



FLOOR REPORT

2014-15 BUDGET

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TABLE OF CONTENTS

Overview	2
Health.....	4
Human Services.....	8
K-12 Education.....	17
Child Care and Development Services	19
Higher Education.....	20
Cap and Trade	23
Natural Resources	25
Transportation	32
Infrastructure	35
State Administration.....	36
Public Safety	42
Budget Hearings	45
2014 Budget Bill List	48

OVERVIEW

Five months after being proposed by the Governor and after more than 70 subcommittee, full committee, and conference committee hearings, the Budget Act of 2014 is before the Legislature – on time and on target – for final passage.

The Budget Act of 2014 follows the direction outlined in the Assembly Blueprint for a Responsible Budget by first **ensuring stability** and then **expanding opportunity**.

Ensuring Stability:

- **Includes Reserves of \$2.1 billion.** The Budget Act of 2014 contains a combined reserve of \$2.1 billion. This includes \$1.6 billion in the Rainy Day Fund, plus \$450 million in the regular reserve.
- **Structurally balanced, with Growing Reserves to \$5 billion.** The Budget Act of 2014 long term spending plan is balanced throughout the forecast period, with reserves growing to over \$5 billion by 2017-18.
- **Pays down Wall of Debt by up to \$12.4 billion.** The Budget Act of 2014 pays down as much as \$12.4 billion of the Wall of Debt. This includes \$10.6 billion in payments directly from the budget, as well as an additional \$1.8 billion in payments to local governments and school districts should revenues grow beyond the forecast by next spring.
- **Approves STRS Solution.** The Budget Act of 2014 approves the STRS solution first proposed by Assembly Democrats earlier this year. The action reflects the Governor's proposal but with a smoother phase in of costs for school and community college districts.

Expanding Opportunity:

- **Improves Early Education, K-12 Education, and Higher Education.** The Budget Act of 2014 makes historic new investments in child care and preschool, increases Proposition 98 spending by \$5.6 billion over the amount originally budgeted for 2013-14, a 10 percent increase in funding, and provides over \$300 million more for the University of California and the California State University.
- **Maintains Commitment to Health Care Expansion.** The Budget Act of 2014 fully funds the implementation of the Affordably Care Act and increases managed care rates by \$187 million.
- **Reduces Child Poverty.** The Budget Act of 2014 improves the lives of the nearly 1 in 4 California children living in poverty by increases families in the CalWORKs programs and providing counties funds to reduce homelessness.

- **Increase Infrastructure Spending.** The Budget Act of 2014 provides \$1.2 billion in infrastructure spending, \$400 million more than proposed by the Governor. The investment is needed to begin rebuilding the state's infrastructure – including local streets and roads and affordable housing – and the investment will also create thousands of good jobs.
- **Improves lives of Disabled and Aged Californians.** The Budget Act of 2014 provides needed improvements in services for the disabled and aged Californians by funding overtime for home care workers and setting the stage for potentially restoring the 7% hours reduction in the IHSS program through legislation subsequent to the budget.
- **Increases funding to Libraries, Arts Programs, and Veterans.** The Budget Act of 2014 continues the Assembly's commitment to reduce the claims backlog by boosting support to County Veterans Service Offices and other programs. Local libraries receive additional investment for internet access and new funding is included to enhance grants to community and school based art programs.

While no budget can fully address all the needs that face California today, the Budget Act of 2014 makes significant investments toward ensuring fiscal stability and expanding opportunity.

General Fund Budget Summary		
Assembly		
(Dollars in Millions)		
	2013-14	2014-15
Prior Year Balance	\$2,429	\$3,903
Revenues and Transfers	\$102,185	\$105,488
Total Resources Available	\$104,614	\$109,391
Non-Proposition 98 Expenditures	\$57,891	\$63,526
Proposition 98 Expenditures	\$42,731	\$44,462
Total Expenditures	\$100,711	\$107,988
Fund Balance	\$3,903	\$1,404
Reserve for Liquidation of Encumbrances	(\$955)	(\$955)
Regular Reserve	\$2,948	\$449
Budget Stabilization Account/Rainy Day Fund		\$1,606
Final Combined Reserves:	\$2,948	\$2,055

HEALTH

Department of Health Care Services

- Approves of \$437 million General Fund in Medi-Cal to support implementation of the Affordable Care Act.
- Increases Medi-Cal eligibility to 138 percent of the federal poverty level (FPL) for pregnant women, and establishes a “wrap program” for women between 139 and 213 percent FPL in which they can choose to have both Covered California coverage and Medi-Cal as a wrap to pay their premiums and co-pays and to cover services not covered by their Covered California plan, for \$16.5 million General Fund savings.
- Includes \$1.8 million for a rate increase for PACE programs, effective April 1, 2015.
- Includes trailer bill to allow DHCS to collect supplemental rebates on, and make supplemental payments for, specialty high-cost drugs through managed care, for \$6 million General Fund savings. Denies the administration's January proposal to create a statewide contract drug list, for \$32.5 million General Fund savings.
- Approves trailer bill language that clarifies the role of Medicare Advantage plans related to the Coordinated Care Initiative.
- Approves trailer bill language that establishes a new payment structure for the Martin Luther King, Jr. Community Hospital to allow it to reopen in 2015. These provisions conform to federal Affordable Care Act and other federal funding structure changes and there are no additional state cost from this action.
- Approves of establishment of a 3-year mobile vision services pilot program for children in schools, for \$1 million General Fund in 2014-15 and \$2 million General Fund in 2015-16.
- Includes \$3.2 million in one-time Major Risk Medical Insurance Fund for any health plan that is funded by contributions made by agricultural employers, and 85 percent or more of the plan's eligible participants are agricultural employees for work performed and covered under a collective bargaining agreement.
- Requires the coverage of behavioral health treatment by Medi-Cal if required by the federal government, and requires DHCS to consult with stakeholders on the design of the benefit.
- Includes approximately \$20 million and 86 positions for a variety of programs and purposes, including the following: healthcare reform, new county budgeting methodology, Coordinated Care Initiative, mental health wellness, MEDS modernization, ground emergency medical transportation, Breast & Cervical Cancer Program, and Drug Medi-Cal provider re-certifications.
- Includes \$3.75 million one-time Major Risk Medical Insurance Fund as the state match in order to receive a total of \$37 million to support electronic health records.

Department of Public Health

- Includes \$4 million (General Fund) for the Black Infant Health Program and \$3 million (General Fund) for new HIV demonstration projects.
- Approves \$474,000 (\$250,000 General Fund, \$224,000 federal funds) and 1 position to establish a State Dental Director and a statewide dental health program.
- Approves \$1.9 million and 18 limited-term positions to investigate complaints against long-term care professionals through the Licensing & Certification program.
- Includes \$26 million for the Office of AIDS (OA) to add new Hepatitis C drugs to the ADAP formulary and \$9.9 million savings to cover out-of-pocket costs for OA beneficiaries who have obtained comprehensive health coverage.
- Approves of trailer bill language to transfer the Drinking Water Program from the Department of Public Health to the State Water Resources Control Board.
- Adopts trailer bill language to require the Department to establish a stakeholder group and report to the Legislature on the Licensing & Certification Program which licenses nursing homes and other facilities. This proposal will enable the Department of Public Health to improve internal business practices and meet federal benchmarks, and support continuation of federal grants through complete and timely fulfillment of state licensing and federal certification workload.
- Adopts trailer bill language to require the Department to convene stakeholders to solicit input on nutrition education and obesity prevention programs, as well as on the transition from contracted to state civil service staff for the operation of the Supplemental Nutrition Assistance Program Education (SNAP-Ed) program.

Managed Risk Medical Insurance Board (MRMIB)

- Approves of the elimination of the MRMIB, the transfer of MRMIB programs to the Department of Health Care Services, and trailer bill for this purpose.
- Denies the proposed elimination of the Major Risk Medical Insurance Program, and instead adopts trailer bill language requiring DHCS to: 1) provide information to enrollees of state-only programs on opportunities for comprehensive coverage; and 2) establish a stakeholder workgroup to explore the use of Proposition 99 funds for on-going coverage for remaining uninsured populations.

Department of State Hospitals

- Approves of \$13.3 million (from General Fund savings) in 2013-14 and \$26.3 million (General Fund) in 2014-15 and on-going to increase bed capacity at the Salinas Valley and Vacaville Psychiatric Programs.
- Approves of \$1.1 million (General Fund) and 10 limited-term positions for the establishment of a Patient Bed Management Unit.

