account) and three positions to support increased workload due to the new C3 database system, FISCAL and other new compliance obligations by CalHR.
- Approves \$1,045,000 one-time (\$577,000 General Fund, \$468,000 Collins Dugan Reimbursement Account), \$845,000 ongoing (\$466,000 General Fund, \$379,000 Collins Dugan Reimbursement Account) and seven positions to provide ongoing facility needs at the residential and non-residential centers and to comply with Executive Order (EO) B-18-12 and the Green Building Action Plan.
- Approves \$344,000 one-time from the Collins Dugan Reimbursement Account to replace the foundation infrastructure for the Greenwood Center.
- Approves \$2,866,000 one-time in General Fund to fund the preliminary plan phase to replace the existing Ukiah Residential Center located in Mendocino County, which was built in the 1930s.
- Approves \$169,000 General Fund to acquire a two-story building (about 9,800 square feet) situated on one acre owned by the City of Los Angeles.
- Approves \$1,052,000 General Fund for preliminary plans to renovate the existing Fortuna Residential Center located in Humboldt County to address functional and structural deficiencies, and to add a new multipurpose building.
- \$9.6 million General Fund in 2018-19, \$7.4 million General Fund ongoing, and 11 positions to:
  - Make one existing fire crew at the Butte Fire Center available to CalFire, and to add an additional training Fire Captain.

- Make two existing fire crews at the Camarillo Fire Center available to CalFire, and to remedy staffing deficiencies.
  - Make two fire crews at the Placer Center that were temporarily funded from the drought augmentation available to CalFire as fire crews.
- Approves an additional \$4,746,000 General Fund for the working drawings (\$256,000) and construction (\$4,490,000) phases of this project, to construct a new kitchen, multipurpose building and dormitory to at the Auburn-Placer Residential Center located in Placer County.
- Reappropriates the Public Buildings Construction Fund, to extend the liquidation period of the construction phase of the Delta Service District Center project for a new residential facility located in San Joaquin County to June 30, 2019.
- Appropriates \$9.04 million in General Fund to begin a major expansion of the California Conservation Corps' residential center program by building four new residential centers. Specifically:
  - \$4.294 million for acquisition and preliminary plans for the Auberry Center.
  - \$3.172 million for preliminary plans for the Greenwood Center.
  - \$1.373 million for preliminary plans for the Los Piños Center.
  - \$200,000 for the study phase of the Yountville Center.

### **Delta Protection Commission**

- Approves \$200,000 one-time from the Environmental License Plate Fund for consultant work to conduct planning for development of the Great California Delta Trail Master Plan.
- Approves trailer bill language to clarify that funding for the Great California Delta Trail Master Plan may be provided for using a phased approach.
- Approves \$200,000 one-time from the Environmental License Plate Fund for consultant work to inform the update to the recreation chapter of the Economic Sustainability Plan for the Sacramento-San Joaquin Delta.

### **Delta Stewardship Council**

- Approves \$2,000,000 one-time from the Environmental License Plate Fund to support science research and \$477,000 ongoing in General Fund for staff to support science-based management decisions and legal expertise.

**Department of Forestry and Fire Protection**

- Approves \$5,612,000 one-time in General Fund for various capital outlay projects. Specifically:
  - \$500,000 General Fund for the study phase to replace the Intermountain Conservation Camp in Lassen County.
  - \$1,259,000 General Fund for the preliminary plans to replace the existing Prado Helitack Base in San Bernardino County.
  - \$2,500,000 General Fund for the acquisition phase to relocate the existing Steven's Creek Fire Station in Santa Clara County to the Alhambra Valley Fire Station in Contra Costa County.
  - \$900,000 General Fund for the acquisition phase to replace the existing Higgins Corner Fire Station in Nevada County.
  - \$383,000 General Fund for the preliminary plans to replace the kitchen/dining facility at the Ishi Conservation Camp.
  - \$70,000 General Fund for the preliminary plans and working drawings to remodel the Perris Emergency Command Center in Riverside County.
- Approves \$3,586,000 (\$2.308 million General Fund, \$1.211 million Reimbursements, and \$67,000 Special Funds) and 21.0 positions to: (1) support workload associated with increased fiscal activity and demands, (2) address control agency audits, (3) reduce backlogs, and (4) support ongoing departmental operations.
- Approves \$9,354,000 ongoing in General Fund for the permanent funding of 34.3 seasonal Fire Captain positions that were funded on a two-year limited-term basis in 2016-17.
- Approves \$4,034,000 General Fund, 6.0 permanent positions, and 6.1 ongoing temporary help positions to staff and operate the McClellan Reload Base for the rapid deployment.
- Approves \$2,922,000 one-time in lease revenue bond funds for the construction phase of this project to replace the existing Bieber Forest Fire Station/Helitack Base (located in Lassen County) that is more than 50 years old.
- Approves the reappropriation of funding authority for the construction phase of the San Mateo/Santa Cruz Unit Headquarters Relocation Automotive Shop and the working drawing and construction phases of the San Luis Obispo Unit Headquarters Replacement projects.
- Approves \$604,000 in General Fund in 2018-19, \$507,000 in 2019-20, and \$486,000 in 2020-21 and ongoing, and 3.0 positions to address the increased workload related to telecommunications systems.

- Approves technical cleanup trailer bill language to correct a fund name and amend Public Resources Code §4213.05, changing “State Responsibility Area Fire Responsibility Fund” to “State Responsibility Area Fire Prevention Fund.”
- Approves \$383,000 General Fund for the working drawings phase of this project to replace the kitchen/dining facility that was destroyed by fire at the existing state-owned Ishi Conservation Camp located in Tehama County.
- Approves an additional \$494,000 General Fund for the preliminary plans (\$110,000) and working drawings (\$384,000) phases of this project to install radio towers and vaults at seven telecommunication sites throughout the state. For working drawings, CalFire requests a reversion of the existing appropriation of \$1,755,000 and a new appropriation of \$2,139,000.
- Approves \$2,072,000 Public Buildings Construction Fund for the working drawings (\$50,000) and construction (\$2,022,000) phases of this project to replace the existing Westwood Fire Station located in Lassen County, which was constructed in 1973 and has structural and operational deficiencies.
- Approves an augmentation of \$4.1 million (\$4,019,000 General Fund and \$115,000 various special funds) starting in fiscal year 2018-19 to fund increased workers' compensation costs based on a historical average of expenditures from 2014-15 to 2016-17 and projected 2017-18 expenditures.
- Approves budget bill language to extend the California Underground Facilities Safe Excavation Board loan repayment due date by two years, from July 1, 2019 to July 1, 2021, to provide a more reasonable repayment schedule from the non-profit one-call center fee payers' (private and municipal utilities) rates over three years instead of one.
- Approves trailer bill language to clean up a technical drafting error in statute made in a previous trailer bill. This change will: (1) clarify that the Board cannot take enforcement action until July 1, 2020, and (2) authorize the Board to undertake investigations prior to July 1, 2020 consistent with the previous funding approved for the Board, which included authorization of 12 investigator positions starting on July 1, 2018.
- Approves \$425,000 ongoing from the Timber Regulation and Forest Restoration Fund for effectiveness monitoring assistance to evaluate the effectiveness of the Forest Practice Act and associated statutes or regulations in the protection of public trust resources during commercial timber harvest on nonfederal forestlands.
- Approves \$4,200,000 one-time in General Fund, upon approval by DOF, for the estimated increased costs to the workers' compensation budget and to cover fill behind costs for injured workers, as required by SB 334 (Dodd, Chapter 857, Statutes of 2017). Funding to

implement SB 334 will annually be one-time until there is data that shows the incremental increases directly relate to SB 334 and the enhanced industrial disability leave benefit.

- Approves \$3,818,000 one-time in General Fund to perform five projects:
  - Demolish an existing resource management trailer in the Mendocino Unit and design and construct a new administration building.
  - Replace critical infrastructure items at the Hermit Springs and Skull Creek Fire Stations.
  - Replace underground water distribution lines and the telephone/signal conduits at Parlin Fork Conservation camp.
  - Renovate existing deteriorated shower and restroom facilities in inmate dormitories at the Mt. Bullion and Rainbow Conservation Camps.
  - Replace the existing electrical generation system at Wilbur Springs Fire Station.
- Approves \$9,600,000 General Fund annually for two years to replace all state engine self-contained breathing apparatus units and \$1,000,000 annually thereafter for maintenance, repair, and replacement of the units.
- \$9.6 million General Fund in 2018-19, \$7.4 million General Fund ongoing, and 11 positions to:
  - Make one existing fire crew at the Butte Fire Center available to CalFire, and to add an additional training Fire Captain.
  - Make two existing fire crews at the Camarillo Fire Center available to CalFire, and to remedy staffing deficiencies.
  - Make two fire crews at the Placer Center that were temporarily funded from the drought augmentation available to CalFire as fire crews.
- Approves \$400,000 General Fund for the acquisition of a 29-acre parcel from a private party to serve as buffer land for the existing Howard Forest Helitack Base located in Mendocino County.
- Approves \$1.651 million one-time from the General Fund for a forthcoming follow-on contract for aviation logistics support, parts, and services for 2018-19 through 2020-21.
- Approves \$3,588,000 in General Fund for 2018-19, \$11,868,000 and 15 positions in 2019-20, \$10,535,000 in 2020-21, \$15,009,000 in 2021-22, \$14,589,000 in 2022-23, and \$13,789,000 in 2023-24 for the acquisition of 11 helicopters to replace the existing Super Huey helicopters with the competitively procured Sikorsky S-70i.
- Reappropriates the unencumbered balance of the funding appropriated pursuant to Control Section 6.10 of the Budget Act of 2016, to provide an additional year to complete deferred maintenance projects.



- Approves \$10.9 million General Fund and 52 positions starting in 2018-19 to provide heavy equipment mechanics, vehicle maintenance funding, and associated administrative support staff.
- Approves an increase of \$4,029,000 in reimbursement authority and 15 positions to support the Office of the State Fire Marshal's Fire and Life Safety Division's increased workload related to its plan review, construction inspection, and mandated interval inspection activities.
- Approves \$3.6 million one-time from the California Environmental License Plate Fund and two ongoing positions for Office of the State Fire Marshal, pending passage of a Fireworks Stewardship Program. Rejects trailer bill language to create the Fireworks Stewardship Program.
- Approves \$3,000,000 one-time in General Fund for mobile equipment replacements.
- Approves \$16 million GF to augment CalFire's Mobile Equipment Replacement BCP.
- Approves \$500,000 GF for CalFire for the County of San Bernardino for a Type 3 Wildfire Engine.
- Approves \$10 million GF for community based fire prevention work.

**Department of Conservation**

- Approves \$831,000 ongoing from the Oil, Gas, and Geothermal Administrative Fund to pay the increased leasing costs for the new facilities in Long Beach.
- Approves \$509,000 in 2018-19, \$951,000 in 2019-20 and ongoing from the Mine Reclamation Account, and four positions for increased mineral and land classification activities. Approves additional trailer bill language to require the department to post mineral land classification and designation online.
- Approves \$1,956,000 one-time from Proposition 40 for local assistance and approves a decrease of \$1,202,000 in the current Proposition 40 support appropriation from \$488,000 to \$250,000 from 2018-19 thru 2020-21 and reduce \$488,000 support funds to \$0 in 2021/22 (a decrease of \$1,202,000).
- Increases the reserve limit of the Soil Conservation Fund from \$2.536 million to \$5 million to insulate the Department's farmland conservation programs from volatility.
- Approves \$1,646,000 in 2018-19, \$1,598,000 annually from 2019-20 until 2021-22, and \$598,000 2022-23 and ongoing from the Oil, Gas, and Geothermal Administrative Fund to develop and implement a Deserted Well/Facility Plugging and Remediation Program and to

carry out additional deserted well and production facility work required in SB 724 (Lara, Chapter 652, Statutes of 2017).

- Approves \$495,000 one-time from the Strong-Motion Instrumentation and Seismic Hazards Mapping Fund to initiate the tsunami hazard zone delineation tasks legislatively mandated by the Seismic Hazard Mapping Act of 1990, and prepare probabilistic tsunami hazard inundation maps for utilization in the 2019 update of the California Building Code in the design of critical and essential facilities.
- Approves \$15,012,000 in 2018-19 from the Oil, Gas, and Geothermal Administrative Fund to continue the development and implementation of Well Statewide Tracking and Reporting (WellSTAR), a centralized database system to help run operations and meet the requirements of recent legislation.
- Approves \$1,211,000 ongoing from the Oil, Gas, and Geothermal Administrative Fund, and six permanent positions to develop the new Centralized Statewide Enforcement Program.
- Approves \$4,252,000 in 2018-19, \$3,664,000 in 2019-20 and ongoing from the Oil, Gas, and Geothermal Administrative Fund, and 21 positions to increase inspections and enforcement, assess and mitigate the risk of urban encroachment on oil and gas fields, and work with local agencies to assist with the protection of water resources.
- Approves \$1 million Prop 68 for the Department of Conservation for watershed restoration and conservation projects.

### **Department of Food and Agriculture**

- Approves requests \$265,000 in Department of Food and Agriculture Fund in 2018-19, \$215,000 in 2019-20, and \$190,000 annually thereafter to create a database for the Certified Farmers' market (CFM) Program and to enhance and maintain county and market manager training programs to ensure uniform enforcement of CFMs across the state.
- Approves \$139,000 ongoing in General Fund and one position to implement AB 1348 (Aguiar-Curry, Chapter 620, Statutes of 2017).
- Approves \$716,000 (\$68,000 one-time and \$648,000 ongoing) in federal fund authority and four positions to enhance the existing Feed Inspection Program to meet the expanded scope of work in grants from the US Food and Drug Administration (FDA) related to recent federal animal food safety rules.
  - Approves \$294,000 in General Fund (\$269,000 one-time and \$25,000 ongoing) to implement AB 954 (Chapter 787, Statutes of 2017), which seeks to promote consistent terminology and use of quality and safety dates on food projects sold in California.

- Approves \$440,000 in Pet Lover's Fund, within the Specialized License Plate Fund, to implement the provisions of SB 673 (Newman, Chapter 813, Statutes of 2017), to utilize funding from specialized license plates to award grants to qualifying spay and neuter facilities that offer low-cost or no-cost animal sterilization services.
- Approves \$671,000 (\$87,000 one-time and \$584,000 ongoing) in Department of Food and Agriculture Fund and three positions for the State Organic Program.
- Approves the reappropriation of the construction phase funding for the Yermo Agricultural Inspection Station Relocation project, located in Mountain Pass, CA. A total of \$47.5 million lease revenue bond authority was authorized for this project.
- Increases Item 8570-001-0001 by \$317,000 to provide funding for ratified increases in salaries and benefit rates for employees in the California Animal Health and Food Safety Laboratory System. While these employees are University of California employees governed by its bargaining contracts, salaries and benefits are funded by the California Department of Food and Agriculture via contract.
- Approves \$1.9 million on a three-year limited-term basis to develop a Bee Safe program and complete the proposed report by January 10, 2021.
- Approves \$9,348,000 in General Fund for the acquisition of land to replace the Blythe Border Protection Station in Riverside County.
- Approves \$529,000 ongoing from the General Fund and one position for CDFA's Office of Pesticide Consultation and Analysis to support research and testing of alternatives for pesticides that are being considered for deregistration in California. This includes biocontrol efforts.
- Approves \$429,000 in General Fund for a two-year limited term basis to continue funding for 2.4 existing positions in the Office of Farm to Fork to administer remaining federal Food Insecurity Nutrition Incentive Program grant funding.
- Reappropriates a portion of administrative funding for the State Water Efficiency and Enhancement Program, from the California Department of Food and Agriculture's 2016-17 Greenhouse Gas Reduction Fund appropriation, which expires on June 30, 2018. This request would allow CDFA to manage and close out awarded projects that will be completed in 2018-19, and to audit completed projects.
- Approves \$400,000 General Fund on a two-year limited-term basis and one position beginning in 2018-19 for the survey and detection of nutria (*myocastor coypus*) in and around California waterways.

- Approves \$500,000 one-time in General Fund to cover the California Partnership for the San Joaquin Valley's (CPSJV) administrative cost while they are developing a sustainable funding plan. Approves provisional language to authorize CDFA to provide the requested funding to the CPSJV.
- Approves \$5 million (\$2.5 million in General Fund and \$2.5 million in Ag Fund) to enhance Asian Citrus Psyllid and Huanglongbing suppression activities.
- Approves \$2.668 million (\$121,000 one-time and \$2,547,000 ongoing) in General Fund and 11 permanent positions to address the full implementation of SB 27, which introduces limits on antibiotic use in livestock and stewardship practices to reduce antimicrobial resistance; and it provides antimicrobial availability through licensed retail stores and/or new regulations.
- Approves \$5 million GF for CDFA and CalFire to coordinate and conduct prevention and suppression activities relating to the invasive shot hole borer beetle.
- Approves \$10 million GF to augment CDFA's Citrus Pest and Disease Prevention Program BCP.
- Approves \$10 million GF for CDFA's Nutrition Incentive Program.
- Approves \$5 million GF for CDFA to provide grants to applicant small businesses and corner stores located in food deserts to purchase energy-efficient refrigeration units.
- Approves \$2 million GF address statewide invasive species issues.

### **Department of Pesticide Regulation**

- Approves \$539,000 from the Department of Pesticide Regulation Fund and 3.0 permanent positions to meet the department's risk assessment workload.
- Approves 717,000 from the Department of Pesticide Regulation Fund (DPRF) in 2018-19, \$677,000 ongoing from the DPRF, and 2.0 permanent positions to address increased workload in the Surface Water Protection Program.
- Approves \$159,000 ongoing from the Department of Pesticide Regulation Fund to establish one Information Security Officer position to remediate deficiencies identified in various security survey and assessment reports.
  - Approves \$515,000 in Department of Pesticide Regulation Fund and three positions to expand the documentation provided to the public to meet the CEQA requirements.

- Approves nine positions for the DPR to reduce the backlog of biopesticide applications.
- Approves trailer bill language to remove from review certain drinking water contaminants that have not been detected in California for a long time.

### **Department of Resources Recycling and Recovery**

- Approves \$1.1 million one-time, divided proportionately between the Integrated Waste Management Account, the Department of Pesticide Regulation Fund, the Waste Discharge Permit Fund, and the State Water Quality Control Fund to continue to provide the Education and Environment Initiative Curriculum in printed form for 2018-19.
- Adjusts the funding mix for administration of Local Conservation Corps grants. Specifically, decreasing expenditure authority in Beverage Container Recycling Fund of \$380,000 and increasing expenditure authority of \$211,000 from Electronic Waste Recovery and Recycling Account.
- Approves \$216,000 from the Beverage Container Recycling Fund ongoing for three years (2018-19, 2019-20, 2020-21), and \$110,000 one-time from the BCRF for 2021-22 to implement SB 458 (Weiner, Chapter 648, Statutes of 2017).
- Approves \$57,000 from the Distributed Administration Account to convert current blanket-funded positions to permanent positions.
- Approves the extension of unexpended Greenhouse Gas Reduction Fund program administration spending authority until fiscal year 2019-20, as originally authorized via AB 1613 (Committee on Budget, Chapter 370, Statutes of 2016).
- Reappropriates \$4.2 million in the Integrated Waste Management Account for 2018-19. This one-time appropriation was authorized in the 2017-18 Budget Act to fund the closure of the inactive Bonzi Sanitary Landfill. Due to circumstances outside of the department's control, CalRecycle requires additional time to encumber these funds.
- Approves \$1,250,000 and six positions, to enhance CalRecycle's ability to respond to requests from the Governor's Office of Emergency Services for assistance when disasters occur and debris removal is requested.
- Approves trailer bill language to extend the sunset date on the Plastic Market Development Program.
- Approves trailer bill language to clarify the authority of the California Highway Patrol to arrest individual transporters who illegally transport out-of-state empty containers for redemption in California.