- Approves of \$2.1 million (General Fund) for the establishment of an Enhanced Treatment Unit (ETU) and Budget Bill Language requiring the passage of legislation prior to expenditure of funds on construction of the ETU.
- Approves of \$3.9 million (General Fund) to expand the Restoration of Competency Program and trailer bill to allow restoration of competency services to be provided in community facilities.
- Approves of \$7.8 million in 2013-14 and \$27.8 million in 2014-15 (General Fund) to expand bed capacity in the State Hospitals to address the waiting list for Incompetent to Stand Trial patients.
- Approves of \$1.9 million General Fund and 15 limited-term positions to consolidate third-party billing and collections within the Department.
- Approves of \$502,000 and 5 limited-term positions to increase compliance with Cal-OSHA standards.
- Approves of \$7.4 million (General Fund) and 2 positions in 2014-15 and \$2.3 million (General Fund) in 2015-16 to implement the Medical Grate Network (IT) project.
- Approves of \$15.7 million in capital outlay projects at State Hospitals for upgrades to fire safety systems and security fencing, and seismic upgrades.

Department of Managed Health Care

- Approves of approximately \$4.8 million (special funds) and 40 positions to address workload related to: healthcare reform, Medi-Cal expansion, information technology, and federal mental health parity.
- Includes \$4.2 million (special funds), 10.0 positions, and consultant services for implementation of mental health parity.

Office of Statewide Health Planning & Development

- Approves of \$2.94 million (special funds) and 1.0 limited-term position to expand the Song Brown program in support of medical residency slots in underserved areas.
- Includes an additional \$4 million (special funds) for the Song Brown program, specifically for new residency slots, giving priority to California residents.
- Approves of \$1 million (special fund) and 6 positions to address workload related to the implementation of healthcare reform and hospital inpatient discharge data audits.
- Approves of the proposed re-allocation of MHSA funding to reflect the new MHSA Workforce Education and Training (WET) Five-Year Plan.

Emergency Medical Services Authority

- Approves of \$2.3 million in 2014-15 and \$3 million in 2015-16 (General Fund) to support the state's Poison Control Centers system.

- Requires Supplemental Reporting Language from EMSA to provide the Legislature with an assessment of the state's emergency medical response capacity.

Mental Health Services Oversight & Accountability Commission

- Approves \$19.6 million (MHSA Funds) and 3 positions for the Triage Personnel Grant Program created through the 2012 Investment in Mental Health Wellness Initiative.
- Redirects \$7 million (MHSA Funds) for suicide nets on the Golden Gate Bridge.
- Authorizes the reappropriation of funds for one year in order to ensure the completion of an evaluation being done by U.C. Davis of Proposition 63 spending.

HUMAN SERVICES

In-Home Supportive Services (IHSS)

- Rejected the Governor's proposal to prohibit overtime pay for IHSS providers, augmenting the Governor's May Revision budget by \$66 million General Fund (GF) in 2014-15, and \$237 million General Fund in 2015-16, to provide for this anticipated cost. Approved the payments for wait and travel time for providers, pursuant to these components of the Fair Labor Standards Act (FLSA) final rule, set to implement January 1, 2015. The Administration is considering trailer bill language to address cost pressures posed by the overtime requirements.
- Approved the 7 percent reduction in hours already set to take effect July 1, 2014, moving the discussion around restoration of hours and a mechanism to achieve offsetting revenue to the policy process post-budget. IHSS consumers currently are subject to an 8 percent reduction in hours pursuant to a 2012 settlement agreement, which is set to reduce to 7 percent in 2014-15.
- Approved position and funding resources in both the Office of Systems Integration (OSI) and at the Department of Social Services (DSS) for the Case Management, Information, and Payrolling System (CMIPS) II. This funding, which includes \$17.5 million in one-time funds for 2014-15, 19 permanent positions across OSI and DSS, and the extension of two two-year limited-term positions in DSS, will be used for Maintenance and Operations expenses, additional system changes required by the FLSA, adjustments related to the minimum wage increase, enhancements for Blind and Visually Impaired (BVI) recipients, and other unforeseen workload.
- Approved \$13.8 million GF (\$521.6 million federal funds) in May Revision to reflect the impact of the Affordable Care Act (ACA) on the IHSS program. Under the ACA, Medi-Cal eligibility was expanded to childless adults that meet income eligibility requirements. A portion of these newly-eligible Medi-Cal beneficiaries are projected to be eligible for and receive IHSS services.

CalWORKs

- Approved a 5 percent increase in the CalWORKs Maximum Aid Payment (MAP) level effective April 1, 2015, for a cost of \$47 million GF in 2014-15 and \$184 million GF in 2015-16, with reliance on the Child Poverty Subaccount to cover the cost of this increase in the out-years, with General Fund as the backstop. A 5 percent increase in the grant would take it from its current \$670/month maximum for a family of three in a high-cost county to \$704/month, moving the grant as a percent of the Federal Poverty Level from 41 to 43 percent, and from 32 to 33 percent of the Supplemental Poverty Measure. This would also bring the grant to the level it was at in 2003, from the current dollar for dollar level it was at in 1989.

- Approved \$20 million GF in on-going funding for CalWORKs Housing Supports, starting in 2014-15. The supports provided would build on evidence-based models and could include, but not be limited to, rental assistance, security deposits, utility payments, moving cost assistance, and other housing stabilization and relocation services.
- Approved trailer bill language for Family Stabilization Services to clarify that families can receive housing supports for their time in Family Stabilization and that the intent is not to sanction families while they are being served and taking advantage of this new program component aimed at helping them to overcome very difficult needs and barriers. Additionally approved clarifying statutory changes regarding countable hours for CalWORKs participations.
- Adopted Supplemental Report Language (SRL) directing evaluation of options to create a state Earned Income Tax Credit and on CalWORKs program oversight.
- Rejected \$9.8 million GF in 2014-15 and greater amounts ongoing for the Parent/Child Engagement Pilot, which was included in the January Budget.
- Approved \$.9 million in 2014-15 and ongoing for the State/County Peer Review proposal, which was included in the January Budget.
- Approved the May Revision CalWORKs General Fund Offset, with funding changes to reflect a decrease in the estimated level of county indigent health savings associated with Medi-Cal expansion under health care reform. Pursuant to Chapter 24, Statutes of 2013 (AB 85), county indigent health savings are redistributed to counties (via a redirection of 1991 health realignment funds) for CalWORKs expenditures, thereby offsetting General Fund costs in the program.
- Approved a May Revision adjustment for the CalWORKs March 1, 2014 grant increase with an increase of \$6.8 million GF to reflect a projected decrease in 1991 realignment revenue deposits to the Child Poverty and Family Supplemental Support Subaccount of the Local Revenue Fund. Due to the decrease in the projected deposits, additional General Fund is needed to fund the 5-percent grant increase in 2014-15.

Foster Care and Child Welfare Services

- Approved \$30 million GF in 2015-16 and on-going to raise rates for non-federally eligible relative caregivers in foster care. The appropriation for 2014-15 is \$15 million GF, matching an effective date of January 1, 2015.
- Approved \$14 million GF in 2015-16 and on-going to begin to build the county program support to adequately serve minors who have been commercially sexually exploited or trafficked. The appropriation for 2014-15 is \$5 million GF, matching an effective date of January 1, 2015. With this funding, counties will develop and utilize a multidisciplinary team approach to case management, service planning, and provision of services. Counties will also develop and utilize interagency protocols to ensure services are provided as needed to this population.

- Approved placeholder trailer bill language to increase the qualifications for group home staff by increasing the minimum age to 21. The current age qualification requirements for group home staff are set at 18 years old.
- Approved placeholder trailer bill language to require DSS to begin collecting data on county Child Welfare Services social worker caseloads, and to provide such data during its annual realignment report.
- Approved position and funding resources in both OSI and at DSS for the Child Welfare Services-New System. This funding includes increases in costs in line with the Feasibility Study Report and personnel support for seven permanent positions and five-year extensions for nine existing positions at DSS. These resources will be used to accommodate a 19-month extension of the development and implementation timeline for the project. As part of actions, converted the Spring Finance Letter new positions request to permanent instead of limited-term, with Budget Bill language on position review post-project, and SRL on monthly updates regarding hiring and project status, impediments, and progress.
- Approved May Revision resources for Total Child Welfare Training System (\$900,000 GF, \$1.8 million total funds), Child Near Fatalities Reporting (\$68,000 GF, \$139,000 total funds), Child and Family Services Review-Case Record Reviews (\$3.5 million GF, \$7 million total funds), and Katie A. v. Bonta Settlement Agreement Reporting Requirements (\$400,000 GF, \$800,000 total funds), with Budget Bill Language.
- Approved seven five-year limited-term positions at a cost of \$1 million GF (\$2 million total funds) for the IV-E California Well-Being Waiver Project, with authority in Budget Bill language for the Department of Finance to authorize a reduction of positions and associated funding or authorize an increase up to five additional positions and associated funding upon final approval of the waiver and contingent on the final number of participating counties in the waiver extension.

CalFresh

- Approved placeholder trailer bill language that effective July 1, 2015, and for the following four fiscal years, the portion of the General Fund allocation that can be accessed after a county meets its Maintenance of Effort will phase out incrementally.
- Approved the May Revision CalFresh proposal on a State Utility Assistance Subsidy Benefit, with a net increase of \$9.3 million (an increase of \$9.5 million General Fund and a decrease of \$316,000 reimbursements) to fund the State Utility Assistance Subsidy Benefit program. Previously, all CalFresh recipients were provided a nominal federal Low-Income Home Energy Assistance Program (LIHEAP) benefit, which entitled the household to the Standard Utility Allowance (SUA) for purposes of determining the monthly food stamp benefit amount. The recently enacted federal Farm Bill of 2014 now requires states choosing to participate in the program to provide an annual subsidy greater than \$20 to trigger SUA eligibility. This action will continue the SUA subsidy program under the new federal requirements using General Fund instead of LIHEAP funds to fund the benefit.

- Approved a \$5 million GF augmentation to the Drought Food Assistance Program, with Budget Bill language be added to authorize up to \$20 million General Fund, upon approval by the Department of Finance, for the Drought Food Assistance Program to provide emergency food relief to drought impacted communities. Of this amount, \$15 million reflects a shift of funding authorized in Chapter 2, Statutes of 2013 (SB 103) to 2014-15. The proposed language also authorizes spending in excess of \$20 million upon written notification to the Joint Legislative Budget Committee.
- Approved May Revision adjustments associated with CalFresh Caseload Impact from the Affordable Care Act, with an increase of \$18.7 million GF (\$48 million total funds) to reflect a significant increase in new CalFresh recipients due to efforts to streamline eligibility and increase awareness of the program as part of the ACA implementation. This change also has an impact on the California Food Assistance Program (CFAP), resulting in an increase of \$2 million GF.
- Approved a May Revision change regarding CalFresh Categorical Eligibility, with an increase of \$3.9 million GF (\$7.9 million total funds) to reflect an increase of the CalFresh gross income eligibility threshold to 200 percent of the federal poverty level, as well as the increase in ACA caseload. Counties have expressed administrative and privacy concerns with implementing CalFresh categorical eligibility as modified by Chapter 669, Statutes of 2013 (AB 191). This change seeks to address those implementation concerns which will result in additional households receiving CalFresh benefits. This change also impacts the CFAP, resulting in an increase of \$1 million GF.
- Approved Budget Bill language regarding the Disaster Supplemental Nutrition Assistance Program, which authorizes an increase in General Fund and Federal Trust Fund expenditure authority for food stamp administrative costs in the event of a major disaster declaration by the President of the United States. The proposed language will allow counties to respond timely to a drought or other presidential disaster declaration affecting California.

Developmental Services

- Approved \$605,000 GF (\$897,000 total funds) for 7.0 limited-term auditor positions to meet workload associated with increased demand for vendor audits and associated recovery of funds with SRL requiring annual information updates to the Legislature on audit outcomes and whistleblower complaints.
- Approved the May Revision augmentation of \$321,000 GF (\$458,000 total funds) to redirect existing, unfunded positions at the Department of Developmental Services (DDS) headquarters to address the community program workload associated with the Task Force recommendations.
- Approved \$108,000 GF (\$160,000 total funds) to convert a position from limited-term to permanent to accommodate workload associated with federal funding requirements.

- Approved the Governor's January and May Revision adjustments for the Developmental Centers (DCs), including Lanterman Development Center (LDC) Closure Adjustments. For LDC, the budget assumes a net decrease of \$12 million GF (\$22.7 million total funds) related to position reductions, staff separation costs, enhanced staffing adjustments, and post-closure activities. LDC's residential population is expected to be at zero by December 1, 2014.
- Approved costs associated with Program Improvement Plans at Fairview, Porterville, and Lanterman DCs, including the cost of the Independent Consultative Review Expert (ICRE) contracts of \$0.9 million GF (\$1.5 million total funds).
- Approved \$2 million GF in funding (\$3.2 million total funds) and 43.1 positions to improve crisis services at Fairview and Sonoma DCs, creating separate crisis units at each facility.
- Approved the administration's May Revision implementation plan based on the recommendations of the Future of the Developmental Centers Task Force utilizing \$13 million GF unspent Community Placement Plan funds from 2011-12, including: \$11.7 million GF to newly develop Enhanced Behavioral Supports Homes and Community Crisis Homes, and to expand ARFPSHN or SB 962 Homes and Transition Homes; \$1.1 million GF (\$1.2 M total funds) for Regional Center staffing to support resource development, transitions, and quality assurance; and \$121,000 GF for activities associated with quality assurance for DC residents transitioning to the community. Adopted placeholder trailer bill language to include reasonable evaluation components for these activities, including providing the Legislature with sufficient information to determine whether these programs should be continued.
- Approved budget bill provisional language to require a stakeholder group process to evaluate the core-staffing formula for regional centers with recommendations to the Legislature. Approved an additional stakeholder group process, led by DDS, to evaluate the impact of multi-year reductions on community services and supports, including a review of rate-setting methodologies for community-based services and supports purchased by regional centers for persons with developmental disabilities and their families.
- Approved the administration's proposal on minimum wage increases for regional centers and providers and adopted SRL to require DDS to report back to the Legislature by May 14, 2015 on the actual costs associated with the minimum wage increase.
- Approved an augmentation of \$5.2 million GF (\$9.5 million total funds) to provide six months funding in 2014-15 for the costs to respite services agencies, personal assistants, and supported living services in implementing the new overtime requirements, effective January 1, 2015.
- Appropriate \$16 million GF for 2015-16 and ongoing, with trailer bill language, to restore eligibility to infants and toddlers to the level that was in place prior to the 2009-10 Budget. The appropriation for 2014-15 is \$8 million GF, matching an effective date of January 1, 2015.

- Approved placeholder trailer bill language to remove the prohibition on regional center payment of insurance deductibles and made changes and additions to reporting requirements related to co-payments and deductibles. Additionally added reporting on the payment of deductibles to accountability language already in statute for regional centers.
- Approved placeholder trailer bill language related to sharing of information on comprehensive assessments and clients rights advocacy for residents of DCs.

Aging Services

- Approved a total of \$820,000 in federal budget authority in order to receive a three-year federal Administration on Aging grant. The grant will build a dementia capable integrated system of care for patients with Alzheimer's disease or related disorders enrolled in the California Cal MediConnect. This proposal requests expenditure authority in the amounts of \$276,000 for 2014-15, \$311,000 for 2015-16, and \$80,000 for 2016-17.
- Approved the transfer of administration and program oversight responsibilities for the Aging and Disability Resource Connection (ADRC) program from the California Health and Human Services Agency (CHHS) to the California Department of Aging (CDA). Providing program oversight for the local network of ADRCs is more appropriately handled at the departmental level and will allow the CDA to use its existing federal grant funding and federal funds from DHCS and State Independent Living Council (SILC) to continue the program when CHHS grant funds expire. The CDA requests 2.6 one-year limited-term positions currently housed in CHHS to be transferred to the CDA budget and \$275,000 in additional reimbursement authority to fund the ADRC program oversight activities. CDA reimbursement authority will be required to collect federal funds from DHCS and SILC via Interagency Agreements. This request will not result in a General Fund increase.
- Approved \$536,000 in federal budget authority for CDA to receive a three-year federal Administration for Community Living Model Approaches to Statewide Legal Assistance Systems-Phase II grant. Building upon its Phase I efforts, this project seeks to implement strategies to improve the coordination and efficiency of the Older Americans Act legal services delivery stems and target resources to older adults in greatest needs. Approval of this request will not result in a General Fund cost.
- Approved a \$1,377,000 increase in federal expenditure authority (\$161,000 in State Operations and \$1,216,000 in Local Assistance) for State Fiscal Year 2014/15 to augment the Health Insurance Counseling and Advocacy Program (HICAP). The Centers for Medicare and Medicaid Services (CMS) have increased California's annual basic federal grant. This additional federal funding will be used to support existing program and grant administration activities for the HICAP.