**Office of Environmental Health Hazard Assessment**

- Approves \$194,000 in 2018-19 (\$52,000 General Fund and \$142,000 from various special funds), \$172,000 ongoing (\$46,000 General Fund and \$126,000 from various special funds) to fund the reclassification of two existing OEHHA positions being redirected to OEHHA's IT branch and upgrade three existing IT positions to support OEHHA's web-based technologies and remediate IT security audit findings.
- Approves the permanent redirection of \$301,000 from the Used Oil Recycling Fund to the Cost of Implementation Account to support 1.5 positions to develop and present indicators of climate change and its impacts on California in technical reports, and to expand the dissemination of this information through interactive web pages, plain language summary reports, and fact sheets.
- Approves one permanent position to serve as Librarian to perform systematic searches of the scientific literature regarding the health effects of chemicals and related subjects.
- Approves \$5M for OEHHA to conduct a Food Dye study.

**California Tahoe Conservancy**

- Approves \$345,000 annually for three years (\$195,000 Proposition 1 Bond fund, \$100,000 Federal Trust Fund, and \$50,000 Lake Tahoe Science and Lake Improvement Account) and two positions to continue to lead and provide strategic direction of multi-agency and stakeholder aquatic invasive species groups, and to continue to provide strategic leadership of the Lake Tahoe West Restoration Partnership.
- Approves \$450,000 one-time (\$90,000 Proposition 12, \$78,000 Habitat Conservation Fund, and \$282,000 Federal Trust Fund) to support initial conceptual and feasibility planning for new Conservancy project proposals and opportunities along the Upper Truckee River. Also reverts \$90,000 from the unencumbered balance of Item 3125-301-0005 in the Budget Act of 2014.
- Approves \$100,000 annually for 2 years from the Lake Tahoe Science and Lake Improvement Account to increase local assistance from \$350,000 to \$450,000 to control aquatic invasive species and other nearshore activities.
- Approves \$700,000 (\$204,000 Tahoe Conservancy Fund and \$496,000 Federal Trust Fund) for minor capital outlay projects. This proposal also requests to revert \$204,000 from the unencumbered balance of Item 3125-301-0568 in the Budget Act of 2014.
- Approves \$200,000 one-time (\$111,000 Lake Tahoe Acquisitions Fund and \$89,000 Federal Trust Fund) for acquisition activities involving roadless subdivisions, high

priority watersheds, lakefront areas, and other environmentally sensitive or significant resource areas. Also reverts \$111,000 from the unencumbered balance of Item 3125-301-0720 in the Budget Act of 2014.

- Approves \$693,000 for the construction phase of the Tahoe Pines Restoration Project. Also reverts the unencumbered balances of approximately \$323,000 from Item 3125-301-0262, Budget Act of 2017, and \$200,000 from Item 3125-301-0286, Budget Act of 2017.
- Approves \$225,000 (\$150,000 Federal Trust Fund and \$75,000 in reimbursement authority) annually for three years and two positions to support the Lake Tahoe Basin's Forest Management Program and increase the pace and scale of forest restoration work in the region to reduce the risks associated with catastrophic wildfires, drought, climate change, and the bark beetle epidemic.
- Approves 3,173,000 (\$2,523,000 Proposition 12 and \$650,000 in reimbursement authority) for a local assistance grant to El Dorado County for the completion of working drawings and construction of the South Tahoe Greenway Shared Use Trail Phases 1B & 2 Project.
- Approves \$420,000 Proposition 1 in 2018-19 and \$195,000 Proposition 1 in 2019-20 and 2020-21 to support planning and monitoring for projects to protect and restore the Tahoe Basin's resources.

#### **Sacramento-San Joaquin Delta Conservancy**

- Approves a one-time increase of \$490,000 to its existing Federal Trust Fund appropriation to support a previously awarded grant from the United States Bureau of Reclamation and a new grant from the United States Environmental Protection Agency.
- Approves \$201,000 from the Environmental License Plate Fund in 2018-2019 (\$104,000 for one-time expenses to expand its office space, and \$97,000 for lease expenses).

#### **Colorado River Board of California**

- Approves one permanent, full-time office technician position to address increasing workload associated with routine and clerical functions in the Administrative Unit. The cost of this request will be absorbed within existing reimbursement authority.

**Santa Monica Mountains Conservancy**

- Approves \$100,000 one-time from the Environmental License Plate Fund for the Naturalist Explorer Leadership Program or similar programs to introduce young adults from disadvantaged communities to the outdoors and trains them as interpretive naturalists.
- Approves \$300,000 for support and \$25,000,000 for local assistance from Proposition 68 and \$2,275,000 for local assistance from Proposition 1. The Conservancy also requests the local assistance funds be available for encumbrance and expenditure until June 30, 2020.

**Sierra Nevada Conservancy**

- Approves \$392,000 one-time in Proposition 84 funds for local assistance grants, program delivery, planning and monitoring to accomplish the Conservancy's mission to improve the environmental, economic, and social well-being of the Sierra Nevada Region.
- Approves \$100,000 one-time in Proposition 1 funds for planning and monitoring, and \$4.7 million one-time in Proposition 1 for local assistance.

**Special Resources – Tahoe Regional Planning Agency**

- Approves \$74,000 ongoing from the Environmental License Plate Fund for salary merit increases for staff.

**State Coastal Conservancy**

- Approves one three-year limited-term position to manage a capital outlay project on the state-owned Bel Marin Keys property in Marin County.
- Approves \$200,000 ongoing from the Coastal Access Account to increase the current service level from \$550,000 to \$750,000.
- Approves \$225,000 ongoing from the Environmental License Plate Fund to support the Explore the Coast grant program.
- Approves \$293,000 ongoing for three years from the Environmental License Plate Fund and two positions for state operations to support the implementation of the new Lower Cost Coastal Accommodations Program.



- Approves \$1,000,000 ongoing from the Environmental License Plate Fund to increase the Conservancy's baseline budget and \$600,000 in Proposition 50 funds for state operations.
- Approves an increase of \$12,439,000 in Proposition 84 funding for local assistance.
- Approves \$6 million GF for SCC to implement a beneficial reuse pilot program.
- Approves \$25 million Prop 68 for the State Coastal Conservancy for San Francisco Bay wetland restoration.
- Approves \$10 million Prop 68 for the Santa Margarita River.
- Approves \$19.4 million Prop 68 for coastal watershed.
- Approves \$3.9 million General Fund for the Ellwood Mesa Habitat Management Plan and Restoration.

### **Wildlife Conservation Board**

- Approves \$1,000,000 from the Wildlife Restoration Fund for minor capital outlay projects within the Wildlife Conservation Board's Public Access Program.
- Approves \$3 million GF to the Wildlife Conservation Board to provide grants and technical assistance for the purpose of recovering and sustaining populations of monarch butterflies and other pollinators.
- Approves \$10 million Prop 68 for the Wildlife Conservation Board to provide grants for wildlife corridor infrastructure projects.
- Approves \$21 million Prop 68 for the Lower American River Conservancy Program and Conservation Project grants.

### **California Coastal Commission**

- Approves \$55,000 one-time in Environmental License Plate Fund to enhance marketing and increase revenue of the Whale Tail License Plate.
- Approves \$1,409,000 ongoing in General Fund for increased leasing costs at its combined Headquarters and North Central Coast District office (headquarters) located in San Francisco with amended provisional language.

**State Lands Commission**

- Approves \$2,000,000 annually for two years from the Environmental License Plate Fund to continue operations and management of the Bolsa Chica Lowlands Restoration Project in Orange County.
- Approves \$2,000,000 ongoing from tideland oil and gas revenues be transferred to the Land Bank Fund to implement its coastal hazard and legacy oil and gas well removal and remediation program, as required by SB 44 (Jackson, Chapter 645, Statutes of 2017).
- Approves \$340,000 annually for two years from the Environmental License Plate Fund for records digitization and long term digital records preservation.
- Approves \$3,045,000 one-time in General Fund to fund the State's obligation to pay a proportionate share of certain ongoing hazardous waste remediation costs at Selby, California. The Commission's share of these costs, pursuant to a 1989 Consent Judgment, is 38 percent.
- Approves \$2,039,000 one-time in General Fund for the Spatially Indexed Records Management System project, which will digitize and preserve historic state sovereign land ownership records.
- Approves \$108,500,000 in General Fund over three years to permanently secure, plug and abandon, and decommission oil wells and facilities, located onshore and offshore, in Santa Barbara and Ventura Counties. Specifically, this proposal requests for \$58,000,000 in 2018-19, \$40,000,000 in 2019-20, and \$10,500,000 in 2020-21.
- Approves \$250,000 one-time from the Lake Tahoe Science and Lake Improvement Account to contract for an independent study and evaluation of rent-setting methodologies to inform the Commission's leasing practices for sovereign land at Lake Tahoe.
- Approves \$500K GF for States Lands Commission to implement AB 691(2013).

**Department of Parks and Recreation**

- Approves \$1,656,000 one-time in Federal Trust Fund authority to acquire approximately 17,000 acres of private inholdings from the Anza-Borrego Foundation. The total amount for these acquisitions is anticipated to be \$4,817,000.
- Approves \$100,000 one-time in reimbursement authority for the working drawings phase to relocate approximately five existing campsites to a new location within the park, which will include leach field replacement, as needed.

- Approves \$519,000 one-time from the State Parks Protection Fund to continue efforts in establishing the Community Outreach and California History Interpretation pilot programs.
- Approves a decrease of \$902,000 ongoing reimbursement authority and seven positions in 2018-19. These resources were requested through a proposal included in the Governor's budget which the Department is requesting be withdrawn.
- Approves a reversion of \$2,996,000 back to the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund (Proposition 84). These funds were unencumbered existing Capital Outlay appropriations for the El Capitan SB: New Lifeguard Headquarters project.
- Approves \$42,000 one-time from the Off-Highway Vehicle Trust Fund for working drawings to upgrade and enhance an existing 4x4 obstacle course at Hungry Valley State Vehicular Recreation Area. Improvements to the facility will provide a variety of experiences and challenges to meet the growing demand of the Off-Highway Vehicle community.
- Approves \$400,000 one-time in reimbursement authority from the Harbors and Watercraft Revolving Fund to cover a contract with the Department of Water Resources for Enhanced Control of Aquatic Weeds for the Delta Smelt Resiliency Strategy.
- Approves \$132,000 one-time from the Harbors and Watercraft Revolving Fund for working drawings to replace a boat ramp at Lake Del Valle State Recreation Area. The existing boat ramp is over 40 years old and deteriorating to a condition where it poses a public safety risk.
- Approves \$91,000 one-time from Proposition 84 bond funds for working drawings to upgrade the aged and failing infrastructure in Gold Flat Campground. This project will replace the outdated electrical and water distribution systems, install data conduit for future use, and overlay campground roads and campsite spurs at this popular campground.
- Approves \$3,470,000 one-time from Proposition 40 Bond funds for the preliminary plans, working drawings, and construction phases of this project. This project will perform remediation of the arsenic and lead contamination in the soil remaining after initial clean-up through the Phase I Build-Out project completed in 2017.
- Approves \$375,000 one-time in Proposition 84 bond funds for the working drawings phase of the New Stokes Creek Bridge project. This continuing project will replace an existing, undersized arch culvert, with a bridge to restore a secondary escape route for

park visitors in the event of fire or other emergencies, reduce deferred maintenance costs and disruption to campers, and restore the creek to its natural configuration.

- Approves \$276,000 one-time in Proposition 40 bond funds for the working drawings phase to develop two adjoining group camps at McArthur-Burney Falls Memorial State Park, as identified in the June 1997 General Plan.
- Approves \$155,000 one-time from the Harbors and Watercraft Revolving Fund for working drawings to improve the existing beach launch at Mendocino Headlands State Park.
- Approves \$146,000 one-time from the Off-Highway Vehicle Trust Fund for working drawings to develop a lifeguard tower headquarters at Oceano Dunes State Vehicular Recreation Area.
- Approves \$108,000 one-time from the Off Highway Vehicle Trust Fund for the preliminary plans phase to rehabilitate the Le Sage Bridge to provide critical structural improvements and enhanced design features for combined vehicle and pedestrian use.
- Approves \$106,000 one-time from the Off-Highway Vehicle Trust fund for the preliminary plans and working drawings phases to convert this existing minor capital outlay Ocotillo Wells State Vehicular Recreation Area (SVRA) project to a major capital outlay project.
- Approves \$109,000 one-time from the Off-Highway Vehicle Trust Fund for the working drawings phase of the Ocotillo Wells State Vehicular Recreation Area project.
- Approves \$36,300,000 one-time and \$2,000,000 ongoing from special and federal funds (\$35,000,000 Off-Highway Vehicle Trust Fund, \$2,000,000 Recreational Trail Fund, \$1,300,00 Public Beach Restoration Fund), for various local assistance programs.
- Approves \$200,000 one-time in Proposition 40 bond funds for the study phase to evaluate the park's current and future electrical power needs, including redundant backup, and determine sustainable options for providing reliable and cost effective electrical power at this remote location.
- Approves \$136,000 one-time from the Off-Highway Vehicle Trust Fund for the working drawings phase to replace an entrance station kiosk in the North Beach Campground at Pismo State Beach.
- Approves \$298,000 one-time from the Off-Highway Vehicle Trust Fund for the working drawings phase to address erosion issues caused by storm water runoff at park, as required by the Federal Clean Water Act. Work will include the installation of sediment basins, storm water spray fields, drainage crossings, and riparian areas.

- Approves \$320,000 one-time in Proposition 40 bond funds for preliminary plans phase to increase available parking, install permanent vault toilets, repair the beach trail, and reduce beach trail erosion through parking lot grading and the use of more durable yet permeable surfaces.
- Approves \$135,000 one-time from the Harbors and Watercraft Revolving Fund for working drawings to improve visitor throughput at the San Luis Reservoir State Recreation Area by widening the existing two-lane boat ramp by two lanes, adding a third boarding float, and reconfiguring the parking lot.
- Approves \$293,000 annually for three years from Environmental License Plate Fund and two positions to support the initial assessment and implementation of the new Lower Cost Coastal Accommodations Program, created by AB 250 (Gonzalez Fletcher, Chapter 838, Statutes of 2017).
- Approves 643,000 one-time in Proposition 84 for enhancements and improvements of the Volunteer Enhancement Program capital outlay project, to address critical issues that include park operations, public recreation/access, energy efficiency, and resource protection/restoration.
- Approves a technical adjustment to re-establish 115.2 positions that were erroneously abolished due to Government Code section 12439, in order to accurately reflect what is currently displayed in the Department of Parks and Recreation's annual budget.
- Approves \$3,202,000 one-time in Proposition 84 bond funds for the construction phase to rehabilitate the Trippet Ranch parking lot and surrounding area, which have been damaged by erosion and storm water.
- Approves \$1,225,000 in General Fund for the working drawings and construction phases of this continuing project. A portion of the requested amount, \$891,000 for the working drawings and construction phases, is requested from the State Parks and Recreation Fund and is fully reimbursable with non-state funds from Pacific Gas and Electric (PG&E) obligations.
- Approves \$190,000 from the State Park Contingent Fund for the preliminary plans phase of the Pfeiffer Big Sur State Park: Low-Cost Alternative Coastal Lodging project, to develop up to fifteen new, low-cost, cabins at Pfeiffer Big Sur State Park.
- Approves various reappropriation of existing Capital Outlay appropriations to allow for the completion of projects currently in process.
- Approves various reversion of existing Capital Outlay appropriations for completed projects and/or phases of projects.

- Approves \$6.5 million increase in reimbursement authority from the Harbors and Watercraft Revolving Fund annually for five years. This increase will support a contract with the Department of Water Resources for Enhanced Control of Aquatic Invasive Plants and Fish Restoration Program actions.
- Approves \$7.5 million one-time in General Fund for one-time local assistance grants for regional infrastructure projects with Anaheim Family YMCA and the City of Fullerton.
- Approves \$61,500,000 ongoing from the State Parks and Recreation Fund and 364 full-time positions to improve the State Park System, deliver critical services that will address facilities and other infrastructure, and increase access to the State Park units.
- Approves \$2,845,000 in 2018-19 and \$2,681,000 in 2019-20 and ongoing from the Off-Highway Vehicle Trust Fund and 17.5 positions to implement Senate Bill 249 (Allen, Chapter 459, Statutes of 2017).
- Approves \$4,935,000 ongoing from the State Parks and Recreation Fund to continue its established revenue generation program, and to support ongoing costs associated with implementation of successful Revenue Generation projects.
- Approves trailer bill language to amend and extend the Revenue Generation Program, and to revise how money is deposited into the State Parks Revenue Incentive Subaccount.
- Approves a one-time increase of \$1,136,000 and an ongoing increase of \$1,185,000 from the State Parks and Recreation Fund and nine permanent positions to support the newly implemented online reservation system, ReserveCalifornia.
- Approves \$400,000 one-time in reimbursement authority from the Harbors and Watercraft Revolving Fund to cover a contract with the Department of Water Resources for Enhanced Control of Aquatic Weeds for the Delta Smelt Resiliency Strategy.
- Reverts the unencumbered balance of funding, estimated to be \$189,000, for the Malibu Creek State Park: Restore Sepulveda Adobe project. Project completion is anticipated in the fall, 2018, and there are savings to be reverted.
- Approves \$10 million one-time in General Fund to provide a local assistance grant for the renovation of the Museum of Tolerance (MOT). The MOT is a multimedia museum in Los Angeles, and is designed to examine racism and prejudice around the world with a strong focus on the history of the Holocaust.
- Approves \$100 million in General Fund to be deposited into the Natural Resources and Parks Preservation Fund for the preliminary plans (\$4.7 million), working drawings (\$4.7 million), and construction (\$90.6 million) phases of the California Indian Heritage Center

(CIHC) project in Yolo County. Approves trailer bill language to authorize this project and reporting language.

- Approves \$852,000 in Proposition 12 funds for the preliminary plans (\$537,000) and working drawings (\$315,000) phases of the Fort Ross State Historic Park: Cultural Trail project in Sonoma County. Total estimated project cost is \$3.4 million.
- Approves liquidation extensions on a number of grants.
- Approves \$500K GF for DPR and BBL to require DPR to develop a pedestrian and bicycle access plan from North Broadway to Los Angeles State Historic Park, or identify alternative solutions for pedestrian and bicycle access issues to the park from North Broadway.
- Approves \$250K GF for DPR for the AIDS Monument project in West Hollywood.
- Approves provisional language to make DPR eligible for receipt of both direct and grant funds to the Salton Sea Recreation Area for the purpose of developing boating access.
- Approves \$1.4 million GF for DPR for the City of Whittier for rehabilitation of several parks and a trail.
- Approves \$400,000 General Fund for DPR for the City of Whittier for rehabilitation of the La Mirada Theatre for Performing Arts.
- Approves \$1.5 million GF for DPR for the City of Los Angeles to develop an old landfill site into the Cesar Chavez Park.
- Approves \$2.8 million Prop 84 for the South Yuba River State Park: Historic Covered Bridge.
- Approves \$1M GF for the City of Lodi for erosion control.
- Approves \$2M GF for the City and County of San Francisco for the Richmond Community Center.
- Approves \$300,000 GF for the City of Los Angeles Mid Valley Multipurpose center.
- Approves \$1.2M GF for the City of La Habra for two splash pads at area parks.
- Approves \$5M for the East Bay Regional Park District
- Approves \$6M GF for Project Phoenix.
- Approves \$150,000 to assist Trinity County with land use planning efforts.

- Approves \$150,000 GF for the LA River Greenways.

### **Native American Heritage Commission**

- Approves \$643,000 General Fund and 10 positions in 2018-19 and \$1,286,000 General Fund in 2019-20 and ongoing, to implement state and federal statutes governing Native American tribal rights.

### **San Francisco Bay Conservation and Development Commission**

- Approves \$211,000 from the Bay Fill Cleanup and Abatement Fund on a three-year limited term basis, and two positions to resolve permit violations and modernize SFBCDC's regulatory laws, policies, and regulations. Approves reporting language.
- Approves relocation request to the Bay Area Metro Center.