Adult Protective Services

- Approved \$150,000 General Fund to create one permanent, full-time civil service CEA position within the Department of Social Services dedicated to APS to serve as liaison with the federal government, provide leadership on statewide APS policy issues, and provide support to county APS programs.

Community Care Licensing (CCL)

- Approved the Budget Change Proposal (BCP) on CCL Quality Enhancement with the following changes:
 - Approved implementation of the Quality Enhancement components in the BCP effective July 1, 2014.
 - Adopted intent language recognizing that the quality enhancement measures are intended to improve the underlying foundation of CCL's regulatory operations, and that once these actions are implemented, that they will, over a specified period of time, increase the frequency of facility inspections resulting in annual inspections for some or all facility types.
 - Removed specified language pertaining to penalty rate structure and adopted intent language regarding scope of penalties being addressed in the policy process.
 - Approved the 10 percent increase in the application and annual fees as proposed in the BCP.
 - Added procedures that DSS must implement to minimize the trauma of residents or clients at risk of physical or mental abuse, abandonment, or any other substantial threat to health or safety following a temporary suspension or revocation of a license.

State Hearings

- Approved the January proposal for a total of 63 limited term position for the Affordable Care Act (ACA) caseload growth and \$9.8 million (\$1.3 million GF) in funding. Also included in this request are 11 positions to support the development of a new Appeals Case Management System, at a cost of \$1.3 million (\$.5 million GF) in funding to replace the failing mainframe database, developed in the 1970s, and the 21 subsystems that make up the current automated State Hearings System (SHS). Approved the May Revision request to shift the staffing and resources for the implementation of the new Case Management System from DSS to the OSI.

Department of Child Support Services

- Approved the request in the January budget for a shift in funding from Local Assistance to State Operations in the amount of \$11.95 million (\$4.06 million General Fund) and position authority for 100.0 full-time permanent positions to replace 100.0 contract staff over a three-year period of time beginning in 2014-15, to continue the maintenance and operations (M&O) of the federally mandated California Child Support Automation System (CCSAS) Child Support Enforcement (CSE) system. This transition will result in an on-going reduction of \$699,196 (\$237,727 General Fund) in total project funding and on-going net budgetary savings.

- Approved the May Revise adjustments and estimate changes for Child Support Services.

Department of Rehabilitation

- Approved the January request for an additional \$500,000 allocation in 2014-15 to the Traumatic Brain Injury Fund from the Driver Training Penalty Assessment (DTPA) Fund. DOR states that this proposal affects the amount of DTPA funds that would otherwise revert to the General Fund.
- Approved an increase of \$10 million in federal authority beginning in 2014-15 for the CaPROMISE federal grant. The grant period is currently slated for five years and there is no state match requirement. Due to the increase in workload to administer and oversee the grant, the DOR also requests six permanent full-time positions for required administrative and program oversight, and to perform mandated accounting, contracting, and data management activities. The cost for the positions is \$328,183 and is presumed to come from the federal grant monies. Budget Bill language was added to require a review of the positions after the grant period expires to evaluate the appropriateness of maintaining them as permanent positions.

Office of Systems Integration

- Approved a Budget Change Proposal for County Expense Claim Reporting Information System and one position.
- Approved the Budget Change Proposal and May Revision request for the California Healthcare Eligibility, Enrollment, and Retention System (CalHEERS) changes in expenditure authority.

Health and Human Services Agency (HHS)

- Approved \$787,000 GF (\$1.2 million total funds) and six permanent positions, with a one-time appropriation of \$600,000 for contracting services, for the HHS to develop uniform training and policies and procedures for peace officers in developmental centers and state hospitals and report to the Legislature. As part of this, adopted trailer bill language requiring the HHS to work with system stakeholders to develop recommendations to improve quality and stability of law enforcement and investigative functions at these facilities. Also adopted language requiring a report and proposal by January 10, 2015 on the feasibility of creating independent oversight over state hospitals.
- Approved positions and placeholder trailer bill language for HHS to develop (a) uniform training and policies and procedures for peace officers at both the State Hospitals and Developmental Centers and (b) recommendation to improve law enforcement and investigative functions.

- Approved a shift of resources of \$648,000 GF from the Office of the Patient Advocate (OPA) to the Department of Managed Health Care and adopted placeholder trailer bill language to clarify the role of the OPA in relation to other agencies and consumer assistance functions.
- Approved Budget Change Proposals in HHSA for the Office of Health Information Integrity, with placeholder trailer bill language enabling a transfer of three investigators to the Department of Public Health and for the Office of Agency Information Officer for three positions with SRL to review the outcomes associated with granting the new positions.
- Approved a Spring Finance Letter for the Office of Health Information Integrity Expansion Needs Specific to Intrastate Data Interoperability and HIPAA.

K-12 EDUCATION

Overall Proposition 98

- Provides an overall Proposition 98 funding level of \$58.3 billion in 2013-14 and \$60.9 billion for 2014-15. The budget assumes the Administration's revenue estimates, providing the same level of funding for K-14 education as compared to the Governor's May Revision.

Major K-12 Adjustments

- Provides \$450 million to pay down the K-14 education mandates backlog, with the intent that funding freed up from this payment be dedicated to implementation of the Common Core State Standards.
- Provides a total of \$5.1 billion over three years to pay down the K-14 payment deferrals. In the event that revenues come in higher than projected, an additional \$991 million deferral payment would be triggered, eliminating all payment deferrals owed to K-12 schools and community colleges in the 2014-15 fiscal year.
- Increases funding for LCFF implementation for school districts by \$250 million above the Governor's proposed \$4.5 billion, further closing the LCFF funding gap. Provides \$26 million for County Offices of Education to reach full implementation of the LCFF.
- Dedicates \$250 million in one-time funding for career technical education (CTE) through the Career Pathways Trust competitive grant program.
- Provides \$155 million for the State Preschool Program to expand access, increase preschool provider rates, eliminate preschool family fees, and improve quality.
- Shifts remaining bond authority from two specialized school facility programs to the New Construction and Modernization programs in order to better match state resources with local facility needs.
- Approves the Governor's proposal to provide \$188.5 million in one-time funding for the Emergency Repair Program, helping to meet the state's outstanding obligation under the *Williams v. California* settlement.
- Approves the Governor's proposal to provide an additional \$54 million for the new student assessments aligned to the Common Core Standards.
- Dedicates \$28 million in Proposition 39 funds for the Energy Conservation Assistance Act (ECAA) revolving loan program for schools and community colleges for energy projects, subsequently reducing the K-12 energy efficiency grants by \$28 million.

- Approves the Governor's May Revision proposal to provide \$26.7 million in reappropriated Proposition 98 funds to the K-12 High Speed Network to help schools in securing internet connectivity and infrastructure in order to implement the new computer based assessments aligned to the common core.
- Rejects the Governor's proposal to fold Specialized Secondary Programs and Agriculture Education Incentive Grants into the discretionary funding within the Local Control Funding Formula (LCFF). Dedicates \$4.9 million for the Specialized Secondary Programs and \$4.1 million for the Agricultural Education Incentive Grants outside of the LCFF.
- Adopts Supplemental Report Language directing the Department of Finance to report to the Legislature, concurrent with the release of the Governor's 2015-16 January Budget, with recommendations for future treatment of funding for any former categorical education program, including but not limited to Regional Occupational Centers and Programs (ROCPs) and Beginning Teacher Support and Assistance (BTSA).
- Includes changes to streamline the existing independent study program and creates a new "course based" independent study option for grades K-12, allowing local governing boards to convert entire courses, instead of individual assignments, into instructional time for funding purposes.
- Adopts trailer bill language requiring school districts to document and justify having a local reserve above the recommended level, and limits reserve levels in the year following a deposit in the Proposition 98 reserve.
- Approves the Governor's proposal to dedicate \$5 million in one-time General Fund for deferred maintenance for the State Special Schools, which includes six facilities for deaf and blind students, in the event that local property tax revenue comes in higher than projected.
- Approves the Governor's budget proposal to include six new education mandates into the K-12 mandates block grant.
- Provides a 0.85 percent COLA for categorical programs outside the LCFF, including Foster Youth Services, American Indian Centers, American Indian Early Childhood Education, Special Education, and Child Nutrition, consistent with the Governor's Budget.

EARLY EDUCATION AND CHILD DEVELOPMENT

Proposition 98 Early Education

- Adopts intent language setting the goal of providing preschool or transitional kindergarten and wrap-around services for all low-income 4-year-olds.
- Supports 7,500 new full-year, part-day preschool slots and wrap-around services beginning with the new fiscal year.
- Supports 4,000 new full-year, part-day slots and wrap-around services beginning on June 15, 2015.
- Eliminates the family fee for part-day preschool.
- Increases the Standard Reimbursement Rate by 5% above current level.
- Requires that lead teachers placed in Transitional Kindergarten classrooms after July 1, 2015 have a minimum of 24 Early Childhood Education credits or comparable professional experience.
- Includes legislative intent that Transitional Kindergarten curriculum be aligned to preschool standards developed by the Department of Education.
- Allows local providers to increase reserve funds up to 15% to use for professional development for instructional staff.
- Provides \$50 million in Proposition 98 General Fund to fund local providers' efforts to implement Quality Rating Improvement systems.
- Provides \$25 million in one-time Proposition 98 General Fund for local planning councils to use for professional development programs.
- Provides \$10 million in one-time Proposition 98 General Fund to create a revolving loan fund to expand preschool facilities.

Non-Proposition 98 Early Education

- Supports 1,000 new General Child Care slots and 500 new Alternative Payment slots, allowing 1,500 more children access to child care.
- Increases the Regional Market Rate by an average of 9% above current levels by updating the market survey to 2009 data and making other technical changes.

HIGHER EDUCATION

California Community Colleges

- Provides funding to support 2.75% enrollment growth and adopts trailer bill language requiring the Chancellor's Office to develop a new enrollment growth formula for the 2015-16 fiscal year that directs more funding to districts with high poverty rates and low college access rates and incentivizes program growth in transfer, career technical education and basic skills.
- Provides an additional \$170 million Proposition 98 General Fund in the Student Success and Support Program categorical above 2013-14 levels, including \$70 million to support activities outlined in colleges' Student Equity Plans. Approves trailer bill language establishing the Student Equity Plan in statute, requiring periodic reports back to the Legislature on how funding is spent and outcomes related to this new spending, and encouraging the use of evidence-based approaches to basic skills education.
- Increases funding for the Disabled Student Programs and Services by \$30 million Proposition 98 General Fund over current year levels.
- Provides \$148 million Proposition 98 General Fund for colleges to support addressing deferred maintenance or instructional supply issues and eliminates the local match requirement.
- Provides a .85% cost-of-living adjustment.
- Adds nine new positions at the Chancellor's Office to provide additional leadership and support to colleges to improve student outcomes.
- Provides \$2.5 million Proposition 98 General Fund for the Chancellor's Office to use for improvement projects at colleges reporting poor student or financial outcomes. Funding is required to be used in a cost-effective manner and primarily to support the work of current and former community college employees.
- Increases funding by \$50 million Proposition 98 General Fund for the Economic and Workforce Development categorical to support career technical education programs and classes that meet regional workforce needs.
- Rejects an administration proposal to allow districts to use 25% of the funds in the Basic Skills, EOPS and CalWORKs categoricals for other purposes.
- Adopts trailer bill language to allow for stabilization funding for San Francisco City College for up to three years to allow the college to reverse enrollment trends due to accreditation issues.
- Increases funding for the Technology Infrastructure categorical by \$6 million Proposition 98 General Fund to allow colleges to improve Internet speeds and capabilities.

- Continues the Proposition 39 program for community colleges, but decreases the funding by \$1.5 million Proposition 98 General Fund to reflect revised revenue estimates.
- Adopts trailer bill language increasing rates for Career Development and College Preparation (enhanced noncredit) courses in 2015-16 and includes supplemental reporting language on the impacts related to this increase.
- Provides \$49.5 million in Proposition 98 General Fund to pay down the education mandates backlog.
- Pays down deferrals by paying \$138.6 million Proposition 98 General Fund in 2012-13, \$296.4 million in 2013-14 and \$63 million in 2014-15. If LAO revenues are realized, another \$94.5 million would be repaid, eliminating all deferrals by the end of 2014-15.

California State Library

- Authorizes \$3.25 million General Fund to allow public libraries to join a high-speed Internet network consortium.
- Increases funding for local library and literacy programs by \$3 million General Fund.

University of California

- Provides an augmentation to the University of California of \$4 million General Fund over the Governor's proposal to create the CalBRAIN program and increase support for the UC Labor Centers. The Governor's proposal increased UC General Fund support by \$142.2 million over the current year.
- Provides \$50 million in one-time General Fund for deferred maintenance projects at UC if LAO revenues are realized.
- Requires the University of California to provide \$770,000 to maintain the Statewide Database, which retains statewide voter registration information used for redistricting purposes.
- Adopts the Governor's proposal to require the UC Board of Regents to create and adopt a three-year Sustainability Plan, including enrollment planning.

California State University

- Adopts the Governor's proposal for General Fund support for California State University, which is \$142.2 million over the current year.

- Provides \$50 million in one-time General Fund for deferred maintenance projects at CSU if LAO revenues are realized.
- Prohibits new campus student success fees until January 1, 2016, and requires the Chancellor to review the campus fee adoption process and report back to the Legislature on potential improvements, including whether to require a student vote, require a five year sunset review process regarding student success fees, and ways to improve transparency regarding the fees.
- Adopts the Governor's proposal to require the CSU Board of Trustees to create and adopt a three-year Sustainability Plan, including enrollment planning.
- Adopts the Governor's proposal to fold General Obligation and lease revenue debt service costs into CSU's main appropriation; but allows budget subcommittee review of all CSU capital outlay projects.

Awards for Innovation in Higher Education

- Adopts the Governor's proposal to set aside \$50 million in one-time General Fund to support a new grant program that will reward campuses for increasing time-to-degree, increasing the number of bachelor's degrees produced, or easing the community college transfer process.

California Student Aid Commission

- Increases the Cal Grant B stipend from \$1,473 to \$1,648, a 12% increase.
- Postpones by one year an upcoming 11% cut to Cal Grant awards for students attending private nonprofit schools.
- Adopts trailer bill language to clarify and improve the statute creating the Middle Class Scholarship program.
- Reforms the Cal Grant renewal process to allow students who were excluded from the program in one year due to increases in family income to reapply for the program if they become eligible again.

CAP AND TRADE

- Allocates Cap and Trade revenue in 2014-15 and contains statutory language to continuously appropriate 60 percent of ongoing Cap and Trade funding, beginning in 2015-16.
- Appropriates, for 2014-15, Cap and Trade funds for the following purposes:

Program	\$ millions
High Speed Rail	\$ 250.0
Transit and Intercity Rail Capital Program	\$ 25.0
Low Carbon Transit Operations	\$ 25.0
Affordable Housing and Sustainable Communities	\$ 130.0
Low Carbon Transportation	\$ 200.0
Weatherization	\$ 75.0
Agricultural Energy and Operational Efficiency	\$ 15.0
ECAA for public buildings	\$ 20.0
Water Action Plan - Water-Energy Efficiency (SB 103- has been appropriated)	\$ 40.0
Water Action Plan - Wetlands and Watershed Restoration	\$ 25.0
Sustainable Forests	\$ 25.0
Sustainable Forests/Urban Forestry	\$ 17.0
Waste Diversion	\$ 25.0
Total	\$ 872.0

- Appropriates continuously, beginning in 2015-16, Cap and Trade funds for the following purposes:
 - 35 percent of Cap and Trade Revenue, continuously appropriated for the new Transit, Affordable Housing, and Sustainable Communities program to be allocated as follows:
 - 20 percent of all ongoing Cap and Trade funds are continuously appropriated for the Affordable Housing and Sustainable Communities program, a grant program administered by the Strategic Growth Council. Of this amount, half of the funds must be used for affordable housing.