### **Various Departments**

- Approves \$96 million for various departments in the Natural Resources Agency to: (1) increase pace and scale of forest management and restoration efforts; (2) to build local capacity and strengthen regional collaborations; and (3) to innovate and increase economies around the use of materials from forest health projects.
- Approves \$1.02 billion in SB bond funds for a variety of projects across several departments in the Natural Resources Agency and the California Environmental Protection Agency.
- Rejects the Administrations proposed Safe and Affordable Drinking Water proposal and instead approves placeholder trailer bill language to allow discussions relating to addressing water pollution clean-up efforts to continue in the budget conference committee process. Also approves a one-time loan of \$4.7 million from the Underground Storage Tank Cleanup Fund to begin implementation of this new program.
- Approves \$800,000 Environmental License Plate Fund annually for two years, and \$450,000 ongoing thereafter to implement the Open and Transparent Water Data Act (Assembly Bill 1755).



## CAP AND TRADE

### Greenhouse Gas Reduction Fund Expenditure Plan

- Appropriates \$1.4 billion in Greenhouse Gas Reduction Funds in the following manner:

#### 2018-19 Cap and Trade Expenditure Plan (Dollars in Millions)

Investment Category	Department	Program	Amount
Air Toxic and Criteria Air Pollutants	Air Resources Board	AB 617 - Community Air Protection	\$245
		AB 617 - Local Air District Implementation (\$50 million total, including other funds)	\$20
		Technical Assistance to Community Groups	\$10
Low Carbon Transportation	Air Resources Board	Clean Vehicle Rebate Project	\$175
		Clean Trucks, Buses, & Off-Road Freight Equipment	\$180
		Enhanced Fleet Modernization Program, School Buses & Transportation Equity Projects	\$100
	Energy Commission	Low Carbon Fuel Production	\$12.5
Climate Smart Agriculture	Air Resources Board	Agricultural Diesel Engine Replacement & Upgrades (\$132 million total, including other funds)	\$112
	Energy Commission	Energy Efficiency	\$64
	Department of Food and Agriculture	Healthy Soils	\$5
	Energy Commission	Renewable Energy	\$4
Healthy Forests	CAL FIRE	Healthy & Resilient Forests	\$160
	CAL FIRE	Forest Carbon Plan: Prescribed Fire & Fuel Reduction	\$30
	Natural Resources Agency	Forest Carbon Plan: Northern, Coastal, and Southern California Regional Forest Health Projects	\$20
	CAL FIRE	Urban Forestry	\$5
	CalOES	Local Fire Response	\$25
Short-Lived Climate Pollutants	Department of Food and Agriculture	Methane Reduction	\$99
	Air Resources Board	Woodstoves	\$3
	CalRecycle	Waste Diversion	\$25
Integrated Climate Action: Mitigation & Resilience	Strategic Growth Council	Transformative Climate Communities	\$40
	Natural Resources Agency	Urban Greening	\$20
	Multiple Departments	Coastal Resilience	\$5

	Department of Fish and Wildlife	Wetlands Restoration	\$5
	Community Services & Development	Low-Income Weatherization	\$10
	California Conservation Corps	Energy Corps	\$6
Climate and Clean Energy Research	Strategic Growth Council	California Climate Change Technology and Solutions Initiative & Technical Assistance	\$20
<b>Total</b>			<b>\$1,400</b>

- Appropriates \$204.5 million of other special funds for activities related to the 2018 Greenhouse Gas Expenditure Plan, including:
  - a) \$134.5 million from the Alternative and Renewable Fuel and Vehicle Technology Fund to be spent consistent with current program requirements;
  - b) \$30 million from the Air Pollution Control fund for local efforts to implement AB 617;
  - c) \$20 million in Proposition 68 bond funding for the Wildlife Conservation Board for climate adaptation which includes \$10 million for the Sierra Nevada and Cascade mountain regions and \$10 million for the rest of the state; and
  - d) \$20 million from the California Tire Recycling Management Fund for agricultural diesel replacement and upgrades.

## TRANSPORTATION

### California State Transportation Agency

- Approves \$6.5 million General Fund for Merced County to develop the California AutoTech Testing and Development Center project.
- Approves \$5 million General Fund for a passenger rail planning and feasibility analysis. Evaluation of alternatives, and conceptual engineering and initial design to be completed by the Metropolitan Transportation Commission, that includes intermodal connectivity, station evaluation, and a potential new station in the Shinn Park region of Fremont connecting Bay Area Rapid Transit, the Altamont Corridor Express, and the Alameda-Contra Costa Transit District, and other station areas identified through the study with a focus on central and southern Alameda County.
- Approves \$1 million General Fund for Oakland Unified School District to support bus service for students.
- Approves \$8 million General Fund for the Los Angeles County Metropolitan Transportation Agency for the River to Rails Project which is intended to transform a blighted and abandoned rail right-of-way across southern Los Angeles County in an active transportation corridor.

### California Transportation Commission

- Approves \$38,000 from the State Highway Account (SHA) and Public Transportation Account (PTA) for the California Transportation Commission's (Commission) to pay for increases for contracted fiscal services and workers' compensation insurance.
- Approves \$35,000 from the SHA and PTA to pay for the travel costs of 13 commissioners and three staff for two joint meetings between the Air Resources Board (ARB) and the Commission required by AB 179 (Cervantes, Chapter 737, Statutes of 2017).
- Adopts Supplemental Reporting Language directing the Legislative Analyst's Office to conduct an evaluation of the Active Transportation Program to ensure that it is achieving desired outcomes and that it is adequately staffed to do so.

**California Department of Transportation**

- Approves funding for projects and staff in accordance with Senate Bill (SB) 1, the Road Repair and Accountability Act of 2017. This includes \$994 million for the State Highway Operations and Protection Program (SHOPP) or highway rehabilitation projects in 2018-19. For the maintenance program, the budget proposes \$576 million in 2018-19. \$53.6 million of this amount is for 400 new positions. 300 of the new positions will perform routine maintenance (such as filling potholes and crack sealing), while the remaining 100 positions are to oversee construction contracts for major maintenance.
- Adopts a capital outlay support program budget of \$2.0 billion. This includes funding for an additional 872 full time equivalent positions, including a total of \$266.2 million for contract positions. Also, adopts provisional language that allows Caltrans to augment the request for contract positions by \$49.3 million and requires Caltrans to report quarterly on its progress in hiring qualified staff, attrition of existing staff, and use of professional services contract funding.
- Approves \$1.2 million one-time for the Department of General Services to study Caltrans' facility needs, and \$2 million one-time for increased construction arbitration expenses, including legal resources and expert witness fees.
- Approves a permanent increase of \$58 million from the State Highway Account to correctly align resources to fund all currently authorized positions.
- Approves a one-time increase of \$2 million in State Highway Account (SHA) funds to develop an Information Technology Applications Roadmap. Additionally, the Governor proposes budget bill language authorizing up to \$12 million (one-time SHA) to continue replacement of outdated IT infrastructure, contingent upon approval of the Roadmap by the California State Transportation Agency (CalSTA), the California Department of Technology (CDT), and the Department of Finance (DOF). Also, adopts provisional language proposed by the Committee that requires Caltrans to report to the Legislature when it has completed the Roadmap.
- Approves funding for the continuation of positions needed for the Administration of Proposition 1B, the "Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006". The request is comprised of two components: 1) 2018-19 funding from Prop 1B proceeds for the continuation of 31 positions totaling \$6.5 million and 2) 2019-20 funding for the continuation of 30 positions totaling \$5.9 million. Additionally, the request includes a reappropriation of the remaining balance of Proposition 1B funds appropriated from the Public Transit Modernization, Improvement, Service Enhancement Account designated for allocation under the State Transit Assistance program.

- Approves a one-time augmentation of \$2.1 million in 2018-19; a one-time augmentation of \$4.4 million in 2019-20; and a permanent augmentation of \$6.7 million beginning in 2020-21 from the State Highway Account (SHA) for increased charges from the Department of General Services for the maintenance and operation of headquarters and district office buildings.
- Approves a permanent increase of \$835,000 SHA and 7.0 positions to address workload increases resulting from the Federal Highway Administration's (FHWA) clarification of requirements regarding the State's procurement, management and administration of Architectural and Engineering contracts.
- Approves requests a permanent increase of \$852,000 and 4.0 positions and one-time funding of \$30,000 for tunnel management software for federally mandated inspections. The costs for the 53 state-owned tunnels will be fully reimbursed by the FHWA and the inspection costs for the 31 local-agency tunnels will be 88.53 percent FHWA reimbursed and the remainder will be funded with local federal subvention funds.
- Approves a \$3 million increase (\$2.7 million in Federal Funds and \$300,000 in SHA matching funds) to develop the Strategic Highway Safety Plan required and mandated by the Fixing America's Surface Transportation Act. Of the total request, \$1.5 million (\$1.35 million in Federal Funding and \$150,000 in state matching funds) is ongoing and \$1.5 million (\$1.35 million in Federal Funding and \$150,000 in state matching funds) is one-time.
- Approves a permanent increase of \$7.0 million SHA funds for Caltrans' tort litigation costs and settlement awards. Additionally, the Administration requests budget bill language allowing the Department of Finance the ability to increase funding by up to an additional \$20 million following notification to the Legislature.
- Approves a two-year increase of \$4.9 million in SHA funds for fleet insurance costs.
- Approves 4.0 positions and a one-time increase of \$10.4 million in State Highway Account (SHA) funds (\$699,000 for consulting services and \$9.2 million for software and hardware purchases) in 2018-19 and an ongoing increase of \$2.1 million SHA (for the 4.0 positions, \$60,000 for consulting services, and \$1.6 million for software and hardware purchases) to improve the Information Technology Cybersecurity Program, address Payment Card Industry compliance gaps and to develop an Enterprise Privacy Office.
- Extends 14 existing limited-term positions for an additional two years (beginning July 1, 2019 through June 30, 2021) and \$2.8 million in State Highway Account

Reimbursement authority for services rendered on behalf of the California High Speed Rail Authority.

- Approves \$3.2 million (\$1.4 million State Highway Account and \$1.8 million federal funds) for a two year extension of 5.0 positions and \$2.5 million for a demonstration project of a pay-at-the-pump charging station alternative.
- Extends the allocation and liquidation periods for the \$10 million Greenhouse Gas Reduction Fund provided to the Active Transportation Program by the Budget Act of 2016. The allocation period would be extended to June 30, 2021, and the encumbrance and liquidation period would be extended to June 30, 2024.
- Adopts trailer bill language that would limit for Self-Help Counties the administrative portion of the Indirect Cost Recovery Program (IRCP) costs to no more than 10 percent of the total costs for three years.
- Adopts trailer bill language that allows cities and counties to borrow from other internal city and county revenue streams and reimburse themselves with future year SB 1 apportionments.
- Adopts trailer bill language that clarifies that the Golden Gate Bridge District can use the Construction Manager/General Contractor (CM/GC) project delivery method.
- Adopts trailer bill language that allows the Ventura County Transportation Commission to allocate local transportation fund revenues apportioned to the City of Thousand Oaks for local streets and roads and other specified purposes.
- Adopts Supplemental Reporting Language directing Caltrans to report on how it is addressing Bay Area Storm Water Permit violations.
- Adopts provisional language directing Caltrans to pursue opportunities to utilize recycled materials in maintenance projects whenever such materials meet minimum engineering standards and are economically viable. Guidelines for the consideration of these materials will be included in the State Highway Design Manual.

### **High-Speed Rail Authority**

- Approves the reappropriation of \$1.6 billion through June 30, 2022 and extends the liquidation period through June 30, 2024. The request is comprised of 1) \$528.4 million [{\$380.8 million fiscal year 2010 federal funds and \$147.6 million High-Speed Passenger Train Bond Fund (Proposition 1A)] for the Initial Construction Segment (ICS)

of the high-speed train, and 2) \$1.0 billion Proposition 1A for the early improvements within the Bay Area and greater Los Angeles regions, also known as the “bookends”.

### **Board of Pilot Commissioners**

- Approves provisional language to allow the augmentation of the Board of Pilot Commissioners for the Bays of San Francisco, San Pablo, and Suisun (BOPC) budget authority by up to \$400,000 to fund additional costs associated with administering a Pilot Trainee Training Program selection examination.

### **Department of Motor Vehicles**

- Adopts the following package regarding the capital outlay proposals at the DMV and the California Highway Patrol (CHP) in order to maintain an adequate fund balance and ensure that these funds are used prudently:
  - Rejects the Administration’s proposal to transfer \$18 million Motor Vehicle Account funds to the Department of Fish and Wildlife.
  - Consistent with past practice, cash-funds all proposed capital outlay projects at CHP instead of using Lease Revenue bond financing as was proposed in the January budget.
  - Approves all capital outlay projects and related trailer bill language for DMV and CHP and directs the Administration to provide an updated schedule for CHP and DMV capital outlay projects given these actions and maintenance of a minimum fund balance of \$100 million in the MVA.
- Approves the following field office capital outlay projects and requests at the DMV:

<b>Field Office</b>	<b>2018-19 Request</b>	<b>Total Project Cost</b>
Delano Reappropriation (working drawings)	\$0.8	\$12.6
Delano Reappropriation (acquisition phase)	\$0.6	(see above)
San Diego (Normal Street) Reappropriation	\$1.5	\$22.3
Santa Maria Reappropriation	\$0.9	17.0
Oxnard Reconfiguration	\$0.4	\$6.6
Reedley Replacement	\$1.1	\$20.6
Inglewood Reappropriation (construction phase)	\$15.1	\$17.2
Statewide Planning	\$0.2	NA
<b>Total Proposed Capital Costs</b>	<b>\$20.6</b>	<b>\$96.3</b>

- Approves \$15 million from the MVA in 2018-19 to support the implementation of the Front End Applications Sustainability (FES) project. The annual amount requested, over each of the next four years, will fluctuate and total \$89 million. The proposal includes funding for three permanent positions beginning in 2018-19, and funding for seven limited-term positions from 2018-19 through 2022-23. Rejects the \$14.9 million ongoing annually beginning in 2023-24 for system maintenance and operation.
- Adopts the Administration's trailer bill language to authorize the DMV to charge an additional \$1 fee, per transaction, to the private industry partners that work with the department to collect registration fees. The revenue from the fee would fund the business partner's portion of the FES project. The Committee modified the language to have the \$1 fee sunset in five years (December 31, 2023).
- Approves \$1.3 million from the Motor Vehicle Account (MVA) and 3.0 permanent positions ongoing to implement AB 544 (Bloom, Chapter 630, Statutes of 2017). The ongoing cost of the 3.0 permanent positions would be \$675,000 annually.
- Adopts trailer bill language related to the implementation of AB 544 that would reduce DMV's workload by not requiring a new decal be issued to applicants issued a decal between March 1, 2018 and January 1, 2019 as required by current statute. New decals would still be required for applicants between January 1, 2017 and March 1, 2018.
- Approves \$6.1 million MVA, for the second year of funding for the design and construction of perimeter fences at state-owned DMV field office locations. In total, 13 projects are proposed in the 2018-19 request. Upon completion, the 2017-18 and 2018-19 appropriations are expected to fund fencing projects at 20 offices.
- Approves a one-time operating expense increase of \$3.1 million MVA funding for the replacement of outdated critical information technology infrastructure equipment that has reached its end of life and has been identified as a priority to ensure continuity of business operations.
- Approves \$50,000 one-time from the MVA for Department of General Services planning fees; \$457,000 MVA in 2019-20; and \$692,000 MVA ongoing starting in 2020-21 to relocate the Mission Hills Investigations Office and consolidate it with the Lincoln Park and Arleta Investigation offices in a new leased facility.
- Approves 3.0 permanent positions and \$568,000 from the Motor Vehicle Account in 2018-19 and \$238,000 from the MVA in 2019-20 to implement SB 611 (Hill, Chapter 485, Statutes of 2017).
- Approves \$900,000 (\$225,000 General Fund and \$675,000 Motor Vehicle Account) in one-time funding to extend the contract for information technology (IT) programming and



system administration in support of the electronic Driver's License and identification application form and AB 1461 (Gonzalez Fletcher, Chapter 729, Statutes of 2015).

- Approves a reappropriation to extend the liquidation period of \$5.5 million to June 30, 2019 for the Centralized Customer Flow Management and Appointment Systems (CCFMAS) Project.

### **California Highway Patrol**

- Approves 4.0 limited-term positions and multi-year funding from the Motor Vehicle Account (MVA) to complete the replacement of antiquated and incompatible dispatch consoles in all communications centers statewide. This proposal requests one-time augmentations of \$3.9 million in 2018-19, \$4.5 million in 2019-20, \$4.9 million in 2020-21, and \$509,000 in 2021-22.
- Approves an ongoing augmentation of \$4.5 million MVA for the replacement of its ground fleet, and provisional language to allow a two-year period for encumbrance or expenditure of up to \$20 million for the purchase of replacement vehicles. Also, approves the deletion of existing budget language for advance authority for the CHP to incur automotive equipment purchase obligations in an amount not to exceed \$5.0 million during the current fiscal year, for delivery in the following fiscal year, payable from the MVA.
- Approves \$600,000 MVA for both 2018-19 and 2019-20 to purchase vehicle-mounted radar units.
- Approves the reappropriation of \$876,000 MVA funding for the working drawings phase of two sites of the CHPERS Phase 1 Replace Towers and Vaults project: Leviathan Peak and Sawtooth Ridge. Construction at these two sites is currently estimated at \$10.1 million.
- Approves the reappropriation of \$6.0 million MVA funding (\$4.1 million from 2011-12 and \$1.9 million from 2017-18) for the construction phase of two sites of the CHPERS Phase II Replace Towers and Vaults project: Crestview Peak and Silver Peak.
- Approves \$281,000 MVA for the working drawings phase of the Keller Peak Tower Replacement project.
- Approves the reversion of the unexpended authority appropriated for the Santa Barbara Area Office Replacement Facility capital outlay project in 2014-15 and 2015-16, and adopts trailer bill language to authorize a lease-purchase agreement, or a lease with an option to purchase as options for the build-to-suit lease.

- Approves the conversion of 3.0 contract positions to permanent state positions and a \$133,000 decrease in reimbursement authority from the Department of Parks and Recreation for these CHP technology-related staff.
- Approves \$7.5 million in 2018-19 and 2019-20 to fund the increase in the vehicle insurance premium assessment paid to the Department of General Services, Office of Risk and Insurance Management.
- Approves \$52.5 million from the MVA over the next three years to implement a wireless in-car camera system with the option to purchase integrated Body-Worn Cameras (BWC) in the future. Rejects a \$14.4 million baseline augmentation beginning in 2021-22 from the MVA to support, operate, and maintain the system.
- Approves trailer bill language to allow the Tracy Area Office Replacement project to proceed as a Build to Suit Lease. Authority for this project was initially provided in the 2008 Budget Act and has since expired. Restoration of this authority will allow this priority project to proceed expeditiously.
- Approve the additional \$1.9 million MVA requested for the performance criteria phase of the Santa Fe Springs area office replacement and \$1.7 million MVA for the performance criteria phase of the Baldwin Park area office replacement.
- For information on the actions taken on the area office replacement capital outlay proposals for Quincy, El Centro, Hayward, and San Bernardino see above in the Department of Motor Vehicles section.

## ENERGY

### California Energy Commission

- Removes funding and trailer bill language related to developing a strategy for funding zero and near-zero emission vehicles and related charging infrastructure. These issues will be acted on later.
- Approves \$0.9 annually for three years from the Alternative and Renewable Fuel and Vehicle Technology Fund for 6.0 temporary positions to implement the new school bus retrofit and replacement activities under the Clean Energy Job Creation Program SB 110 (Committee on Budget and Fiscal Review, Chapter 55, Statutes of 2017).
- Approves \$100,000 increase in expenditure authority for baseline contract funding from the Appliance Efficiency Enforcement Subaccount to support the Title 20 appliance efficiency enforcement testing contract.
- Approves \$1.0 million in increased expenditure authority from the Energy Facility License and Compliance Fund to provide contract funding for an On-Call Delegate Chief Building Official.
- Approves \$1.5 million increase in baseline contract authority from the Cost of Implementation Account for the continual enhancement, maintenance, and support of the Energy Commission's residential and nonresidential Building Energy Efficiency Standards compliance software.
- Approves a baseline increase of \$12 million in Electric Program Investment Charge (EPIC) program and administration funds and the conversion of existing technical support funds to fund four permanent positions to manage the increased program funding.
- Approves a series of actions to reduce the Energy Resources Programs Account (ERPA) structural deficit by \$10.6 million in 2018-19, and \$11.8 million in 2019-20. These actions are:
  - ERPA cost reduction of \$7.3 million, by shifting eligible expenditures from ERPA to the Cost of Implementation Account (COIA), and Energy Facility License and Compliance Fund. The proposal also reduces expenditures from the Renewable Resource Trust Fund by \$2.1 million by shifting eligible expenditures to COIA.
  - ERPA cost reduction of nearly \$2.0 million by shifting Department of General Services' funded activities to the Environmental License Plate Fund.
  - Increasing the electricity consumption surcharge from the current rate of \$0.00029 per kilowatt hour, to the statutory maximum of \$0.0003 per kilowatt hour to generate approximately \$1.25 million in additional revenue in 2018-19 for ERPA, and an additional \$2.5 million annually in the out-years.

- Approves Supplemental Reporting Language directing the Energy Commission to identify further actions to take to address the remainder of the Energy Resources Programs Account's structural deficit.
- Adopts trailer bill language that provides reimbursement for reasonable expenses and a per diem for members of the Advisory Group, authorized under the Clean Energy and Pollution Reduction Act of 2015 (Chapter 547, Statutes of 2015).

### **California Public Utilities Commission**

- Approves \$359.2 million for local assistance and \$30.8 million for state operations for the California LifeLine Program. Approves four additional positions for state administration. Also, approves Supplemental Reporting Language directing the Legislative Analyst's Office to make recommendations regarding improving the accuracy of the LifeLine Program's caseload estimate and to make recommendations about how to improve enrollment and reenrollment in the program.
- Approves (1) the elimination of an ongoing appropriation of \$2.2 million from the Transportation Rate Fund (TRF) and 11.0 positions and (2) the transfer of \$750,000 from the TRF to the Department of Consumer Affairs' Household Movers Fund for household movers' regulatory activities to reflect the transfer of the regulation of household goods carriers from the CPUC to the DCA Bureau of Electronic and Appliance Repair, Home Furnishings, and Thermal Insulation effective July 1, 2018 consistent with SB 19 (Hill, Chapter 421, Statutes of 2017).
- Adopts SB 19 clean-up trailer bill language proposed by the Administration to facilitate the transfer of the CPUC's Transportation Rate Fund to DCA's Household Movers Fund. The language strikes a reference that would have DCA spend money out of a fund they will never use again and allows PUC to finish liquidating their 2017-18 encumbrances, transfer any monies that may be left to DCA's fund, and only then – when the fund is empty - abolishes the fund. Also, adopts budget bill language to have State Controller's Office transfer a set amount of cash from PUC's fund to DCA's fund, and provides DCA an appropriation out of their own fund.
- Approves \$546,000 (one-time) from the Public Utilities Commission Utilities Reimbursement Account (PUCURA) for 3.0 positions for one year to review up to 12 proposals from each of the six electric utilities to provide EV charging infrastructure at public schools and beaches, and state parks.

- Approves \$336,000 from PUCURA for 2.0 permanent positions to develop policies, rules, or regulations to reduce gas and electric service disconnections and to submit an annual report on disconnections at the four largest utilities and all community choice aggregators.
- Approves \$592,000 from PUCURA for two years for 1.0 position and consulting services of \$450,000 per year to establish standardized assumptions and inputs to forecast residential solar bill savings and to create a disclosure document the solar industry must present to residential customers before the purchase or lease of a solar energy system.
- Approves \$76.6 million from the California Advanced Service Fund. AB 1665 (Eduardo Garcia, Chapter 851, Statutes of 2017) continues the program and authorizes CPUC to collect \$330 million beginning January 1, 2018 and continuing through 2022. The budget request includes: (1) permanent funding for 2.0 positions to address staffing shortfalls; (2) the conversion of 5.0 limited term positions to permanent; (3) the addition of 5.5 permanent positions and 2.0 new limited term positions; (4) \$2.5 million annually for consulting services for California Environmental Quality Act (CEQA) review of projects; (5) ongoing local assistance funding for the program of \$72.6 million until 2029; and (6) budget bill language authorizing a three-year encumbrance period and a two-year liquidation period.
- Approves \$295,000 from PUCURA for 2.0 permanent positions for the Licensing and Compliance Program.
- Approves about \$1.0 million annually (growing by about 2 to 4 percent annually to reflect increases in rents) from various fund sources to lease office space in Sacramento County for new staff and the relocation of existing staff to Sacramento.
- Approves \$294,000 from PUCURA for two years for 2.0 positions to analyze water affordability in rate-setting proceedings.
- Approves \$929,000 ongoing from the PUCURA to fund 7.0 positions that conduct water and utility program audits and expire on June 30, 2018.
- Approves \$1.4 million annually from the PUCURA for: 1) 2.0 permanent positions to analyze and administratively manage the implementation of transportation electrification initiatives and 2) funding for a consultant (\$1 million annually) for four years that will analyze integration of electric vehicles onto the grid.
- Approves \$2.6 million from various funds for 23 permanent full-time positions, training, and travel to strengthen the administrative core of the department.
- Approves \$2.2 million from the State Transportation Fund and the Public Utilities Commission Utilities Reimbursement Account for 1) 12 new permanent positions, 2)

classification upgrade of five existing permanent positions, and 3) equipment, training, and travel to facilitate inspections and audits, and to ensure staff safety.

- Approves a permanent increase in funding of \$1.5 million from the PUCURA for five positions and \$600,000 annually for consulting services to represent California ratepayers at the Federal Energy Regulatory Commission (FERC) rate cases, and in the California Independent System Operator Corporation's (CAISO) transmission planning processes, that have a direct influence on electric transmission rates, and to advise in CPUC proceedings that impact transmission rates.
- Adopts trailer bill language that requires the CPUC to report annually on the following regarding its work regarding Federal Energy Regulatory Commission (FERC) rate cases and in the California Independent System Operator Corporation's (CAISO) transmission planning processes 1) the number of cases in which the CPUC participates, 2) the amount of ratepayer monies saved through these efforts, and 3) the nature of CPUC's involvement in each case, for example a description of issues litigated such as return on equity, tax issues, depreciation, cost-of-service ratemaking, and assumptions for justifying project needs.
- Approves \$310,000 from the Public Utilities Commission Utilities Reimbursement Account (PUCURA), to make permanent, two limited-term Public Utilities Regulatory Analyst (PURA) IV positions set to expire June 30, 2018 to continue to perform balancing account reviews.
- Approves \$389,000 per year for two years from the Public Utilities Commission Utilities Reimbursement Account for two Public Utilities Counsel III to defend or further in federal court litigation, the CPUC's implementation of federal and state legislation, policies, and rules; safety, consumer protection, and environmental enforcement actions; and ratepayer and state economic interests.
- Approves \$194,000 from the PUCURA for one permanent Public Utilities Counsel III to support additional workload around natural gas issues.
- Approves \$975,000 from the Public Utilities Commission Transportation Reimbursement Account for five new permanent positions to enhance enforcement and leadership of the branch and \$776,000 PUCTRA that will be spread across 40 existing staff that previously worked on both transportation and household goods movers-related issues. The funding will allow these staff to fully work on transportation carrier-related issues.
- Adopts trailer bill language that allows military installations with eligible distributed generation to utilize the Net-Energy Metering (NEM) 2.0 tariff, essentially allowing these electric customers to be treated similarly to other customers who have on-site eligible distributed generation under the NEM 2.0 tariff.

- Approves \$103,000 from the PUCURA for one permanent Public Utilities Regulatory Analyst to implement newly defined and magnified registration and consumer protection duties, set forth in a recently issued Commission decision regarding gas Core Transport Agents (CTAs).
- Approves 1.0 position and \$167,000 from the Public Utilities Commission Office of Ratepayer Advocates Account (PUCORA) to perform expanding workload at the Office of the Ratepayer Advocate (ORA) associated with the recent increase in departing load programs, specifically the Community Choice Aggregation (CCA) program.
- Approves 2.0 positions and \$307,000 from the PUCORA to participate in computer model simulation efforts to support the ORA's work on the Integrated Resource Planning and Resource Adequacy proceedings.
- Approves 2.0 positions and \$334,000 from the PUCORA to address additional utility safety-related workload arising from the expansion of new and existing CPUC proceedings.
- Approves 1.0 position and \$142,000 from the PUCORA, to perform geospatial analysis work. The position will be placed in the Communications and Water Policy Branch and will be a shared resource across all of ORA.
- Adopts trailer bill language to rename the Office of the Ratepayer Advocate as the Public Advocate's Office of the CPUC.

**GENERAL GOVERNMENT****Housing and Homelessness**

- Dedicates \$500 million one-time (General Fund) for Emergency Homeless Aid Block Grants for local governments to respond to homelessness: Specifically the funding would be allocated as follows:
  - \$250 million through formula as proposed in the May Revision allocated to the Continuums of Care.
  - \$150 million direct allocation to a city or city and county with a population over 330,000.
  - \$100 million allocated based on point in time count allocated to the Continuums of Care.
- Approves the move of Homeless Coordinating and Financing Council from the Housing and Community Development Department to the Business, Consumer Services and Housing Agency and \$500,000 to fund the Council. Dedicates one out of the three positions to Homeless Youth and adopts trailer bill language to expand the membership of the Council to include a member who is a formerly homeless youth who lives in California.
- Provides \$538.3 million from various funds and 81 positions in 2018-19, \$739.9 million and 128 positions in 2019-20, and \$796.1 million and 146 positions in 2020-21 and 2021-22, and \$796 million and 145 positions in 2022-23, and ongoing to implement the statewide housing package SB 2 and SB 3. Proposes trailer bill language to provide 50 percent for an ESG-like program and 50 percent to AB 74, Housing for Healthy California from the one-time funding pot from SB 2.
- Provides HCD \$450,000 in 2018-19, \$927,000 in 2019-20, \$477,000 in 2020-21, and \$343,000 ongoing from the Federal Trust Fund to implement AB 74 Housing for a Healthy California. The request includes authority for two positions, an interagency agreement with the Department of Health Care Services (DHCS), a contract with an independent evaluator in 2019-20, and trailer bill language to implement the program.
- Includes \$370,000 in 2018-19 and \$350,000 ongoing from the Housing for Veterans Fund for two positions to execute loan closings and mitigate litigation costs related to the Veterans Housing and Homelessness Prevention Program.
- Authorizes a baseline increase in reimbursement authority of \$370,000 in 2018-19, and \$350,000 ongoing, for staffing expenses to ensure the sale of Department of Transportation (Caltrans) surplus property is maintained as affordable housing. This proposal supports



Caltrans administration of the "Roberti Act" Affordable Sales Program on the State Route 710 corridor.

- Includes a net-zero technical shift of \$1,894,000 in expenditure authority among funds to continue workload in the Transactions Unit to restructure and extend previous loans. This request is a net-zero change that moves funds from the Roberti Affordable Housing Fund, the California Earthquake Safety and Housing Rehabilitation Bond Account, and an account within the Housing Rehabilitation Loan Fund to the general Housing Rehabilitation Loan Fund.
- Provides \$2,782,000 in 2018-19 and \$2,622,000 ongoing from the Greenhouse Gas Reduction Fund for 16.0 positions to implement the later phases of the Affordable Housing and Sustainable Communities program.
- Adopts placeholder trailer bill language to address an issue related to Office of Migrant Services and clean up language for SB 35 (2017).
- Provides \$50,000 for Gateway Cities Council of Governments for a housing strategy assessment in the region.

#### **Governor's Office of Business and Economic Development**

- Adopts a five-year extension of the California Competes Tax Credit program, tax credit allocation authority of \$180 million per year through 2022-23, and \$1.4 million in budget authority from the General Fund per fiscal year through 2022-23, to maintain the 10 positions associated with administering the program.
- Adopts trailer bill language to do the following:
  - Require Go-Biz, prior to finalizing contract negotiations and the Committee hearing process, to provide information, so long as the information is not confidential, to the Committee members regarding the potential awardees and allow the Committee members to work through Go Biz to ask questions of the applicants if needed.
  - Allow for investment in training opportunities offered by the taxpayer to be a factor that GoBiz should consider.
  - Require LAO to do a detailed analysis of the economic effects and administration of the tax credit by January 1, 2021.
- Approves \$20 million (General Fund) annually for five years for the Small Business Development Technical Assistance Expansion Program. Of this amount \$3 million is for

the California Small Business Development Center Program.

- Authorizes an additional \$3 million (one-time General Fund) to be dedicated to for other federal small business technical assistance centers.

### **Franchise Tax Board**

- Expands the Earned Income Tax Credit (EITC) to cover working individuals who are aged 18 to 24 and over the age 65. Increases the qualifying income range for the credit is proposed to be expanded so that employees working up to fulltime at the 2019 minimum wage of \$12 per hour would qualify for the credit.
- Provides \$10 million to continue outreach activities and free tax preparation resources related to the EITC.
- Adopts trailer bill language to remove the repeal date for the tax data exchange agreement between the Franchise Tax Board (FTB) and local governments.
- Rejects the Governor's January proposal to make changes to the Hiring Tax credit. Instead adopts placeholder trailer bill language to extend the current hiring credit for five years.
- Adopts trailer bill language to exempt the earnings of tribe's land from state income tax.

### **Department of General Services**

- Adopts the Governor's proposal for four Projects in the Sacramento Region. The total cost of all four projects is estimated to be \$1.3 billion with \$30.4 million in General Fund costs estimated in the current year. The projects are all part of the 10-Year Sequencing Plan put forward by DGS to address the infrastructure needs of the Sacramento Region. Additionally, amends the sequencing plan to require DGS, in consultation with the Legislature's Joint Rules Committee to incorporate facilities that house legislators and legislative staff into their downtown sequencing plan. Finally, adopts placeholder TBL to authorize lease revenue bonds to finance the reconstruction of the State Capitol Annex and buildings related to the Annex project, which will be utilized only in the event that financing is not available from other sources (such as Proposition 2 infrastructure funds).
- Approves a one-time augmentation of \$15.6 million (\$7.8 million General Fund and \$7.8 million Service Revolving Fund) in 2018-19, and one permanent position to continue the installation of Electric Vehicle Service Equipment in state facilities.

- Approves funding for three legislative proposals (AB 822, SB 605, and AB 262) from 2017. Adopts trailer bill language to delay the implementation of AB 262.
- Approves ongoing General Fund authority in the amount of \$578,000 to continue monitoring the results of remediation efforts of the former Mercury Cleaners site.

### **Cannabis Regulation**

- Includes a total of \$133.3 million for cannabis-related activities across several departments. In addition, the May Revision includes a General Fund loan of up to \$59 million to the Cannabis Control Fund. The May Revision provides funding for all activities on a two-year limited-term basis in order to allow for a comprehensive review of all resources including those allocated last year.
- Includes trailer bill language to address a technical issue related to background checks.
- Provides \$10 million for equity programs contingent on the passage of legislation on social equity through the policy process.

### **California Arts Council**

- Provides an additional increase \$8.8 million one-time for the California Arts Council.

### **California Science Center**

- Adopts trailer bill language for funding for Phase III of the Science Center and trailer bill language to change the Governance structure at Science Center and Exposition Park.

### **Public Employment Relations Board**

- Provides an additional \$2.4 million (General Fund) to address the Board's budgetary pressures and provide appropriate level of funding to support existing permanent positions. Requires the Department of Finance to complete a Mission-Based Review of the Board.
- Adopts placeholder trailer bill language for technical clean up to employee orientation and placeholder language to clarify legislative intent related to Kern County Hospital.

**State Board of Equalization**

- Adopts budget bill language to allow Board Members to retain their current staffing level until the end of the current term in December of 2018, and as of January, 2019, allows Board Members to retain two exempt and four civil service positions and move the two positions that are reduced from each Board Member office to the BOE Headquarters.
- Includes trailer bill language that would authorize the California Department of Tax and Fee Administration and the Board of Equalization to delegate, share, and provide assistance for, or transfer between themselves administrative responsibilities for tax and fee programs within the Department's and Board's respective duties, powers, and responsibilities pursuant to an agreement. The bill prohibits the agreement between the Department and the Board from transferring jurisdiction over any tax and fee program that is the subject of the agreement.

**Local Government Financing**

- Provides \$32.9 million in funding to backfill the property tax revenue losses that cities, counties, and special districts will incur in 2017-18 and 2018-19 due to the October 2017 wildfires and mudslides. Additionally, includes provisional language to authorize additional payment if necessary.

**State Mandates**

- Includes an increase of \$280.5 million to pay down a long-standing state liability associated with expired or repealed state mandates, including the interest owed on those claims.
- Continues to fund mandates that are related primarily to law enforcement and property taxes consistent with the past years for a total of \$34.7 million.

**California Gambling Control Commission**

- Provides trailer bill language that would require the California Gambling Control Commission, upon approval by the Department of Finance, to apply any funds in excess of estimated expenditures, transfers, reasonable reserves, or other adjustments from the Indian Gaming Special Distribution Fund to reduce or eliminate the pro rata share payments required to be made to the fund by limited gaming tribes.

**California Workforce Development Board**

- Provides \$16 million (General Fund) in 2018-19, and \$20 million in 2019-20, for the Prison to Employment initiative to better link education and job training in prison to post-release employment; integrate services of reentry service providers and career centers; and fund regional integration, direct services, and post-release supportive services. Funds AB 1111 at \$15 million (General Fund) for a two-year period. Provides supplemental reporting language for both programs and adopts trailer bill language related to the Prison to Employment initiative.

**Employment Development Department**

- Includes \$1.9 million ongoing (\$921,000 General Fund, \$271,000 federal funds, and \$713,000 special funds and reimbursements) appropriation for 2018-19 for the ongoing increased costs resulting from the statewide IT Classification. EDD is proposing to fund this with a mixture of fund sources.
- Provides 15 positions and \$6.9 million to provide resources to complete accounting transactions in its legacy system to meet federal reporting requirements necessary to provide unemployment benefits without interruption while also transitioning to the Financial Information System for California (FI\$Cal). This includes up to \$5 million for vendor services to manage this temporary additional workload and allow for successful transition to the new system. Funds will be funded equally by the Disability Insurance (DI) Fund and the EDD Contingent Fund for 2018-19.
- Proposes \$60.4 million in state-level discretionary federal Workforce Innovation Opportunity Act (WIOA) funding in 2018-19, a \$1.5 million decrease relative to 2017-18.
- Provides \$1.5 million for the workforce development fund dollars to create a three- year pilot program under the California Workforce Development Board to do all of the following:
  - Develop a manual to train employers in building workplace capacity for individuals with autism;
  - Implement free employer trainings in Sacramento and Los Angeles counties based on the developed manual; and
  - Recruit and train young adults with autism to participate in the program, developing their self- advocacy and leadership abilities. Participating youth will receive payment for their involvement in the program.

**Department of Industrial Relations**

- Requires the Department of Industrial Relations (DIR) to create a section on its website with resources addressing minimum wage, overtime, sick leave, recordkeeping, wage adjudication and retaliation for domestic workers and employers. Adopts supplemental reporting language to gather more information on domestic workers.
- Includes budget bill language to allow fund balance transfers in 2018-19, from the Industrial Relations Unpaid Wage Fund (Unpaid Wage Fund), to the Garment Manufacturers Special Account, the Car Wash Worker Restitution Fund, and the Farmworker Remedial Account, upon approval of the Department of Finance to pay valid claims, in the event of a cash shortage in any of the restitution funds.

**State Controller's Office**

- Includes \$4.6 million (General Fund) in 2018-19 (\$3.4 million in 2019- 20, \$2.6 million in 2020-21, and \$1.9 million in 2020-21, and ongoing) to fund positions to complete the Project Approval Life Cycle (PAL) process, including selection and implementation of the selected payroll solution. This also includes development of additional features/functionality and statewide implementation of the Employee Self- Service portal web application.
- Includes funding to support the increased costs associated with maintaining the Computer Associates (CA) Integrated Database Management System.

**State Treasurer's Office**

- Includes a General Fund appropriation of \$450,000 in 2018-19 and rejects the ongoing funding for IT staff. Provides that DOF should determine what is a fair distribution of costs between General Fund and what the Boards and Commissions should pay moving forward.
- Provides expenditure and reimbursement authority for 2018-19, in the amount of \$6,130,000, and ongoing funding of \$1,171,000 for the Debt Management System (DMS) II Project.