- 10 percent of all ongoing Cap and Trade funds are continuously appropriated for the Transit and Intercity Rail Capital Program, a grant program for transport and rail related capital projects that is administered by the State Transportation Agency and awarded by the California Transportation Commission.
- 5 percent all ongoing Cap and Trade funds are continuously appropriated for the Low Carbon Transit Operations Program, which provides funding through the existing State Transit Assistance program to reduce greenhouse gas emissions by supporting new or expanded bus or rail services or expanded intermodal transit facilities.
- 25 percent of Cap and Trade Revenues continuously appropriated for High Speed Rail Authority. Providing a continuous and stable funding source to continue construction.
- 40 Percent of the funding would be annually appropriated in the budget or legislation for important investments in Low Carbon Transportation, Natural Resources programs, Energy programs, and other programs.
- Creates structures to allow Cap and Trade funds to flow to investment areas identified by the State Investment Plan, as created by AB 1532 (Chapter 807, Statutes of 2012). This plan was created to implement the intent of AB 32 (Chapter 488, Statutes of 2006), which established the Cap and Trade mechanism to reduce the emission of greenhouse gases that contribute to climate change. In addition, this bill ensures the goal of SB 535 (Chapter 830, 2012) that 25 percent of all Cap and Trade funds benefit disadvantaged communities is met through the expenditure of these funds. This bill also ensures the local planning efforts required by SB 375 (Chapter 728, Statutes of 2008) are reflected in the investment of funds for sustainable community efforts. Finally, this bill has accountability mechanism to ensure that state investments demonstrate and verify reductions of greenhouse gas emissions, to ensure a tight fee nexus required by Article XIII of the California Constitution.

RESOURCES

Department of Water Resources

- Approves a one-time appropriation of \$18 million (General Fund) to address California's current drought emergency. The funding will be used for the Drought Emergency Operations Center, responding to critical water shortage and drought impacts and for the Save Our Water campaign. Of the funds allocated, \$2 million shall be directed to assist local agencies with emergency water supply drought projects.
- Appropriates \$5 million (Proposition 84 and 50) in multi-year funding, for continued water conservation activities, water recycling, water desalination, and water demand evaluation activities in support of the California Water Plan.
- Approves \$4 million (various funds) to support 23 new positions for establishing a comprehensive Workplace Safety System to reduce accidents and injuries at all department locations throughout the state and ensure uniformity and compliance with federal, State, and local regulatory requirements.
- Approves \$13.8 million (General Fund) in multi-year funding to support the continued implementation of the Statewide Groundwater Elevation Monitoring (CASGEM) Program and create the Online Well Completion Report Submission System to replace the current method of accepting only paper copies of well completion reports.
- Approves \$2.5 million (General Fund) for the implementation of Action 6, Expand Water Storage Capacity and Improve Groundwater Management, in the January 2014 Governor's Five-Year California Water Action Plan.

State Water Resources Board

- Approves the transfer 291 positions and \$202 million for the administration of the Drinking Water Program from the Department of Public Health to the State Water Resources Control Board (SWRCB).
- Approves \$4.2 million dollars (General Fund) to support ongoing staff resources for drought related activities.
- Approves \$1.9 million and 10 positions (General Fund) to identify basins that are in danger of suffering permanent damage due to overdraft, which occurs when water withdrawals consistently exceed the water entering the basin. Approved placeholder trailer language that states Legislative intent and provides a definition of sustainable groundwater management.
- Approves \$6.2 million and 14 positions to develop groundwater monitoring criteria and plans needed to implement SB 4 (Pavley), Chapter 313, Statutes of 2013, related to the regulation of hydraulic fracturing.
- Approves \$500,000 (Waste Discharge Permit Fund penalty assessments) for use by the Greater Monterey County Regional Water Management Group to develop an integrated plan to address the drinking water and wastewater needs of the disadvantaged communities in the Salinas Valley.

Department of Toxic Substances Control

- Approves four proposals to: increase cost recovery from those responsible for hazardous contamination; reduce backlogs; strengthen enforcement; and improve the financial sustainability of its operations:
 - **Cost Recovery.** Approves \$1.6 million and 14 two-year limited term positions (Toxic Substances Control Account and Waste Control Account [HWCA]) to reduce a backlog of reimbursements owed to the department for hazardous waste clean-up activities.
 - **Hazardous Waste Permitting.** Approves \$1.19 million and eight two-year limited term positions to address the hazardous waste permit renewal backlog and to update cost estimates associated with closing hazardous waste facilities in the future.
 - **Hazardous Waste Tracking System.** Approves \$1.36 million (HWCA) in one-time funding to rebuild the Hazardous Waste Tracking System, an IT system used by the department to track the generation, transportation, and disposal of hazardous waste.
 - **Hazardous Waste Manifest Error Correction.** Approves \$381,000 and 3.5 two-year limited term positions to correct existing errors in the hazardous waste manifest data.
- Approves four, two-year limited-term positions and expenditure authority of \$700,000 (Toxic Substances Control Account and Birth Defects Program Monitoring Fund) to support the California Environmental Contaminant Biomonitoring Program.

Department of Resources Recycling and Recovery

- Rejects Governor's Bottle Bill reform proposal.
- Approves budget bill language and placeholder trailer bill language to diversify Local Conservation Corps funding to ensure that the Corps are protected from proportional reductions and uncertainty in their funding.
- Approves \$5.2 million in on-going expenditure authority from the Tire Recycling Fund to increase funding for Rubberized Asphalt Concrete grants in order to spend down an existing Tire Fund balance.

Department of Forestry and Fire Protection

- Approves \$30,775,192 (General Fund) and \$12,240,217 (State Responsibility Area Fire Prevention Fund), and 259 temporary help positions through fall 2014 to address heightened fire conditions brought on by drought conditions, as authorized and detailed in the Governor's January 17, 2014, Drought Declaration. The SRA Fund request will provide two dedicated staff to address critical fire prevention, emergency preparedness, and outreach activities, and for fire prevention grants, to address the increased fire risk brought on by drought conditions.
- Approves \$23 million (General Fund) to increase the E-Fund to provide resources in anticipation of an extended fire season due to extreme drought conditions. With this request, the Governor's budget provides a total of \$209 million for emergency wildfire suppression in 2014-15.

- Approves \$14.2 million and 62.5 positions (\$13.5 million General Fund, \$670,000 State Responsibility Area [SRA] Fund) to implement SRA protection adjustments in the Lake Tahoe Basin, San Bernardino County, and Riverside County. This adjustment is necessary due to changes in the long-term, cooperative agreement with the Federal Government for the provision of fire protection and fire prevention on these lands.
- Approves one-time funding of \$1.5 million from the Toxic Substances Control Account and an ongoing increase of \$298,000 (Fireworks Enforcement and Disposal Fund) for the Office of the State Fire Marshal Fireworks Disposal Program to resolve the ongoing problem of illegal and dangerous fireworks stockpiled throughout the State.

Office of Environmental Health Hazard Assessment

- Approves \$785,000 (Safe Drinking Water and Toxic Enforcement Fund) and four, limited term positions to revise Proposition 65, the Safe Drinking Water and Toxic Enforcement Act of 1986, regulations and to develop a website that provides information to the public on exposure to listed chemicals.

Secretary for Natural Resources Agency

- Approves \$5 million (Environmental License Plate Fund) over two years to carry out a fourth climate change assessment. The intent is to ensure that efforts to foster resilient communities and businesses are informed by the best available science.

Secretary for Environmental Protection

- Increases the cap on environmental justice grants to \$50,000 per project and authorize the Secretary to award \$1.5 million per year for this purpose.

Department of Conservation

- Approves 60 positions and \$13 million for the Division of Oil, Gas, and Geothermal Resources (DOGGR) to implement SB 4 (Pavley), Chapter 313, Statutes of 2013, related to the regulation of hydraulic fracturing.
- Approves a one-time appropriation of \$5.7 million (Oil, Gas, and Geothermal Administrative Fund) to address increased costs to conduct and complete the Independent Scientific Study on Well Stimulation Treatments on or before January 1, 2015, and the Environmental Impact Report (EIR) no later than July 1, 2015, as specified by SB 4 (Pavley).
- Approves \$1.4 million (Strong-Motion Instrumentation and Seismic Hazards Mapping Fund) to reinvigorate the Alquist-Priolo Earthquake Fault Zoning Act. This is a proposal to evaluate the faults in California believed to be active that have not been included in previous evaluations.