**Government Operations Agency**

- Provides \$90.3 million for the 2020 Census Outreach effort, including moving the existing staff from the Office of Planning and Research to the Government Operations Agency.
- Adopts trailer bill language to address Civil Service Improvement.

**Department of Human Resources**

- Includes three permanent positions and \$1,445,000 (\$720,000 General Fund, \$132,000 Reimbursement, \$47,000 Special Funds, and \$546,000 Central Service Cost Recovery Fund) in 2018-19 and ongoing to establish a centralized unit, within the Office of Civil Rights, specifically responsible for the statewide oversight of monitoring and addressing discrimination and harassment complaints received by state entities. The unit will be responsible for analyzing complaint data, assisting state entities with problems, and addressing negative trends. The unit will also provide detailed reporting on all activities, allowing CalHR to be proactive in identifying compliance issues within departments.
- Adopts trailer bill language to allow all public employees access to state training programs.

**CalSTRS**

- Amends 2017 Budget Act reporting language for the CalSTRS to report back to the Legislature from October 2019 to August 15, 2018.
- Provides \$15.4 million and 58 permanent positions over a five-year time horizon. Approximately \$3.4 million and 14 positions are requested for immediate use in 2018-19, while the remaining will be requested on an as needed basis through the Teachers' Retirement Board (TRB) and written notification to the Department of Finance. This request includes budget bill language.

**Department of Business Oversight**

- Includes \$132,000 in 2018-19 (\$130,000 ongoing) in reimbursement authority and one permanent Information Technology Specialist I position to provide information technology support services to the Business, Consumer Services and Housing Agency (Agency), the Seismic Safety Commission (SSC), and the newly formed Cannabis Control Appeals Panel (CCAP).

**Secure Choice Retirement Savings Program**

- Provides a General Fund loan of \$2.5 million in 2018-19 for the program's startup and administrative costs.
- Adopts trailer bill language to change the name of California Secure Choice Retirement Savings Program to CalSavers.

**Victim's Compensation Board**

- Adopts trailer bill language to address a technical clean up to provide the rulemaking authority back to the Victim's Compensation Board (Board). Chapter 31, Statutes of 2016 (SB 836) shifted several statutory duties from the Board to the Department of General Services. Unfortunately, due drafting error, the Board was erroneously stripped of its rulemaking authority over the Victim Compensation Program.
- Adopts trailer bill language to provide compensation for the East Area Victims.

**Department of Fair Employment and Housing**

- Adopts an additional \$3 million to address the backlog and outreach at the Department.

**Department of Consumer Affairs**

- Approves for the Department of Consumer Affairs \$16.8 million in 2018-19 and \$13.0 million in 2019-20 for the support of BreEZe Maintenance & Operations (M&O). The total costs are based on system support costs and projected workload pertaining to the BreEZe M&O activities for 2018-19 and 2019-20. The request includes funding for 43.0 positions and software licensing for the next two years.
- Approves for DCA and the Bureau of Real Estate a reduction of 11.0 positions and \$1.25 million Real Estate Fund to implement SB 173 (Dodd, Chapter 828, Statutes of 2017).
- Approves a reduction in the cost of DCA's centralized services by \$776,000 and 5.0 positions to adjust for decreased workload from SB 173. This proposal will result in a total reduction of 15.0 positions and \$2.3 million that will be phased in over three years.
- Adopts provisional language to address pro rata concerns. This language requires DCA to conduct Organizational Change Management reviews of its Centralized Services and provides funding (\$242,000 special funds) for two years for two positions to perform this work. In consultation with the Pro Rata workgroup, the department will prioritize which services to review first. Also, directs the policy committees to require annual reporting on efficiencies achieved as part of DCA's sunset review process. Results of the reviews will be made available to the Legislature.
- Approves for the Acupuncture Board 1.0 position and \$130,000 to align staffing ratios with CalHR requirements.



- Approves for the Board of Behavioral Sciences 1.5 Associate Governmental Program Analyst positions for a two-year limited term and \$175,000 in 2018-19 and \$167,000 in 2019-20 from the Behavioral Sciences Fund to effectively monitor probationers.
- Approves for the Board of Registered Nursing an ongoing increase of \$1.3 million from the Board of Registered Nursing Fund to fund 10.0 permanent positions to address severe deficiencies within the Board's Enforcement Division.
- Approves for the Board of Pharmacy ongoing funding of \$440,000 and permanent position authority for 4.0 positions currently funded out of the temporary help blanket.
- Approves for the Board of Pharmacy a budget augmentation of \$685,000 Pharmacy Board Contingency Fund in 2018-19 and \$653,000 ongoing to fund 2.0 Pharmacy Inspectors and 2.0 Associate Governmental Program Analysts (AGPA) to augment enforcement activities.
- Approves for the Board of Pharmacy a one-time budget augmentation of \$1.1 million Pharmacy Board Contingent Fund to move to a larger office space.
- Approves for the Board of Pharmacy \$423,000 Pharmacy Board Contingent Fund in 2018-19 and \$391,000 ongoing to fund 3.0 permanent positions to regulate the provisions set forth in AB 401 (Aguiar-Curry, Chapter 548, Statutes of 2017), SB 351 (Roth, Chapter 623, Statutes of 2017, and SB 443 (Hernandez, Chapter 647, Statutes of 2017).
- Approves for the Contractors State License Board three-year limited term funding of \$549,000 Contractors License Fund in 2018-19 and \$533,000 in 2019-20 and 2020-21 to fund 2.0 positions and Attorney General (AG) costs to implement SB 661 (Hill, Chapter 809, Statutes of 2016)—the Dig Safe Act.
- Approves for the Speech-Language Pathology and Audiology and Hearing Aid Dispensers Board (Board) two-year limited funding of \$264,000 in 2018-19 and \$183,000 in 2019-20 to fund 1.0 Office Technician and 1.0 Associate Governmental Program Analyst. These positions are intended to address excess workload as well as assisting with Board and Committee meeting planning, legislation analysis, promulgation of regulations, and budget building. The budget augmentation includes an additional \$65,000 in 2018-19 required to transition an adjacent 160 square foot space into sufficient work space for the additional staff.
- Approves for the Veterinary Medical Board a permanent augmentation of \$417,000 Veterinary Medical Board Contingent Fund to fund 4.0 permanent positions. This amount includes \$112,000 ongoing to fund Attorney General and Office of

Administrative Hearing costs to support the Veterinary Assistant Controlled Substances Program.

- Approves for the Bureau of Security and Investigative Services \$111,000 in ongoing funding for 1.0 position in the Enforcement Unit.
- Approves for the Bureau of Security and Investigative Services \$43,000 in 2018-19 and \$35,000 ongoing for the Private Investigator Program to fund a 0.5 Program Technician II and other regulatory activities mandated by SB 559 (Morrell, Chapter 569, Statutes of 2017).
- Approves for the Licensed Midwifery Program a permanent budget augmentation of \$107,000 Licensed Midwifery Fund to reimburse the Medical Board for the services it provides to the program.
- Approves for the Bureau of Electronic and Appliance Repair, Home Furnishings and Thermal Insulation (BEARHFTI) a budget augmentation of \$2.16 million in 2018-19, \$1.94 million in 2019-20, \$2.52 million in 2020-21, and \$1.46 million ongoing to fund 11 positions and other regulatory activities that are mandated by SB 19 (Hill, Chapter 421, Statutes of 2017).

### **Department of Real Estate**

- For the new Department of Real Estate (DRE) approves position authority for 18.0 positions and \$1.8 million Real Estate Fund in 2018-19 and ongoing for Human Resources, Fiscal/Budget, and Legislative/Publications functions; provides \$1 million in Real Estate Fund authority to fund administrative services DCA provides as DRE transitions in 2018-19; and appropriates \$240,000 from the Real Estate Fund for the Business, Consumer Services and Housing Agency (Agency) costs, which were previously provided through an interagency agreement with DCA.

### **Department of Veterans Affairs**

- Adopts trailer bill language establishing criteria that must be considered as part of the development of the master plan for the state's eight veterans homes and extends the due date of the master plan from July 1, 2019 to December 31, 2019, and requires the plan be updated every five years. Adopts provisional language that requires CalVet to report to the Legislature on who it has consulted with during the development of the master plan. Also, beginning in 2019-20 provides \$241,000 General Fund ongoing for two positions to work on the master plan and provide future updates to the plan.

- Approves 2.0 positions, \$232,000 General Fund in 2018-19, and \$343,000 annually thereafter to satisfy the requirements of AB 1365 (Reyes, Chapter 509, Statutes of 2017). Also, approves ongoing funding for 1.0 Research Program Specialist currently funded through June 30, 2019.
- Approves 9.0 positions and \$1.2 million (\$1.1 million General Fund and \$145,000 Farm and Home Building Fund of 1943) in 2018-19, and \$1.2 million (\$1.0 million General Fund and \$140,000 Farm and Home Building Fund of 1943) annually thereafter for CalVet's information security and IT projects.
- Approves \$571,000 (California Central Coast State Veterans Cemetery at Fort Ord Operations Fund) to complete the working drawings for the California Central Coast Veterans Cemetery.
- Approves 7.0 positions, \$907,000 General Fund in 2018-19, and \$868,000 annually to implement SB 776 (Newman, Chapter 599, Statutes of 2017) which requires CalVet to provide one employee for every five state prisons, who is trained and accredited by CalVet, to assist incarcerated veterans in applying for and receiving any federal or other veterans' benefits for which they or their families may be eligible.
- Approves \$7.1 million General Fund for the performance criteria phase of a new skilled nursing facility at Veterans Homes of California, Yountville. Total project costs are estimated to be \$293.5 million (\$7.1 million performance criteria and \$286.4 million design build.)
- Approves a reduction of \$732,000 General Fund and 2.5 positions beginning in 2018-19 to convert rooms in the Domiciliary level of care at the Veterans Home of California-Yountville from dual occupancy to single occupancy.
- Approves an increase of \$4.9 million General Fund and a decrease of \$3.3 million Farm and Home Building Fund to correctly align funding associated with General Fund sourced programs and to adjust rental payments to the Farm and Home Loan program to the standard Department of General Services book rate for rental space occupied by other CalVet programs.
- Approves 5.0 positions and \$1.5 million General Fund in 2018-19 and \$596,000 General Fund annually thereafter for monitoring Rector Dam and Reservoir as required by a recent lawsuit and for the cost of measurement and monitoring equipment and for the Department of Fish and Wildlife to prepare a fish habitat study and a water flow evaluation.
- Approves a permanent augmentation of \$220,000 General Fund for the California Central Coast Veterans Cemetery's operation.

- Approves \$260,000 in federal fund authority and 4.0 positions beginning in 2018-19 for increased federal funds that are available for the California State Approving Agency for Veterans Education to conduct oversight activities.
- Approves \$1 million annually from Proposition 63, Mental Health Services Act to CalVet for grants to County Veterans Services Offices for the provision of mental health services.
- Approves \$100,000 General Fund (one-time) for the Alameda County Veterans Services Officers.

### **Secretary of State**

- Approves \$134.3 million General Fund to help fund the replacement of county voting systems. This would provide funding for hardware, software, licenses and peripherals. Also, adopts trailer bill language to guide the expenditure of these funds. For example, allows counties to receive reimbursement for activities such as research and development of new voting systems, if the efforts result in the development of a voting system that is ultimately certified by the Secretary of State.
- Approves \$18.5 million in 2018-19 (\$15 million from the Business Fees Fund and \$3.5 million from the Business Programs Modernization Fund) to continue implementation of the California Business Connect (CBC) project.
- Approves 1.0 position and a permanent General Fund increase of \$240,000 in 2018-19 (\$235,000 in 2019-20 and ongoing) to implement SB 597 (Leyva, Chapter 570, Statutes of 2017).
- Approves the continuation of spending authority for the resources needed to maintain an average of five (5) business day or better turnaround/processing time for business filings and statements of information until California Business Connect is implemented. Due to recent and ongoing automation and online improvements, the requested ongoing support is reduced from 52.0 positions to 47.0 positions. Therefore, the amount requested to maintain the five (5) business day or better turnaround time is spending authority of \$5.1 million from the Business Fees Fund and 47.0 positions, temporary help, and overtime through 2020-21.
- Approves \$7.1 million in federal funds for Maintenance and Operations cost of California's statewide voter registration database known as VoteCal. This amount includes \$1.6 million of local assistance support.

- Approves \$4.2 million from the Federal Trust Fund to continue implementation of the statewide mandates of the Help America Vote Act (HAVA) of 2002.
- Approves of \$1.0 million (\$759,000 Business Fees Fund and \$251,000 in General Fund) in 2018-19 of which \$805,000 (\$605,000 Business Fees Fund and \$200,000 General Fund) is ongoing and one permanent position to proactively address information security and cyber security vulnerabilities and threats.
- Approves one-time funding of \$14.8 million General Fund and 7.0 positions and an increase of \$1 million from the Political Disclosure, Accountability, Transparency, and Access Fund to continue the design and development of a Cal-ACCESS replacement system. This request continues funding for the 2.0 positions received in 2017-18, provides 5.0 additional positions, and contracted services.
- Approves \$2 million General Fund annually for the Secretary of State to establish a Cybersecurity Office to coordinate activities and information sharing between federal, state, and local officials, including county registrars of voters, to reduce the likelihood and severity of cyber incidents that could interfere with the integrity of California elections.

#### **Fair Political Practices Commission**

- Approves \$420,000 General Fund in 2018-19 (\$400,000 in 2019-20 through 2020-21) to fund 3.0 existing, but unfunded positions to implement the provisions of AB 249 (Mullin) Chapter 546, Statutes of 2017.
- Approves \$147,000 General Fund in 2018-19 and \$140,000 ongoing to fund one existing, but unfunded, position to implement the provisions of SB 45 (Mendoza, Chapter 827, Statutes of 2017).
- Adopts provisional language that requires the FPPC to report specific workload data to help the Legislature assess if the FPPC accomplishes its work in a timely manner or if it meets public demand for advice and information.

#### **Department of Insurance**

- Approves \$278,000 of increased expenditure authority for the maintenance of the recently upgraded CDI Menu and Integrated Database.
- Approves \$7.725 million for enhanced fraud investment workload over three years. Of this amount, \$6.225 million will be used for state fraud investigations and \$1.5 million will be used to support local district attorney prosecution of insurance fraud.

- Approves \$485,000 for the eDiscovery Software-as-a-Service solution for enhanced fraud investigation and prevention efforts in civic whistleblower cases.
- Approves \$1.14 million and 6 positions to address increases in producer licensing enforcement caseload. In 2017-18, the Department projected a backlog of 1,507 pending cases, an increase of over 9 percent from the previous year. This proposed increase in staffing is to stabilize the backlog, which has been steadily increasing over the last five years.
- Approves \$196,000 and one position to implement new legislation relating to surplus line brokers. In 2017, the Governor signed AB 1641 (Daly, Chapter 477, Statutes of 2017) which gives the Department of Insurance the ability to expand surplus line brokers that can be admitted to California in certain situations.
- Approves \$2.9 million to reflect updates on worker's compensation enforcement and prosecution costs at county district attorney offices. The increase reflects the recommendation of the Fraud Assessment Commission, an appointed panel that considers the workload needs for the forthcoming year.
- Adopts trailer bill language allowing the department flexibility in the location of its San Francisco Bay Area office.

### **Department of Technology**

- Approves 5.0 positions and \$4,661,000 (\$1,463,000 ongoing) from the Technology Services Revolving Fund to augment the Security Solutions Unit within the office of Information Security in FY 2018-19. These resources reflect projected workload needs.
- Adopts Trailer Bill Language clarifying the role of the Department in overseeing projects that have entered maintenance and operations phase.

### **Office of Planning and Research**

- Extends the liquidation period from June 30, 2020, to June 30, 2022, for the Affordable Housing and Sustain Communities program to allow for the completion of three projects underway through the Department of Housing and Community Development. The extension of liquidation will allow the State to demonstrate state funding commitment to lenders.
- Includes \$333,000 and two two-year positions for technical assistance related to the 2017 housing package. The three bills of the 2017 Housing Package (SB 35, AB 73, and SB 540) provided CEQA streamlining benefits for housing projects. The Office of

Planning and Research is responsible for drafting technical advisories on the new CEQA legislation for local government.

- Provides \$30 million for the Precision Medicine program.

### **Department of Finance**

- Adopts Trailer Bill Language which clarifies that a designee of the Governor to direct the Controller to transfer funds from special funds to the General Fund in the event that the General Fund is or will be exhausted.
- Adopts Trailer Bill Language to identify administrative costs reimbursed with the Central Cost Recovery Fund to include the Department of General Services
- Adopts Trailer Bill Language to give the Department of Finance's Office of State Audits and Evaluations (OSEA) the same authority to request information as the State Auditor and also clarifies the need for department's to comply with corrective action to audit findings.

### **Reserves and the Rainy Day Fund**

- Projects a discretionary deposit of \$1.747 billion into the Budget Stabilization Account to fully fund the Rainy Day Fund in 2018-19.
- Creates two new reserve accounts:
  - The Budget Deficit Savings Account, which allows the State to save additional funds when the Budget Stabilization Account is fully funded.
  - The Safety Net Reserve, which allows the state to set aside savings from lower caseloads and costs during good economic times to help pay for increased caseload costs during future downturns. This account has a CalWORKs and a Medi-Cal subaccount to reflect these two major safety net programs.
- Deposits \$200 million into the Safety Net Reserve CalWORKs Subaccount.
- Uses the Budget Deficit Savings Account as a holding account for the \$1.747 billion discretionary deposit. In the event that higher revenues reduce the amount that is needed to fill the Rainy Day fund after May 31, 2019, half of the remaining balance would remain in this account and half would be transferred to the Safety Net Reserve CalWORKs Subaccount.

- Articulates the use of Proposition 2 funding for infrastructure, which will accrue after the Rainy Day Fund is full.
  - The first \$415 million will be dedicated for infrastructure costs related to the state infrastructure and capital projects.
  - Half of the funding that accrues after that amount will be dedicated to rail corridor projects selected by the State Transportation Agency.
  - The remaining half of the funding will be dedicated for Multifamily Housing Program funding.

### **Rebuilding the State Capitol Annex**

- Approves plan to design and construct a replacement for the State Capitol Annex, which is necessary to address serious deficiencies in the current structure related to functionality, security, and accessibility. This plan will result in the temporary relocation of legislative staff to a new state office building, which will serve executive branch and other state government office needs in downtown Sacramento for decades to come.
  - Approves \$630 million transfer to the State Project Infrastructure Fund, bringing the balance of the fund to approximately \$725 million. This is the anticipated funding source for rebuilding the State Capitol Annex. In the event funds are insufficient for the Annex project, up to \$755.6 million of lease revenue bonds are authorized as a backup funding source.
  - Provides \$422.6 million of lease revenue bond authority for the construction of the new state office building that will initially serve as the temporary home for the Legislature during reconstruction of the Annex.
  - Establishes process for legislative-executive branch cooperation in these important projects.



**PUBLIC SAFETY****Department of Justice**

- Provides \$10 million to begin implementing changes to the sex offender registry, as required by Chapter 541, Statutes of 2017.
- Adds \$2.5 million to provide additional cybersecurity resources to safeguard information in the DOJ's data and law enforcement networks throughout the state.
- Adds \$11.4 million in one-time funding for statewide forensics services to offset the decline in revenues in the DNA Identification Fund.
- Redirects \$3 million General Fund to the Bureaus of Medi-Cal Fraud and Elder Abuse.
- Provides \$5.63 million to establish two cybercrime investigation teams to investigate cybercrime, white collar crimes, and human trafficking involving the use of technology.
- Increases \$525,000 in the Registry of Charitable Trust Funds in 2018-19 and \$462,000 ongoing to sustain continued enforcement of charity compliance and related activities.
- Provides \$3.57 million Public Rights Law Enforcement Fund authority to support the Bureau of Children's Justice.
- Provides \$2.41 million in 2018-19, \$1.12 million in 2019-20 and ongoing to implement Chapter 495 Statutes of 2017 (SB 54) related to immigration data governance.
- Provides \$369,000 in 2018-19, \$356,000 in 2019-20 and ongoing to implement Chapter 782 Statutes of 2017 (AB 651) related to non-profit health facilities.
- Provides \$138,000 in 2018-19, \$130,000 in 2019-20 and ongoing to implement Chapter 810 Statutes of 2017 (SB 536) related to firearm violence research.
- Provides \$1.8 million in spending authority of the Attorney General Antitrust account to support the increased workload of the Antitrust Law Section.
- Provides \$1 million towards auditing the number of untested sexual assault kits statewide and \$6.5 million towards reducing the backlog of untested sexual assault kits.
- Clarifies a provision in the Chapter 694, Statutes of 2017, regarding the federal Violence Against Women Act funding.
- Provides \$150,000 for the full implementation of Chapter 514 of 2016 to fund a technical website development.

- Amends Cy Pres to direct unpaid residual class action settlements to nonprofit organizations or foundations to support projects that will benefit the class of similarly situated person, to child advocacy programs, or to nonprofit organizations providing civil legal services to indigent individuals.

### **California Military Department**

- Provides \$938,000 to align compensation of State Active Duty employees in accordance with Military and Veterans Code Sections 320 and 321.
- Provides \$430,000 to augment CMD's accounting staff for the implementation of a new accounting system.
- Provides \$300,000 for Architect-Engineering services to conduct design studies and programming charrettes for future capital projects.
- Provides \$1.7 million to expand the STARBASE youth program at the Joint Forces Training Base in Los Alamitos.
- Provides \$1.7 million for the Work for Warriors Employment Initiative
- Provides \$2.63 million reimbursement authority for cyber-related activities for the Cyber Network Defense Team.
- Provides \$24.71 million for the construction phase of the National Guard Readiness Center project in Los Alamitos.
- Provides \$3.93 million for the construction phase of the San Diego Readiness Center Renovation Project.
- Provides \$5.72 million for the performance criteria and design-build phase of the Sustainable Armory Renovation Program in Burbank.
- Provides \$4.92 million for the performance criteria and design-build phase of the Sustainable Armory Renovation Program in San Jose.
- Provides \$5.62 million for the performance criteria and design-build phase of the Sustainable Armory Renovation Program in Santa Rosa.
- Provides \$4.82 million for the performance criteria and design-build phase of the Sustainable Armory Renovation Program in Torrance.
- Adds \$745,000 for the working drawings and reconstruction phase of the Sustainable Armory Renovation Project in Bakersfield.

**State Penalty Fund**

- Estimates \$80.6 million in criminal fine and fee revenue to be deposited in the State Penalty Fund and shifts funding support for the Board of State and Community Corrections' Standards and Training for Corrections program from the State Penalty Fund to the General Fund.

**California Peace Officer Standards and Training**

- Provides \$155,000 State Penalty Fund to convert online training courses from expiring technology.
- Provides \$3.41 million State Penalty Fund to restore various trainings including Command College, the Sherman Block Supervisory Leadership Institute, and the Robert Presley Institute of Criminal Investigation.
- Provides \$25 million to support law enforcement officers with additional trainings in use of force and de-escalation, mental health crisis encounters and establishes an Innovations Grant for organizations that provide law enforcement trainings in areas like implicit bias and officer wellness.
- Provides \$45,000 to upgrade its model hate crimes policy and guidelines.

**California Department of Corrections and Rehabilitation**

- Establishes a plan to reduce CDCR's capacity in response to continuing population reductions in a manner that maximizes long term state facility savings and provides sufficient flexibility to meet the court ordered 137.5% institutional population limit.
- Provides \$50 million in community based reentry and housing support for formerly incarcerated individuals.
- Provides \$1.85 million in 2018-19 and \$1.85 million in 2019-20 to fund a special levee improvement for the Corcoran levee.
- Provides \$3.37 million in 2018-19 and \$2.34 in 2019-20 million and ongoing to replace dental equipment and establish a replacement schedule for dental equipment.
- Establishes a young adult pilot program to provide more robust rehabilitative programming for transition aged youth.
- Provides \$43 million for the Health Care Facility Improvement Program projects to meet court ordered mandates to provide adequate health care in the state's prison system.

- Provides \$3.39 million to fund a contract to provide oral surgery services for patients in CDCR's custody.
- Provides \$4.5 million in 2018-19 and \$4.3 in 2019-20 and ongoing to lease automated drug delivery systems as part of the California Correctional Health care Services' Implementation of a Correctional Clinic Model.
- Provides \$8.3 million in 2018-19 and \$7.1 million in 2019-20 and ongoing to completed the integration of a comprehensive Electronic Health Record System throughout the state's prison system.
- Establishes the Division of Fiscal and Business Services within the Department of Corrections and Rehabilitation under the Undersecretary for Administration and Offender services.
- Provides \$8.2 million to expand Career Technical Education programming and refresh core equipment statewide.
- Provides \$32.9 million to replace CDCR's public safety radio infrastructure and subscriber equipment.
- Provides \$2.3 million to provide ratio-driven administrative parole support positions.
- Provides \$2.5 million to implement a Rehabilitative Achievement and Credit Earning program associated with the passage of Proposition 57.
- Provides \$721,000 to conduct two Basic Juvenile Academies.
- Provides \$1.8 million to fund inmate pay wage increases for Plant Operations positions.
- Provides \$755,000 to support additional positions with the Office of Research Resources.
- Provides \$4 million in Inmate Welfare Funds to fund Innovative Programming Grants to non-profit agencies to provide rehabilitative services in CDCR prisons.
- Provides \$1.5 million in 2018-19, \$177,000 in 2019-20, and ongoing to implement and monitor an audio/visual surveillance system at the California State Prison, Sacramento.
- Provides \$20.1 million related to Mental Health Bed Management needs.
- Provides \$3.3 million for the design and construction phase of the medication distribution improvements at 14 prisons.
- Provides \$17.5 million to replace high priority health care fleet assets.

- Provides \$250,000 for the Department to perform advance planning functions and prepare budget packages for capital outlay projects.
- Provides \$609,000 for the construction of minor capital outlay improvements in CDCR facilities.
- Provides \$2.06 million for the design and construction of a new Vibratory Shear Enhanced Process system at Deuel Vocational Institution.
- Provides \$935,000 to install evaporative cooling units in Facility A at the California Institute for Men.
- Provides \$1.14 million to correct fire suppression system deficiencies at Pelican Bay State Prison.
- Provides \$1 million to modify an existing storage room at Pelican Bay State Prison into three separate classrooms.
- Provides \$459,000 to fund the design and construction of three classrooms at California State Prison, Sacramento.
- Provides \$296,000 for the remodeling of space to create additional classroom space at San Quentin State Prison.
- Provides \$22 million to re-appropriate the construction phase of the central kitchen replacement at California Men's Colony.
- Provides \$19.7 million to replace kitchen and dining facilities at the California Correctional Center.
- Provides \$26.6 million to establish the Ventura Training Center to provide firefighting training and certification for people on parole.
- Provides \$72.3 million for roof replacement and mold remediation.
- Provides \$18.1 million on a two-year limited term basis for contracts with psychiatrists to maintain the court ordered fill rate of at least 90 percent of the Department's authorized psychiatrist positions.
- Provides \$444,000 to provide sentencing and computation training to all adult institutions.
- Provides \$13.5 million in 2018-19 and 89.2 positions to adjust the offender to Correctional Counselor 1 ratio from 150:1 to 135:1 to provide additional rehabilitation and program enrollment assistance to the prison population.

- Provides \$5.9 million to augment medical transportation custody positions at adult institutions.
- Provides \$16.5 million to adjust the base overtime budget to reflect approved salary increases.
- Provides \$12.9 million in 2018-19, \$21.6 million in 2010-20, \$19.3 million in 2021-22 and ongoing to add training for peace officer and supervisory positions.
- Provides \$10.8 million for the Department to contract with the Department of Health Care Services or with third party vendors to provide healthcare services for reentry program participants.
- Provides \$105.8 million annually beginning in 2018-19 and ongoing through 2020-21 to enable California Correctional Health Care Services to fully implement the expansion of the hepatitis C virus treatment program.
- Provides \$2 million in 2018-19, \$1.9 million 2019-20, \$1.5 million in 2020-21 and ongoing to fully utilized Penal Code section 1170(d)(1) which allows the Department to request the recall and sentencing of inmates in certain situations.
- Provides \$9.1 million in 2018-19 and \$8.3 million in 2019-20 to implement a two year Contraband Interdiction Program at the California Substance Abuse Treatment Facility with certain reporting requirements.
- Expands the juvenile justice identification card program to Division of Juvenile Justice facilities.
- Establishes Employment Wellness Initiatives to provide the Department with the ability to lease with healthy food vendors for staff.
- Provides \$13.5 million for shift the Correctional Counselor 1 ratio from 150:1 to 135:1.
- Converts positions at the California Health Care Facility in Stockton into state civil service positions.
- Increases the Correctional Peace Officer Academy training hours from 480 to 520 hours.
- Authorizes the California Prison Industry Authority to purchases vehicles as specified.
- Reduces the lease revenue bond authority for AB 900 jail construction funding.

**Board of State and Community Corrections**

- Provides \$37.3 million to establish the Youth Reinvestment Fund to support diversion of youth away from arrest and detention and provide specialized diversion services for Native American Youth.
- Reauthorizes the Cal VIP program with \$9 million.
- Provides \$3 million for a helicopter to support the greater Stockton metropolitan area and augment its law enforcement and public safety capabilities.
- Provides \$4 million to the City of Pomona for the Pomona Oath Initiative to fund law enforcement training programs on best practices on police interactions with homeless individuals, mental health clinicians, homeless liaison officer positions, trainings on the administration of naloxone, and community forums.
- Provides \$45,000 to the City of Fullerton for the Boys and Girls Club.
- Provides \$1.5 million to the Veterans Transition Center in Monterey County to expand its Prison Outreach Program and create additional living units for formerly incarcerated veterans.
- Provides \$50,000 to the City of San Diego for the City Attorney to conduct gun violence restraining order trainings for law enforcement.
- Provides \$8.7 million to support the Kings County to construct a new police facility and a patrol center.
- Provides \$1.5 million to the New Earth Organization for support services and programs for system-involved and at-risk youth ages 13-25.
- Makes technical changes to the Corrections Training Fund which provides for the development of training and program evaluation to establishing standards for local correctional officers and probation officers.
- Extends the sunset for counties to establish agreements with other counties to utilize jail beds to July 1, 2021.

**Judicial Branch**

- Provides \$133 million in funding to the trial courts, discretionary funding for the Judicial Council and establishes legislative intent that \$10 million should be provide for court reporters in family court and supplant existing funding for court reporters..
- Provides \$16.5 million to County Law Libraries.
- Provides \$1.3 billion in lease revenue bond authority for various court construction projects.
- Provides \$3.4 million for a three year pilot project for online adjudication of traffic violations which includes an ability to pay component to reduce the burdens of traffic fines and fees on indigent and low income individuals.
- Provides an ongoing permanent allocation of \$10 million to support the Equal Access Fund beginning in 2019-20.
- Provides \$10 million to fund Family Justice Centers across the state.
- Provides \$500,000 to support the Court Appointed Special Advocate Grants Program.
- Provides \$8 million to further advance the implementation of the Strategic Plan for Language Access in the California Courts.
- Establishes 2 judgeships in the Superior Court of Riverside County and one appellate justice in the Fourth District Court of Appeals.
- Provides \$610,000 in 2018-19, \$554,000 in 2019-20, and \$369,000 ongoing to support the costs associated with the enactment of Chapter 835 Statutes of 2017 (AB 83), the Judicial Council Employer-Employee Relations Act.
- Provides \$210,000 in 2018-19 and ongoing to complete the deployment of the California Courts Protective Order Registry program to the seven largest trial courts.
- Provides \$3.2 million for the Self-Represented Litigants' e-Services Portal for litigants without legal representation to allow them to research, e-file, and track non-criminal cases online.
- Provides \$19.1 million to support self-represented litigants in the courts with additional staff and attorneys to provide assistance in filling out forms, understanding court processes, and answering questions.
- Extends the sunset for certain civil court filing fees.



- Provides \$1.7 million to the City of Rialto for critical emergency equipment.
- Extends the sunset for certain civil filing fees in court to July 1, 2023.

### **Office of Emergency Services**

- Provides \$15.75 million in 2018-19 and \$750,000 annually thereafter to complete the build out of the California Early Earthquake Warning System and program.
- Provides \$11.5 million to build out and support Next Generation 9-1-1 activities and maintain the legacy 9-1-1 system and changes the current calculation of the State Emergency Telephone Number Account Authority (SETNA) surcharge rate to a fixed rate in order to collect sufficient SETNA revenues.
- Provides \$10 million for services and programs to support individuals impacted by domestic violence and sexual assault.
- Provides \$5 million to the Internet Crimes Against Children Task Force.
- Provides \$1 million for the Homeless Youth and Exploitation program and \$10 million for domestic violence shelters and services.
- Provides \$172,000 of local assistance authority to pass through the Child Victims of Human Trafficking Fund.
- Provides a re-appropriation of \$1.26 million for the working drawings phase of the relocation of the Red Mountain Communications Site Project and \$15.4 million for the construction phase of this project.
- Increases the California Disaster Assistance Act (CDAA) by \$49.52 million. The CDAA provides financial assistance to local governments for the reimbursement of local government costs associated with certain emergency activities.
- Provides \$1.57 million in 2018-19 support local agencies and coordinate emergency response activities.
- Provides \$3.22 million Federal Trust Fund for three years to support the Hazard Mitigation Grant Program.
- Provides \$15 million in public health and public safety upgrades in San Francisco.
- Provides \$25 million in additional resources for mutual aid.

- Provides \$8.4 million Federal Trust Fund and \$2.8 million General Fund for three years to address an increase in workload due to disaster recovery activities.
- Provides \$3.36 million in 2018-19 and \$3.14 million in 2019-20 and 2020-21 to continue the implementation of the Regional Hazardous Materials Response Program.
- Provides \$353,000 General Fund and \$325,000 reimbursement authority for the management, administration, and maintenance of the Situation Awareness and Collaboration Tool.
- Provides \$675,000 for the Disaster Service Worker Volunteer Program.
- Requires the Office of Emergency Services and the California Victims Compensation Board to submit a report with options and a recommendation for combining the state's victim programs under one organization.
- Provides \$500,000 Anti-Terrorism Fund to enhance the California Nonprofit Security Grant Program to fund physical security enhancements to nonprofit organizations that are at high risk of a terrorist attack.
- Provides \$15 million State Emergency Telephone Number Account funds to begin a five year plan to upgrade the California Public Safety Microwave Network from its current legacy technology to modern Ethernet radios and multi-protocol label system technology.
- Provides clarifying language regarding the Disaster Response Emergency Operations Account (DREOA) to allow for additional resources where additional disaster response is needed.

**SUMMAR OF BILLS****SB 840 (Committee on Budget and Fiscal Review) – The Budget Act of 2018*****Chaptered on June 27, 2018; Chapter 29, Statutes of 2018***

This bill is the principle budget bill adopted on June 14, 2018 for the 2018-19 fiscal year. This bill is the main bill of the 2018 budget package. This bill reflects the actions of the 2018 Budget Conference Committee.

**SB 856 (Committee on Budget and Fiscal Review) – Amendment to Budget Bill*****Chaptered on June 27, 2018; Chapter 30, Statutes of 2018***

This bill amends the 2018 budget adding over \$3 billion of special funds and federal funds to the budget act. The bill adds \$1 billion Proposition 56 expenditure provisions for health care services including: \$500 million for physician provider supplemental payments; \$210 million for physician provider supplemental payments and; \$220 million for Loan Repayment Act for qualifying, recent graduate physicians and dentists who serve Medi-Cal beneficiaries. It also adds \$1.4 billion of Cap and Trade expenditures and \$217 million of other special funds to fight pollution. Including: \$305 million to invest in air quality improvement activities and implementation activities associated with the enactment of AB 617; \$476.5 million for incentives for an array of vehicles and funds to improve port equipment; \$240 million for various programs directed at improving the health of our forests and reducing the risk of fires; and \$304 million for investments in agriculture. Finally, this bill adds \$16 million for additional DMV staffing to help ease the overcrowding.

**AB 1808 (Committee on Budget) – Education Finance: Education Omnibus Trailer Bill*****Chaptered on June 27, 2018; Chapter 32, Statutes of 2018***

This bill makes changes necessary to implement the K-12 and early education budget actions. This bill: allocates \$3.67 billion in ongoing Proposition 98 funding to further implement the Local Control Funding Formula (LCFF); provides a total of \$1 billion in one-time discretionary funding for school districts, charter schools and county offices of education; provides \$300 million in one-time Proposition 98 funding to allocate for low-performing students, based on performance on assessments in English language arts and math; provides \$150 million in ongoing Proposition 98 funding for the Career Technical Education Incentive Grant program, administered by the Department of Education; includes \$150 million in ongoing Proposition 98 funding for the Governor's proposed K-12 CTE program administered through the community college Strong Workforce program; dedicates \$100 million in one-time non-Proposition 98 General Fund for facility grants for local educational agencies to implement full-day Kindergarten programs; provides \$50 million in one-time Proposition 98 funds for the Classified

School Employees Summer Furlough Fund Program; provides \$50 million in one-time Proposition 98 funds for the Classified School Employees Professional Development Block Grant; allocates \$53.8 million in ongoing Proposition 98 funding for County Offices of Education (COEs) to support districts that are in need of improvement and makes other changes to implement the new statewide system of support; dedicates \$75 million in one-time Proposition 98 funding for locally sponsored teacher residency programs; includes \$50 million in one-time Proposition 98 funding for the Local Solutions Grant program; creates 13,407 new Alternative Payment slots; provides \$40.2 million for Infant/Toddler and Special Needs increased rate increments, growing to \$80.3 million in future years; provides One-Time Quality Funding including \$10 million for County Pilot for inclusive care, \$5 million for Licensed Child Care Teacher Professional Development, \$5 million for the California Child Care Initiative, and \$6 million for other one-time quality activities; includes \$26.4 million for federal compliance activities and includes language to allow for the braiding of preschool and transitional kindergarten funding.

**AB 1809 (Committee on Budget) – Higher Education Trailer Bill**  
***Chaptered on June 27, 2018; Chapter 33, Statutes of 2018***

This bill contains higher education provisions related to the budget package. These include: Creates a new online college to provide courses and programs that lead to short-term, industry-valued certificates, and provides funding for existing colleges to do the same work. Creates a new community college funding formula, which provides colleges funding for enrollment, enrollment of low-income students, and specific outcomes. Expands financial aid for eligible community college students by providing up to \$4,000 annually to cover nontuition costs. Provides community college funding to address student hunger and basic needs, support campus veterans resource centers, support programs for currently and formerly incarcerated students, provide legal services to undocumented and immigrant students, support mental health services and training, support part-time faculty office hours, establish the California STEM Pathways Grant Program, and create career pathway programs for refugee students. Allows the maximum Cal Grant award for students attending accredited nonprofit colleges and universities to stay at \$9,084 if the nonprofit sector increases community college transfer students. Expands the Cal Grant program for foster youth. Eliminates the sunset provision of a law requiring cities seeking to contract for library services with a for-profit company to conduct a public notice and competitive bidding process. Creates the California Student Authors Program, which will provide competitive grants to nonprofit organizations to work with and publish the writings of student authors in public housing developments.