Department of Fish and Wildlife

- Approves \$38.8 million (\$30.2 million General Fund, \$2.2 Timber Regulation and Forest Restoration Fund, \$3.7 million Prop 84) and 13 one-time limited-term positions. The suite of actions funded by this proposal will focus on threatened and endangered species, as required by the Governor's proclamations and the California Water Action Plan.
- Approves \$6.2 million and 38 permanent positions to support the proposed expansion of the Office of Spill Prevention and Response's (OSPR) activities, to include inland prevention activities, as well as allow the office to respond to all inland spills. According to the Administration, the proposed expansion is necessary because the amount of oil transported over land (by rail or pipeline) is expected to significantly increase in coming years. Approved \$2.5 million to support the Oiled Wildlife Care Network (OWCN) and change the program's fund source from the Oil Spill Response Trust Fund (OSRTF) to the OSPAF. Deny proposed statutory changes to maintain the OSPAF fee at 6.5 cents per barrel on an ongoing basis and instead authorized the Department to charge the fees to generate total revenue up to the amount authorized for oil spill prevention and response in the annual state budget.
- Approves \$1.5 million (\$500,000 General Fund, \$500,000 Timber Regulation and Forest Restoration Fund [THRRF], and \$500,000 Waste Discharge Permit Fund and seven positions for DFW and \$1.8 million (WDPF) and 11 positions for SWRCB to implement a task force to address issues with marijuana cultivation. Also approve trailer bill language to minimize the marijuana task force's impact on the THRRF.

Department of Parks and Recreation

- Approves a one-time increase of \$14 million (State Parks and Recreation Fund [SPRF]) to continue the existing levels of service throughout the state parks system.
- Approve \$318,092 (federal funds) for the first phase of deferred maintenance at the South Yuba River State Park, Historic Bridgeport Covered Bridge and an additional \$1 million (Prop 84) to fund estimated construction costs and to begin immediate repairs to this facility.
- Rejects \$5 million (capital outlay) in one-time costs to purchase 584 acres of land in San Luis Obispo County (Oceano Dunes Le Grande acquisition).
- Approves \$521,000 in 2014-15 and \$450,000 in subsequent fiscal years from the State Parks and Recreation Fund (SPRF) and Lake Tahoe Conservancy Account for the operation and maintenance of Kings Beach State Recreation Area.
- Approves local assistance funding (Prop 84) to the East Bay Regional Park District for their continued design development expenses and future construction expenses related to capital improvements to Brickyard Cove at McLaughlin Eastshore State Park.
- Approves \$2.5 million (Special Funds) for renovations and repairs to the historic Governor's Mansion in Sacramento.

Air Resources Board

- Approves \$2.63 million and 10 positions (Greenhouse Gas Reduction Fund [GGRF]) for activities related to implementation of the new GGRF, including: fiscal management; technical analysis to quantify and evaluate the benefits of investments; and legal review to ensure a legally defensible implementation of investments in sustainable communities projects.
- Approves 16 positions and \$4.1 million (GGRF) for implementing the GGRF and establishing a project tracking solution.
- Approves a one-time transfer of \$30 million from smog abatement fee revenues deposited in the Vehicle Inspection and Repair Fund to the Air Quality Improvement Fund (AQIF) and an increase in appropriation authority of \$30 million AQIF to meet consumer demand for light-duty zero emission and plug-in vehicle rebates offered through ARB's Clean Vehicle Rebate Project.
- Approves six positions and \$1.3 million to conduct air emissions monitoring, perform air quality modeling and risk assessments, and to develop regulations to control and mitigate GHG emissions, "criteria pollutants," and toxic air contaminants resulting from well stimulation related to the implementation of SB 4 (Pavley), related to the regulation of hydraulic fracturing.
- Approves two positions and \$362,000 (Cost of Implementation Account) to accommodate increased workload associated with advising other jurisdictions on air quality and climate change activities.

Energy Commission

- Approves 12 positions and \$1.3 million in technical support (Energy Resources Programs Account) for a total request of \$3 million to implement and operate Proposition 39, the California Clean Energy Jobs Act (passed in 2012), and its enabling legislation, SB 73 (Committee of Budget and Fiscal Review), Chapter 29, Statutes of 2013.
- Approves 26 positions to administer \$172.5 million (ratepayer funds) in program funds for implementation of the Electric Program Investment Charge (EPIC) program. The total request of \$17 million is comprised of \$3.8 million for state operations and \$13.2 million for local assistance. EPIC funds are off-budget, rate-payer dollars.
- Approves two positions and \$300,000 per year for independent audit support Energy Resources Programs Account (ERPA) funds, for a total request of \$584,000 to implement and operate Proposition 39.

State Coastal Conservancy

- Establishes the Climate Resilience Account and allocate \$2.5 million (Environmental License Plate Fund) for activities to address the risks and impacts of climate change and sea level rise.

Coastal Commission

- Approves a two-year pilot program of \$3 million (General Fund carryover, Coastal Act Services Fund and ELPF) per year of state operations in the California Coastal Commission budget to work in partnership with local governments to accelerate the completion and updates of Local Coastal Programs. In addition, approve \$3 million (ELPF) for state operations (2016-17 and 2017-18).
- Approves trailer bill language to authorize the Coastal Commission, by majority vote and at a duly noticed public hearing, to impose an administrative civil penalty on a person who intentionally and knowingly violates the public access provisions of the California Coastal Act.

Department of Food and Agriculture

- Approves \$3.1 million (General Fund) to enhance the existing Border Protection Station Program.
- Approves one-time funding of \$1 million (General Fund) to help offset unfunded salary and benefit increases for positions at the California Animal Health and Food Safety Laboratory System. Approve an additional \$600,000 (General Fund) for four positions to support the Animal Health Branch for emergency response capacity to address avian influenza and to develop strategies to prevent other outbreaks.

Public Utilities Commission

- Approves seven rail safety inspectors and \$1,081,000 from (PUC Transportation Reimbursement Account) to address new rail safety risks and mandates.
- Approves \$363,000 and three positions (PURA) to implement SB 790 (Leno), Chapter 599, Statutes of 2011, which requires the CPUC to develop a number of new provisions to facilitate the formation and operation of Community Choice Aggregation programs.
- Approves 11, 2-year, limited term positions and \$1.5 million (PURA) to implement AB 327. AB 327 (Perea), Chapter 611, Statutes of 2013, proposed changes to CPUC rate design, grid distribution, net energy metering, and renewable portfolio standard programs.
- Extend the sunset date for the Self-Generation Incentive Program (SGIP) by five years and makes various technical changes and program reforms to specify eligibility for incentives under the program limited to distributed energy resource technologies.
- Approves five, one-year limited-term positions and \$455,000 (Deaf and Disabled Telecommunications Fund [DDTP]) to expand the DDTP Program to include speech-generating devices.
- Approves \$38.9 million (up to \$25 million in grants and loans), and 1.5 positions to implement AB 1299 (Bradford), Chapter 507, Statutes of 2013, and SB 740 (Padilla), Chapter 522, Statutes of 2013, related to the California Advanced Services Fund (CASF). AB 1299 (Bradford) requires the CPUC to establish the Broadband Public Housing Account in the California Advanced Services Fund and SB 740 (Padilla) supplements the existing \$200 million authorized for CASF broadband infrastructure grants.

Department of Pesticide Regulations

- Approves \$600,000 per year for three years (Department of Pesticide Regulation Fund) to expand the Pest Management Grant program to fund research projects that develop effective alternatives to fumigants.

Delta Stewardship Council

- Approves \$5.8 million (\$3.2 million General Fund, \$2 million bond funds, \$.6 million from other state departments) and 18 positions to implement the Delta Plan.