**AB 1810 (Committee on Budget) – Omnibus Health Trailer Bill**  
***Chaptered on June 27, 2018; Chapter 34, Statutes of 2018***

This bill establishes the California Health Care Cost Transparency Database to collect health care cost information to create transparency, inform policy decisions, and to reduce disparities in health care. This bill establishes the Council on Health Care Delivery Systems to develop a plan to achieve universal coverage and access to health care through a unified health care financing system. This bill requires the California Health Benefit Exchange to develop and provide options to the Legislature and Governor on providing financial assistance to low and middle-income Californians to help them access affordable health care coverage through the Exchange. This bill eliminates caps on the length of treatment for breast and cervical cancer through the Breast and Cervical Cancer Treatment Program. This bill establishes the California Perinatal Equity Initiative as an expansion to the Black Infant Health Program, including local grants to help communities address black infant mortality rates. This bill reauthorizes and eliminates the sunset on the state's authority to authorize syringe exchange programs. This bill clarifies and expands eligibility for coverage under the state's PrEP Assistance Program. This bill increases the fee in order to provide additional staff to the Lead Construction Certification Program, in order to expedite the program's approvals of certification applications. This bill creates a voluntary Incompetent to Stand Trial (IST) Mental Health Diversion program for counties to reduce the number of IST referrals to the Department of State Hospitals on a waiting list for treatment. This bill authorizes courts to re-determine competency for an IST individual awaiting restoration of competency services. This bill requires the Department of Health Care Services to develop a recoupment plan for erroneous over-payments when physicians request this assistance and demonstrate hardship. This bill streamlines the implementation of the Diabetes Prevention Program. This bill authorizes \$2 billion General Fund loans to address shortfalls in the Medi-Cal program and allows the loan to be repaid in the following fiscal year. This bill authorizes the Department of Public Health to impose a supplemental Licensing and Certification fee on health care facilities in Los Angeles County to cover the increased costs of Los Angeles County Licensing and Certification activities. This bill reinstates authority to use federal certifications standards for state licensure of chronic dialysis clinics, rehabilitation clinics, and other specified facilities. This bill establishes a directed payment program for certain cost-based reimbursement clinics. This bill repeals the Public Free-Standing Non-Hospital Based Clinics Supplemental Reimbursement Program, and eliminates the \$45,000 General Fund annual allocation to the Department of Health Care Services related to Community Treatment Facilities.

**AB 1811 (Committee on Budget) – Human Services*****Chaptered on June 27, 2018; Chapter 35, Statutes of 2018***

In the CalWORKs program, (1) sets a goal of No Child in Deep Poverty, starting with a 10 percent grant increase starting April 1, 2019, with Steps 2 and 3 in ensuing years, subject to appropriation in future budgets, so that, one day, no child will live under 50 percent of the federal poverty level, (2) raises the per day voucher amount for the Homeless Assistance Program from \$65 to \$85, (3) creates and commences the CalWORKs Home Visiting Initiative, providing child development and parenting support to parents and caregivers with children under two years of age. In the SSI/SSP program, reverses the "Cash-Out," making formerly excluded individuals eligible for CalFresh benefits, and holding harmless current cases, with \$200 million in one-time funds. In the In-Home Supportive Services (IHSS) program, (1) establishes parity for wages and benefits of Waiver of Personal Care Services providers, and (2) requires the Department of Social Services (DSS) to reconvene the paid sick leave workgroup for the purposes of addressing needs that this policy introduces for IHSS. In the Child Welfare area, (1) assures payment at the time of placement for emergency caregivers with a long-term plan for counties implementing the Continuum of Care Reform, (2) allows group homes to, on a case by case basis, request extensions with justification and plans to continue operating after December 31<sup>st</sup>, (3) raises the eligibility age for Chafee grants for foster youth until age 26, and (4) for older youth in emergency shelters and group homes, promotes de-escalation and trauma-informed practices to reduce law enforcement referrals. Creates the Home Safe program for vulnerable elder and dependent adults to maintain them in their homes and housing arrangements and establishes the California Fruit and Vegetable EBT Pilot to allow for a doubling of CalFresh benefits in a wider range of grocery and retail locations.

**AB 1812 (Committee on Budget) – Public Safety Omnibus*****Chaptered on June 27, 2018; Chapter 36, Statutes of 2018***

This Public Safety trailer bill extends the sunset for county to county transfer of inmates, clarifies the technical definition of local detention facilities to include court holding facilities, and reduces the AB 900 lease revenue bond authority for the construction of local jails. The bill makes a technical change to remove the requirement that funding received by the Office of Emergency Services from the federal Office on Violence Against Women be used before appropriating money from the General Fund. The bill establishes the Division of Fiscal and Business Services under the undersecretary and provides leasing authority to the California Department of Corrections and Rehabilitation (CDCR) to establish its Employee Wellness Initiative to provide healthy food options for staff. The bill includes reporting requirements for CDCR's contraband interdiction pilot program at the Substance Abuse Treatment Facility and State Prison in Corcoran and provides for the licensure of correctional clinics to obtain drugs from correctional pharmacies for the administration of medication to patients in their care. The bill authorizes the court, when resentencing a defendant, to reduce his or her term of

imprisonment and modify the judgement, including a judgment entered after a plea argument. The bill authorizes CAL-FIRE to grant statewide certification to an individual as an EMT-1 after completion of a specified CAL-FIRE training program and meeting other requirements including the attainment of a high school diploma and receiving a recommendation from the Director of CAL-FIRE. The bill requires CDCR, in response to declines in the state prison population, to reduce capacity in a manner that maximizes long term facility savings, leverages long-term investments, and maintains sufficient flexibility to comply with the federal court ordered population cap beginning with private contracts staffed by non-CDCR employees. For the Division of Juvenile Facilities, the trailer bill provides California IDs for youth released from their jurisdiction, establishes a young adult pilot program for transition aged youth, extends the age of jurisdiction for minors from 23-25, provides a prospective honorable discharge opportunity for any youth housed in DJF, and other technical changes to provide additional rehabilitative opportunities for transition aged youth. This bill establishes the Youth Reinvestment Grant Program to divert youth, including Native American Youth, who commit status and other low level offenses with programming and support in lieu of arrest and detention. This bill makes technical changes to the Corrections Training Fund and the Coroner's Fee which will be reverted to the State Penalty Fund, authorizes the California Prison Industry Authority to purchase vehicles for their operations, and increases the hours of training for correctional peace officers from 480 hours to 520 hours. Finally, this bill creates an innovations grant program for law enforcement trainings in the areas of use of force, de-escalation, officer wellness, implicit bias, cultural diversity, and community policing.

**AB 1817 (Committee on Budget) – State Government*****Chaptered on June 27, 2018; Chapter 37, Statutes of 2018***

This budget trailer bill makes changes to the governance of Sixth District Agricultural Association and provides a financing for Phase III of the California Science Center. Additionally, the bill creates the Small Business Development Technical Assistance Expansion Program and establishes the State Supplementation for County Assessors Program. Finally, the bill renames the California Secure Choice Retirement Savings Trust Act to CalSavers Retirement Savings Program.

**AB 1824 (Committee on Budget) – State Government*****Chaptered on June 27, 2018; Chapter 38, Statutes of 2018***

This bill requires the Department of Veterans Affairs to prepare its Master Plan for the State's eight Veterans Homes by December 31, 2019 and to update the plan every five years, in addition to including consideration of specified elements. This bill includes provisions that specify reimbursable activities for counties for the replacement of their voting systems. This bill prohibits issuing a minor "fix it" ticket to cars that have modified mufflers to increase noise or

exhaust systems that make unusual or excessive noise. This bill requires the California Victim Compensation Board to consider compensation for victims of the “East Area Rapist,” also known as the “Golder State Killer.”

**AB 1825 (Committee on Budget) – Proposition 98 Certification Process (Education II)**  
***Chaptered on June 27, 2018; Chapter 39, Statutes of 2018***

This bill repeals the existing process for certifying the Proposition 98 minimum guarantee and creates a new certification process beginning with the 2017-18 fiscal year. The new certification process requires the Department of Finance to provide its final projection of the minimum guarantee for the prior year at the May Revision, allows for the public to comment on the proposed calculations, allows for a separate review period for the Legislature, requires the final certification of the minimum guarantee to be published on August 15<sup>th</sup> each year, and allows 90 days for any legal challenges. The bill specifies that if the state over-appropriates the minimum guarantee in prior years, the excess amount, not to exceed 1 percent, will be credited to the Proposition 98 Cost Allocation Schedule, and can be used to meet the minimum guarantee in future years. The bill also specifies that any settle-up funding owed to schools shall be allocated on a per-student basis, unless an alternative payment schedule is adopted by the Legislature. Additionally, this bill: includes a process for certifying the Proposition 98 minimum guarantee for fiscal years 2009-10 through 2016-17; includes a continuous appropriation for the Local Control Funding Formula (LCFF) for school districts, charter schools and county offices of education; re-benchmarks the Proposition 98 minimum guarantee in 2016-17 to include the wrap-around care for State Preschool within the minimum guarantee; appropriates \$100 million in Proposition 98 settle-up funds for the purpose of reducing the outstanding balance owed to schools from the 2009-10 fiscal year and allocates this funding on a per-student basis.

**AB 1826 (Committee on Budget) – Infrastructure: State Capitol Building Annex**  
***Chaptered on June 27, 2018; Chapter 40, Statutes of 2018***

This bill sets up the governance and financing model for rebuilding the Capitol Annex. The project will include building a swing space on O Street between 10th and 11th that will eventually become a new state office building. The project will be managed by the Public Works Board, with input from the Legislature. The funding for the project is expected to be from funds in the State Project Infrastructure Fund, but this bill authorizes the issuance of up to \$750 million of lease revenue bonds if necessary as a backup mechanism.



**AB 1827 (Committee on Budget) – No Place Like Home Act of 2018:**  
***Chaptered on June 27, 2018; Chapter 41, Statutes of 2018***

This trailer bill enacts the No Place Like Home Act of 2018 and provides for submission of the act to the voters at the November 6, 2018, statewide general election. This bill declares that the voters ratify as being consistent with and in furtherance of the Mental Health Services Act.

**AB 1830 (Committee on Budget) – Budget Deficit Savings Account: Safety Net Reserve**  
***Chaptered on June 27, 2018; Chapter 42, Statutes of 2018***

Creates two new reserve funds: (1) Safety net reserve, which sets aside funds in good times for future caseload cost increases, with two subaccounts, CalWORKs and Medi-Cal. The CalWORKs subaccount begins with a \$200 million balance and (2) Budget Deficit Savings Account in 2018-19. This new reserve would be a holding account for the \$1.7 billion discretionary rainy day fund transfer. If the actual amount needed to fill the rainy day fund is less than \$1.7, this fund would retain half of the balance, the other half goes to the Safety net reserve. Includes language to convene a workgroup of Finance, the LAO, and the Legislature to work on the rules for deposits and withdraws for both reserves over the 2018-19 fiscal year.

**AB 1831 (Committee on Budget) – State Government: Appointments: Infrastructure**  
***Chaptered on June 27, 2018; Chapter 43, Statutes of 2018***

This bill sets up a mechanism to use these infrastructure funds that become available when the Budget Stabilization Fund is full. Dedicates the first \$415 million goes for state building projects, maintenance. After that: (1) Half of the funds go to Rail Modernization projects awarded by the Transportation Agency and (2) Half of the funds are dedicated to Multifamily Housing Program.

This bill also makes Assembly legislative appointments at the Student Aid Commission, State Fairs Board, the High Speed Rail Board, the Employment Training Panel at the pleasure of the Speaker, rather than a term appointment.

**AB 1834 (Committee on Budget) – Corrections: Omnibus**  
***Chaptered on June 27, 2018; Chapter 44, Statutes of 2018***

The Public Safety Bond trailer bill provides an augmentation of \$43 million to the California Department of Corrections and Rehabilitation's Health Care Facility Improvement Projects bringing the total provided for these projects to \$1.09 billion. The funding for the projects is subject to approval by the State Public Works Board (Board). Further, the Department of Finance is required to report to the Joint Legislative Budget Committee and the Assembly and

Senate fiscal committees regarding the allocations provided for each project, reasons for the additional allocation, the estimated date of completion for the projects, and the amount remaining to be allocated to the other projects. This information must be provided not less than 20 days prior to the Board's approval.

**AB 1838 (Committee on Budget) – Local Government: Taxation: Prohibition: Groceries**  
***Chaptered on June 28, 2018; Chapter 61, Statutes of 2018***

This bill prohibits local governments from charging taxes on groceries, including carbonated beverages. This prohibition excludes existing local measures that were in place before this year and also does not apply to cigarettes, alcohol, and cannabis products. The bill sunsets on January 1, 2031.

**AB 1840 (Committee on Budget) – Education Clean-Up**  
***Chaptered on September 17, 2018; Chapter 426, Statutes of 2018***

This bill contains education and higher education provisions related to the budget package. The bill makes the following changes related to K-12 education: Requires the Oakland Unified School District and Inglewood Unified School district to meet specified benchmarks, makes changes to the accountability structure for school districts in fiscal distress, allows for the four school districts currently in fiscal distress to sell surplus property to help pay down their emergency loan or for capital improvement, requires the State Board of Education to adopt a new template for the Local Control Accountability Plan (LCAP) and Annual Update with specified changes to simplify and increase transparency for parents and community members, provides an extension for local educational agencies to install child safety alert systems in school buses, provides \$21.1 million in one-time Proposition 98 funding for the California School Finance Authority to support the Charter School Facility Grant Program, and provides \$200,000 in one-time Proposition 98 funding to support updating the LCAP Electronic Template system to reflect the changes in this bill.

Related to higher education, this bill: Clarifies the structure and duties of the Community College Student Success Funding Formula Oversight Committee, which was created in the 2018 Budget Act. Clarifies legislative intent that the University of California provide services, benefits and assistance to all students enrolled in the University, including legal services for immigrant or undocumented students per funding provided in the 2018 Budget Act. Amends statute from the 2018 Budget Act that created the California Community College Student Equity and Achievement Program, to clarify that the program is intended to improve student success and eliminate achievement gaps, and requires annual reports from colleges on uses of funding, and an annual report to the Legislature from the Chancellor's Office on this program. Alters an appropriation from the 2018 Budget Act, to provide \$45 million Proposition 98

General Fund to the Department of Education for professional development for classified staff, and \$5 million Proposition 98 General Fund to the Community College Chancellor's Office for professional development for community college classified staff.

**SB 841 (Committee on Budget and Fiscal Review) - Supplemental Appropriations Bill**  
***Chaptered on June 27, 2018; Chapter 31, Statutes of 2018***

This bill was the 2017-18 annual deficiency bill, which covers unexpected expenses from that fiscal year. It amends the 2017 budget act to adjust for these expenses and is a routine part of the budget process to close out the current fiscal year. The bill appropriates \$890.5 million to cover various costs. Most of these costs, \$844 million were for unexpected Medi-Cal benefits and \$45.4 million for unexpected corrections costs. Finally \$7,911 for the county homicide trial reimbursement related to the Cory Stayner murder trial in Mariposa County.

**SB 846 (Committee on Budget and Fiscal Review) – Employment**  
***Chaptered on September 14, 2018; Chapter 405, Statutes of 2018***

This budget trailer bill makes technical changes related to employment including requiring the Department of Human Resources to include an evaluation of reasonable accommodation policies and practices in their annual report to the Legislature and Governor. Additionally, it requires the Department of General Services to review policies and procedures in the State Contracting Manual and training provided to state personnel related to reasonable accommodation purchases for state employees and to report on purchases on the internet. Finally, this bill provides clean up language to June trailer bills related to the Kern County Hospital and the Kern County Employees' Retirement Association, and acknowledges and indemnifies past labor practices where fee collection was allowed.

**SB 847 (Committee on Budget and Fiscal Review) – Courts: Omnibus**  
***Chaptered on June 27, 2018; Chapter 45, Statutes of 2018***

The Courts trailer bill establishes two judgeships in the Riverside Superior Court and an appellate Justice in the Fourth Appellate District. It amends Cy Pres to direct unpaid residual class action settlements to nonprofit organizations or foundations to support projects that will benefit the class of similarly situated person, to child advocacy programs, or to nonprofit organizations providing civil legal services to indigent individuals. The bill extends the sunset for certain civil filing fees related to complex cases to July 1, 2023. This bill also requires long-term fund condition statements for any future trial court capital outlay requests and requires an assessment conducted by the Judicial Council of projects identified in its Update to Trial Court Capital Outlay Plan and Prioritization methodology adopted in 2008 or the most recent update with additional criteria, including impact on court users and comparing costs to repair or

renovate. Finally, the bill establishes a pilot program for online adjudication of traffic violations consisting of a minimum of eight county participants, a presumption of a 50 percent decrease in fines and fees that can be adjusted by the court with express findings, the offering of online trials, and an evaluation of the pilot.

**SB 848 (Committee on Budget and Fiscal Review) – Transportation**  
***Chaptered on June 27, 2018; Chapter 46, Statutes of 2018***

This bill requires the Department of Motor Vehicles to impose an additional \$1 transaction fee to recoup the cost of system improvements and sunsets the fee in five years. This bill includes provisions that limit for three years the administrative portion of the costs that Caltrans charges for the work it does for the 24 “self-help counties” that have passed a countywide sales tax measure dedicated for transportation projects to 10 percent. This bill makes technical changes to clarify that cities and counties can borrow from other internal city and county revenue streams and reimburse themselves with future year apportionments from the Road Repair and Accountability Act of 2017. This bill allows the Golden Gate Bridge, Highway, and Transportation District to use the Construction Manager/General Contractor contracting method. This bill allows the Ventura County Transportation Commission to allocate local transportation fund revenues apportioned to the City of Thousand Oaks for local streets and roads and other specified purposes. This bill provides \$8 million General Fund to the Los Angeles County Metropolitan Transportation Agency for the River to Rails Project that is intended to transform blighted and abandoned rail right-of-way across southern Los Angeles County.

**SB 849 (Committee on Budget and Fiscal Review) – Medi-Cal (Proposition 56)**  
***Chaptered on June 27, 2018; Chapter 47, Statutes of 2018***

This bill establishes a physician and dental loan repayment program by the Department of Health Care Services, in consultation with the Office of Statewide Health Planning and Development, to be funded with Proposition 56 funds. This bill increases the administrative cap on the Hospital Quality Assurance Fee from \$250,000 to \$500,000. Finally, this bill authorizes the Department of Health Care Services to authorize a dental integration pilot program in San Mateo County as a component of the Medi-Cal 2020 demonstration project for six years.

**SB 850 (Committee on Budget and Fiscal Review) – Housing**  
***Chaptered on June 27, 2018; Chapter 48, Statutes of 2018***

This housing trailer bill establishes the Homeless Emergency Aid Program to provide localities one-time flexible block grant funds to address their immediate homeless challenges. The block grant program creates three pots of funding: \$250 million to be distributed by formula, \$150

million direct allocation to cities and a city and county with a population over 330,000, and \$100 million to be distributed based on 2017 homeless point-in-time count. Additionally, this bill allocates the first year of funding for SB 2 (2017) with a split between the California Emergency Solution and Housing Program and Housing for Healthy California. Further the bill creates a waiver program under the Office of Migrant Services at the Department of Housing and Community Development to allow an entity operating a migrant farm labor center to request a waiver to allow 50 percent of the units at the center to be exempt from the 50-mile rule and make those units available to families with school age children. Finally, the trailer bill makes technical adjustments to SB 35 (2017).

**SB 852 (Committee on Budget and Fiscal Review) – State Public Employment:**  
**Memorandum of Understanding: Bargaining Unit 6: Approval**  
***Chaptered on June 27, 2018; Chapter 49, Statutes of 2018***

This budget trailer bill provides legislative ratification of the memorandum of understanding (MOU) agreed to by the State and Bargaining Unit 6 – Corrections represented by the California Correctional Peace Officers Association (CCPOA). The MOU would be in effect for one year.

**SB 853 (Committee on Budget and Fiscal Review) – Developmental Services**  
***Chaptered on June 27, 2018; Chapter 50, Statutes of 2018***

Provides for additional protections, clients rights access, regional center transparency, and consumer empowerment related to various aspects of the developmental services system. Clarifies language related to admission to a developmental center or department-operated facility to instead refer to an acute crisis home. Requires, as a condition of admittance to the secure treatment facility at Porterville Developmental Center, the regional center to notify the regional resource development project of the potential admission, and requires that the regional resource development project complete an assessment of the individual's services and support needs. Authorizes disclosure of information and records obtained in the course of providing intake, assessment, and services to the regional center clients' rights advocate, unless the consumer objects on his or her own behalf. Requires federal funds received under the Self-Determination federal waiver be used to maximize the ability of participants to direct their own lives and ensure that the department and regional centers implement the program, including costs associated with (a) independent facilitators to assist with a participant's initial person-centered planning meeting, (b) development of the participant's initial individual budget, (c) joint training of consumers, family members, regional center staff, and members of the local volunteer advisory committee, and (d) regional center operations for caseload ratio enhancement. Requires each regional center to include on its Internet Web site any procedures and assessment tools used by the regional center to determine the level of respite

services needed by each consumer. Appropriates \$1.5 million from the General Fund to the department to fund a contract awarded for the Best Buddies Program.

**SB 854 – (Committee on Budget and Fiscal Review) Public Resources**

***Chaptered on June 27, 2018; Chapter 51, Statutes of 2018***

This is the resources omnibus trailer bill and makes various statutory changes relating to resources and energy. This bill extends the Revenue Generation Program at the Department of Parks and Recreation, authorizes the Air Resources Board to impose fees on applicants seeking for certification of aftermarket parts and authorizes the California Indian Heritage Center project in Yolo County. This bill requires the California Conservation Corps to report annually on corpsmember outcomes beginning 2020, requires the Department of Fish and Wildlife to contract with an independent entity to undergo a service-based budgeting exercise, requires the Department of Conservation to post data on mineral land classifications and designations online, and creates the Healthy Stores Refrigeration Grant Program to award grants to qualified entities, for the purchase of energy-efficient refrigeration units by a small business or corner store that is located in a food desert. This bill also requires the California Public Utilities Commission's (CPUC) to report on its efforts to keep rates low for rate payers in regards to the Federal Energy Commission and the California Independent System Operator. This bill includes provisions to allow military institutions with eligible distributed generation to use the Net Energy Metering 2.0 tariff similar to others that have on-site eligible distributed generation and changes the name of the CPUC's, Office of Ratepayer Advocates to the Public Advocate's Office of the CPUC.

**SB 855 (Committee on Budget and Fiscal Review) – Taxation**

***Chaptered on June 27, 2018; Chapter 52, Statutes of 2018***

This trailer bill expands the Earned Income Tax Credit (EITC) to working individuals who are aged 18-24 or over age 65 by revising the age range requirement for the definition of an "eligible individual" and expands the qualifying income range for the EITC so that employees with one or more dependents working up to full-time at the 2019 minimum wage of \$12 per hour would qualify for the credit. Additionally it extends, until 2026, the allowance of the current credit for hiring qualified full-time employees within a specified census tract or economic development area. The credit is an amount equal to 35 percent of qualified wages, paid to qualified employees, multiplied by an applicable percentage of the taxable year and includes reporting requirements. Finally, the trailer bill removes the repeal date of January 1, 2019, for a tax data exchange agreements between the Franchise Tax Board and local governments. Additionally, makes clarifying changes.

**SB 857 (Committee on Budget and Fiscal Review) – In Home Supportive Services**  
***Chaptered on June 27, 2018; Chapter 87, Statutes of 2018***

Under current law California most public employees go through an orientation process, the format of which is subject to collective bargaining. In Home Supportive Service providers are employees of local public authority organizations, so these requirements do not currently apply to them. This trailer bill would pilot this requirement in three counties, Orange, Merced, and Los Angeles until 2021.

**SB 861 (Committee on Budget and Fiscal Review) - National Mortgage Settlement**  
***Chaptered on September 10, 2018; Chapter 331, Statutes of 2018***

This trailer bill address part of the recent mortgage settlement court decision including clarifying language that the allocation of funds in 2011-2013 were consistent with the direction given by the Department of Finance. This bill also states that the Legislature was aware of these funds during the budget process.

**SB 862 (Committee on Budget and Fiscal Review) - Budget Bill Jr.**  
***Chaptered on September 17, 2018; Chapter 449, Statutes of 2018***

This bill amends the 2018 Budget with minor, technical, and other changes, including provisional language to allow the DMV to request additional funding through the JLBC to resolve unacceptable wait times at field offices. DMV would have to set clear wait time goals and justify why additional funding is necessary, allowing for legislative oversight. Allocates \$23.5 million for water-related programs, including \$6.8 million for the Drinking Water in Schools Program; \$10.5 for emergency wells and septic replacement; \$3 million for water tank replacement; and \$3 million for a water assessment report. Provides \$10 million for services for victims of human trafficking.

**SB 866 (Committee on Budget and Fiscal Review) - Employment**  
***Chaptered on June 27, 2018; Chapter 53, Statutes of 2018***

This is another general government trailer bill that includes language to improve the civil service system, make changes to employee orientation, and require the California Complete Count Census to submit reports regarding the census. Additionally, this requires the California Workforce Development Board to administer a prison-to-employment program and award grants and also establishes the Breaking Barriers in Employment for Adults with Autism Pilot Program.

**SB 867 (Committee on Budget and Fiscal Review) - Legislative Counsel: Workplace Conduct Unit*****Chaptered on September 17, 2018; Chapter 450, Statutes of 2018***

This trailer bill establishes a unit within the Legislative Counsel Bureau to provide advice and investigation services to the Legislature related to workplace misconduct. The bill requires the unit to accept and investigate reports and complaints authorized by the Legislature. The bill requires Legislative Counsel to retain by contract a panel of outside experts to review investigations and make recommendations to the Legislature.

**SB 869 (Committee on Budget and Fiscal Review) - Elections*****Chaptered on September 17, 2018; Chapter 451, Statutes of 2018***

This bill clarifies, for an amendment to the charter of the County of San Diego, how the calculation of qualified electors is computed, and applies the provision retroactively to January 1, 2018. Specifically, the calculation of 10 percent of qualified electors in the county is computed upon the total number of votes cast in the county for all candidates for Governor at the last general election at which a Governor was elected. This bill provides \$1 million federal funds to the Secretary of State to secure and improve county election systems.

**SB 871 (Committee on Budget and Fiscal Review) – Film Tax Credit*****Chaptered on June 27, 2018; Chapter 54, Statutes of 2018***

This bill extends California's current film tax credit for an additional five years. The current credit program was authorized in 2009 and extended in 2014 and is scheduled to conclude in 2020. The new credit system would make some adjustments to the current credit system related and extend credit carryforward from five to eight years. Like the current credit, this bill authorizes up to \$330 million in credits per year.

**SB 872 (Committee on Budget and Fiscal Review) – Taxation: Prohibition: Groceries*****Chaptered on July 9, 2018; Chapter 88, Statutes of 2018***

This bill amends AB 1838 to clarify the definition of “Cannabis products”. The changes make it clear that local governments can impose taxes on all three common strains of cannabis, a change requested by the City of Los Angeles and the City and County of San Francisco.



**SB 873 (Committee on Budget and Fiscal Review) - MOUs for State Engineers and Scientists*****Chaptered on September 17, 2018; Chapter 452, Statutes of 2018***

This budget trailer bill provides legislative ratification of the memorandum of understanding (MOU) agreed to by the State and Bargaining Units 9 (Professional Engineers) and 10 (Scientists). These MOUs are consistent with previous agreements.

**SB 875 (Committee on Budget and Fiscal Review) - Resources*****Chaptered on September 17, 2018; Chapter 453, Statutes of 2018***

This bill requires a petition or resolution to be submitted to establish the Lower Los Angeles River Recreation and Park District prior to January 1, 2021. This bill provides that “existing facility” also includes the North City Project, phase one of the Pure Water San Diego Program, for the purposes of calculating urban water use. Clarifies that the State Water Resources Control Board may provide for an advance to the applicant in an amount not to exceed 75 percent of the estimated state share and that the agreement shall provide that no advance shall be made until the applicant has incurred costs consistent with criteria outlined in paragraph (1) of subdivision (a) of Section 12986. This bill also clarifies that a reclaimer for empty plastic beverage containers, includes a reclaimer that uses the services of a third party to process the empty plastic beverage containers into a form usable for the manufacture of new plastic projects.

**SB 876 (Committee on Budget and Fiscal Review) - Human Services August Clean Up*****Chaptered on September 17, 2018; Chapter 454, Statutes of 2018***

This bill makes small technical changes related to human services. Corrects a reference to the training provided for the CalWORKs home visiting program. Clarifies that privacy protections apply to In-Home Supportive Services providers. Corrects code references related to home-based family care rates.

**SB 877 (Committee on Budget and Fiscal Review) - General Government*****Chaptered on September 17, 2018; Chapter 455, Statutes of 2018***

This budget trailer bill makes technical changes related to the general government including clarifying labor commissioner enforcement language to allow for emergency public works contracts and creating a stop order policy. Additionally, this trailer bill exempts contracts for the 2020 Census Complete Count effort from public contracting code. Finally, this language extends the repayment date for loans made to local mass transit providers and the Public Transportation Fund.

**SB 878 (Committee on Budget and Fiscal Review) - Film Tax Credit Clean Up**  
***Chaptered on September 17, 2018; Chapter 456, Statutes of 2018***

This trailer bill makes technical changes to the Film Tax Credit adopted in the June Budget package. This bill clarifies the definition of unused credits and the process for allocating them. Additionally, it changes the deadline for the LAO to issue its report on the film tax credit to January 1, 2023, to reflect the recent extension of the credit. Finally, this bill allows for the allocation of any uncertified credits by the Film Commission to 2025.

**SB 879 (Committee on Budget and Fiscal Review) - Public Safety Trailer bill**  
***Chaptered on September 17, 2018; Chapter 457, Statutes of 2018***

The Public Safety trailer bill makes technical changes to reflect the additional judgeships that were provided in the 2018 Budget Act, reducing the remaining allocation of judgeships from 50 to 48. The bill reappropriates \$5.2 million from the 2015 Budget Act to the Commission on Peace Officer Standards and Training to correct an administrative error. The bill clarifies that the Emergency Medical Response certificate process for state parolees participating in the CAL-FIRE training program is non-provisional. Finally, this bill clarifies existing law related to the disclosure of papers, files, and records by the California State Auditor.

## TRAILER BILLS BUDGET ACT OF 2018-19

CHAPTERED BILLS		
Bill Number		Bill Number
	2018 Budget Conference Vehicle	SB 840
	Amendment to the Budget Act (GGRF and Prop 56)	SB 856
	In Home Supportive Services	SB 857
AB 1808	Education	
AB 1809	Higher Ed	
AB 1810	Health	
AB 1811	Human Services	
AB 1812	Public Safety	
AB 1817	General Government I (Small Business, CalSavers, Science Center)	
AB 1824	General Government IV (Voting Systems, Veterans)	
AB 1825	Proposition 98 Certification (Education II)	
AB 1826	Infrastructure	
AB 1827	No Place Like Home	
AB 1830	Reserve Accounts	
AB 1831	Proposition 2 Infrastructure	
AB 1834	Corrections	
AB 1838	Local Government: Taxation: Prohibition: Groceries	
	Supplemental Appropriations	SB 841
	Courts	SB 847
	Transportation	SB 848
	Medi-Cal (Proposition 56)	SB 849
	Housing	SB 850
	Memorandum of Understanding BU 6 (GG2)	SB 852
	Developmental Services	SB 853
	Resources	SB 854
	Taxes (EITC, Hiring Credit, CalCompetes)	SB 855
	In-Home Supportive Services	SB 857
	National Mortgage Settlement	SB 861
	General Government III (Civil Service, Census)	SB 866
	Film Tax Credit	SB 871
	Taxation: Prohibition: Groceries	SB 872
	Employment	SB 846
AB 1840	Education Clean Up	

	Budget Bill Jr.	SB 862
	Legislative Counsel: Workplace Conduct Unit	SB 867
	Elections	SB 869
	MOUs for State Engineers and Scientists	SB 873
	Resources	SB 875
	Human Services Clean Up	SB 876
	General Government	SB 877
	Film Tax Credit Clean Up	SB 878
	Public Safety Trailer Bill	SB 879

## 2018 BUDGET HEARINGS

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### CONFERENCE COMMITTEE

**Wednesday, May 30**

**Thursday, May 31**

**Monday, June 4**

**Wednesday, June 6**

**Thursday, June 7**

**Friday, June 8**

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### FULL BUDGET COMMITTEE

**January 23** – Overview Hearing

**March 5** – Consideration of 2017 Mid-Year Budget Clean Up Bills

**May 14** – AB 2199 (Irwin)

**May 29** – Adoption of Assembly Budget

**June 11** – Joint Informational Hearing with Revenue & Taxations, and Senate G.O.

**June 13** – Informational Hearing: 2018 Budget Package Trailer Bills

**June 18** – Informational Hearing: 2018 Budget Package Trailer Bills

**June 25** – Informational Hearing: 2018 Budget Trailer Bills

**June 28** – Informational Hearing: 2018 Budget Trailer Bills

**August 15** – Informational Hearing: 2018 Budget Trailer Bills

**August 27** – Informational Hearing: 2018 Budget Trailer Bills

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### SUBCOMMITTEE NO. 1 ON HEALTH AND HUMAN SERVICES

**February 26** – EMSA and DPH

**March 5** – DMHC and DHCS

**March 7** – DOR and DDS

**March 12** – DPH

**March 14** – Dept. of Social Services: SSI/SSP, IHSS and APS

**March 21** – CDA and CSL

**April 2** – Joint. Informational Hearing with Subcommittee #2 on Education Finance: ACE  
**April 4** – CalWORKs, Cal FRESH, Immigration Services  
**April 9** – Mental Health  
**April 11** – CWS, CCL, and other DSS issues  
**April 16** – DHCS, DPH, and DSH  
**April 18** – CSD and DCSS  
**April 25** – HHSA, OSI, DSS, CDA, CSL, DOR, and SFLs  
**April 30** – DHCS and DPH  
**May 7** – OSHPD and Addendum: Special Order  
**May 16** – May Revision: Human Services  
**May 16** – May Revision: Health – All Departments  
**May 24** – May Revision: Part A: Health Final Closeout and Part B: Human Services Final Closeout

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### **SUBCOMMITTEE NO. 2 ON EDUCATION FINANCE**

**January 30** – Joint Hearing with JLAC and Higher Ed Committee: UC Audit  
**February 20** – Higher Education Overview  
**February 21** – Proposition 98 and K-12  
**February 28** – Joint Hearing on Special Education  
**March 13** – Early Childhood Education  
**March 20** - California Community Colleges  
**March 21** - California Community Colleges  
**April 2** – Joint Informational hearing with Sub 1 on ACE  
**April 3** – California State University  
**April 4** – Fiscal Crisis Management Assistance Team (FCMAT) Annual Update  
**April 10** – LCFF and Accountability  
**April 11** – California Student Aid Commission and California Community Colleges  
**April 17** – University of California  
**April 18** – California Community Colleges  
**April 24** – California Community Colleges and K-12  
**May 1** – California State Libraries, Hastings College of Law, OPR, UC, CSU, CCC  
**May 8** – Commission on Teacher Credentialing, and Open Issues  
**May 15** – May Revision Overview: Prop 98 and ECE  
**May 16** – May Revision Proposals on Higher Education  
**May 22** – May Revision on Higher Education General Fund Actions  
**May 23** – May Revision: Prop 98 and ECE Package, UC  
**November 27** – University of California, Santa Barbara Oversight Hearing

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**SUBCOMMITTEE NO. 3 ON RESOURCES AND TRANSPORTATION**

**February 21** – Informational hearing on 2017 Wildfires

**March 7** – Recycling

**March 14** – Drought, Flood, and Water

**March 21** – Energy and Air Resources Board

**April 4** – Conservation Corps, DPC, DSC, Forestry and Fire Protection

**April 11** – Transportation

**April 18** – CalRecycle, CDFA, Toxics

**April 25** – Parks

**May 2** – Open Issues, Various Departments

**May 9** – Joint Hearing with Asm. Accountability and Administration Review, and Parks & Wildlife Committee

**May 15** – May Revise on Energy and Transportation Issues

May 16 – May Revise, Open Issues

**May 22** – May Revise, Open Issues

**May 23** – May Revise on Energy and Transportation Issues

**June 12** – Joint Initiative Hearing with Water Parks Committee: 2018 Initiative to Authorize Bonds to Fund Projects for Water Supply

**August 9** – Exide Oversight Hearing

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**SUBCOMMITTEE NO. 4 ON STATE ADMINISTRATION**

**January 30** – Jt. Hearing with Veterans Affairs on Veterans Homes

**March 6** – CalSTRS, STO, Cal Secure Choice, CAEATFA, SCO

**March 13** - Labor

**March 20** - DGS, ABC, DBO, Dept. of Human Resources, State Personnel Board

**April 3** - Housing, Local Government Finance, Science Center

**April 10** - Comm on State Mandates, Dept. of Human Resources, GO, Gov. Operations Agency, FTB, CDTFA, OTA, BOE

**April 17** - SOS, FPPC, Dept. of Vet Affairs, DCA

**April 24** - Various Departments

**May 8** - Various Departments

**May 17** - May Revision: All Departments

**May 21** - May Revision

**May 24** - May Revision: All Departments II

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### **SUBCOMMITTEE NO. 5 ON PUBLIC SAFETY**

**March 7** - CDCR

**March 12** - CDCR

**March 19** - Dept. of Corrections & Rehabilitation

**April 2** - DOJ, CMD, OES

**April 9** - Judicial Branch

**April 16** - CJP, BSCC and others

**April 23** - Vote Only and State and Local Investment Proposals

**May 7** - Vote Only and Various Departments

**May 16** - May Revise

**May 21** - May Revise II

**May 24** - May Revise Close Out

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### **SUBCOMMITTEE NO. 6 ON BUDGET PROCESS, OVERSIGHT AND PROGRAM EVALUATION**

**August 7** – Joint Hearing with Transportation Cmte: DMV Wait Times

**May 3** - AB 2199 (Irwin), AB 1740 (Daly), ACA 21 (Mayes)

**February 28** - Homelessness, Climate Adaptation, Mission-Based Budgeting



**2018 BUDGET COMMITTEE MEMBERSHIP**

**Philip Y. Ting, Chair**  
**Jay Obernolte, Vice Chair**

**Subcommittee 1 on Health and Human Services:**

Dr. Joaquin Arambula, Chair  
Matthew Harper  
Devon Mathis  
Blanca Rubio  
Jim Wood

**Subcommittee 2 on Education Finance:**

Kevin McCarty, Chair  
Rocky Chávez  
Monique Limón  
Jose Medina  
Al Muratsuchi  
Patrick O'Donnell  
Randy Voepel

**Subcommittee 3 on Resources and Transportation:**

Richard Bloom, Chair  
Vince Fong  
Kevin Mullin  
Jim Patterson  
*Democratic vacancy*

**Subcommittee 4 on State Administration:**

Jim Cooper, Chair  
Bill Brough  
Anna Caballero  
David Chiu  
Steven Choi

**Subcommittee 5 on Public Safety:**

Dr. Shirley Weber, Chair  
Reginald B. Jones-Sawyer Sr.  
Tom Lackey  
Melissa Melendez  
Mark Stone

**Subcommittee 6 on Budget Process, Oversight and Program Evaluation:**

Phil Ting, Chair  
Dr. Joaquin Arambula  
Richard Bloom  
Bill Brough  
Jim Cooper  
Kevin McCarty  
Jay Obernolte  
Jim Patterson  
Dr. Shirley Weber

**2018 BUDGET COMMITTEE STAFF**

CHRISTIAN GRIFFITH ..... CHIEF CONSULTANT

NICOLE VAZQUEZ..... DEPUTY CHIEF CONSULTANT

ANDREA MARGOLIS..... HEALTH

NICOLE VAZQUEZ..... HUMAN SERVICES

KATIE HARDEMAN ..... K-12 EDUCATION

MARK MARTIN ..... HIGHER EDUCATION

SUSAN CHAN..... NATURAL RESOURCES AND ENVIRONMENTAL PROTECTION

FARRA BRACHT.....TRANSPORTATION, ENERGY, CAP & TRADE, CONSUMER AFFAIRS

GENEVIEVE MORELOS ..... GENERAL GOVERNMENT

JENNIFER KIM.....PUBLIC SAFETY

IRENE VILLARRUZ..... COMMITTEE SECRETARY

MARCO RODRIGUEZ ..... COMMITTEE SECRETARY

JUAN CERVANTES ..... COMMITTEE SECRETARY