TRANSPORTATION

- Provided \$479 million for Transportation infrastructure projects, expanding upon the Governor's \$337 million proposal to provide more funding for local streets and roads. The chart below details this change:

Additional Transportation Infrastructure Investment (\$ millions)		
Project	Governor's Budget Plan	Assembly Plan
City and County Projects	100	242
SHOPP Capital Payment	110	110
SHOPP Traffic Management	100	100
Highway Maintenance	27	27
Total	\$337	\$479

- Approved a May Revision proposal to reduce Capital Outlay Support staff by 195 position and \$21.8 million to reflect the expected workload for the program in the budget year.
- Adopted a Spring Fiscal Letter for \$243 million of additional appropriation authority of Proposition 1B to reflect updated administrative and project savings which would then be redirected into additional transportation projects. With these additional redirections, the 2014-15 budget would include \$1.2 billion appropriation for Proposition 1B
- Provided \$10.5 million to reflect the State's share of operating costs for the Amtrak system.
- Included a \$40,000 reduction in 2014-15 budget (\$119,000 ongoing) for Caltrans rents to reflect the rent avoidance from exercising a lease-purchase option on modular buildings.
- Extended 4 positions that administer the Intercity Rail federal grant, for an annual cost of \$421,000. This federal grant funding is used for improvements such as double tracks, layover facilities, crossovers, station improvements, and procurement of rail cars for the existing passenger rail systems.
- Provided an increase of \$778,000 and 10 positions to operate the 20 mile Interstate 15 Express Lane. The express lane consists of 16 miles of moveable concrete median barriers to accommodate peak directional traffic demand. The requested staff will perform maintenance on this highway corridor, including repair and replacement needed on the moveable barrier and responding to roadway emergencies.
- Provided a \$4 million one-time transfer of funding from the Local Airport Loan Account to Aeronautics program \$1 million for 55 Airport Improvement Grants and \$3 million for 18 Acquisition and Development grants for general aviation airports. The budget also includes trailer bill language to allow the administration to make future transfers from the Local Airport Loan Account to the Aeronautics program, subject to approval by the

California Transportation Commission. In addition to this proposal, the Department of Finance evaluated the Aeronautics program with a Zero Based Budgeting methodology. The result of that review validated the existing 26 positions that staff this program.

- Approved \$1.6 million and 18 positions to comply with federal and state fire protection regulations for the operation of the Devils Slide Tunnels. To comply with these regulations, Caltrans must provide 24/7 monitoring of these tunnels and coordinate real time emergency response efforts.
- Included \$507,416 and three positions to implement the 2010 ADA Infrastructure Plan. This plan is the result of a Caltrans settlement with various opposing parties that agreed to allocate \$1.1 billion for ADA specific projects over a thirty-year period. In addition, \$1 million is requested to continue consulting contracts to respond to grievances and conduct ADA investigations.
- Provided \$301,000 and three positions to continue to monitor projects that are subject to Federal Transit Administration regulation. Currently the State has 175 projects that were part of federal programs, the Job Access Reverse Commute (JARC) and New Freedom Project. While funding for these programs was consolidated when federal transportation funds were reauthorized, MAP 21 (Moving Ahead for Progress in the 21st Century), the federal requirements for these program continue to remain.
- Includes language to allow Fresno County to delay until 2020 paying a Maintenance of Effort requirement for the expenditure of Proposition 42 funds.

Department of Motor Vehicles

- Provided \$67.4 million and 822 limited-term positions to implement AB 60 (Alejo) and includes trailer bill language to address implementation issues, such as the affidavit issues.
- Expands, by 15,000, the number of "Green Stickers" issued to electric vehicles which allows these vehicles to use High Occupancy Vehicle lanes.

High Speed Rail

- Includes \$250 million of Cap and Trade funds for High Speed Rail Construction and a continuous appropriation of 25 percent of the ongoing Cap and Trade revenue for construction, beginning in 2015-16. In addition, when the \$400 million General Fund Loan from the Cap and Trade fund is repaid, these funds are dedicated to High Speed Rail.
- Included provisional language to allow Department of Finance to augment the budget of the High Speed Rail by up to 5.2 million in total funds and establish up to 35 positions to monitor contract awards related to Construction Packages 2, 3, and/or 4. The Department of Finance must notify the Joint Legislative Budget Committee and provide a staffing detail in order to access these funds
- Approved a 29.3 million loan of Public Transportation Account Funding to High Speed Rail for State Operations. The intent of this funding is to cover the Authority's operations while Proposition 1A Bond Funds are frozen by the courts. According to the Administration, this loan will not impact the state or local transit agencies and the Public Transportation Account will have a projected remaining balance of \$305.2 million after the loan to the Authority.
- Provided \$32 million of American Recovery and Reinvestment Act funds for Southern California passenger rail investments that would provide connectivity to high-speed rail service. The proposed funding would generate a local match of an additional \$48 million. This proposal is consistent with the Bookend investment contained in the April 2012 Revised High Speed Rail Business Plan.
- Approved \$3.1 million of State Highway Account funds and eight limited-term positions to continue these legal services.

INFRASTRUCTURE

Assembly Infrastructure Plan

- Augments the Governor's Infrastructure proposal to provide over \$1.2 billion in shovel-ready projects in almost every area of state government. Of this amount, \$200 million of these provisions are subject to a revenue trigger provision. The table below illustrates all of the potential projects if this trigger is pulled:

2014-15 Budget Infrastructure Plan	
Infrastructure Items	Expenditure \$ (millions)
Transportation Infrastructure	\$ 497
California Community Colleges	148
K-12 Schools Emergency Repair Program	188
Multi-Family Housing Program	50
Multi-Family Supportive Housing Program	50
California State University Deferred Maintenance	50
University of California Deferred Maintenance	50
Energy Conservation Assistance Act (ECAA) Loans (K-12 and Other Instructions)	48
Department of Parks and Recreation	40
K-12 High Speed Internet Access	27
Department of Corrections and Rehabilitation	20
Judicial Branch	15
Department of Developmental Services	10
Department of State Hospitals	10
Department of General Services	7
State Special Schools	5
Department of Forestry and Fire Protection	3
California Military Department	3
Department of Food and Agriculture	2
Department of Veteran Affairs	1
Total	\$ 1,224

- Allows the funding provided for deferred maintenance at UC and CSU to be available for other one-time uses.
- Includes a "trigger" provision that would make \$200 million of the above funding contingent upon the State achieving the property tax revenues at the level projected by the Legislative Analyst's Office. If that revenue does achieve that amount \$100 million of deferred maintenance at the State and \$100 million of one-time funds available for the UC and CSU for deferred maintenance and other uses would not be available.

STATE ADMINISTRATION

California Arts Council

- Provides \$5 million in one-time funding for the Arts Council.

Housing and Community Development Department

- Approves \$100 million in funding for the Multifamily Housing Program (MHP) and the Multifamily Housing Program Supportive Housing (MHP-SH). The goals of the programs are for new construction, rehabilitation, or acquisition and rehabilitation of permanent rental housing, and the conversion of non-residential structures to rental housing. The difference between the programs is that MHP-SH focuses on the production of permanent supportive housing for persons that are homeless and of extremely low incomes.
- Approves a total of \$87.5 million for the Housing Related Parks program (HRRP), which provides financial incentives to cities and counties for the approval and preservation of units affordable to low and very low-income households. Funds awarded under HRRP are within local communities to create or rehabilitate park-related projects.
- Provides additional resources in advance of the passage of Proposition 41, slated for the June 2014 ballot.

California State Teachers' Retirement System

- Adopts the following with regard to the CalSTRS:
 - Begins with smaller employer contribution increases in the first three years with contribution in years four and following being actuarially comparable to contributions required in the Governor's plan. Specifically, employer contributions should be altered in the first three years as follows:

CalSTRS Unfunded Liability Plan, Employer Contribution Comparison		
Fiscal Year	Governor's May Revise	Compromise
2014	\$347 million (1.25%)	\$175 million (0.63%)
2015	\$821 million (2.85%)	\$714 million (2.48%)
2016	\$1.33 billion (4.45%)	\$1.29 billion (4.33%)

- Includes trailer bill language requiring CalSTRS to report to the Legislature at periodic intervals regarding whether or not the funding plan needs amendments in order to meet its objectives.
- Based on CalSTRS statements that their systems are currently unable to increase contributions differently for 2% at age 60 members and 2% at age 62 members, recommend that the increase for both groups be 0.15% in 2014-15 with the intention that CalSTRS shall increase contributions for the 2% at age 62 members proportionally to the Governor's plan in the following years when they have the ability to assess the two groups differently.

- Provides that the entire act is invalid if any provision is invalidated.
- Includes a technical reduction of \$14.1 million (GF) to approve the Administration's modified request.
- Concurs with all other aspects of the Governor's plan the Assembly Committee on Public Employment and Retirement, and recommends approval.

Commission on the Status of Women and Girls

- Provides \$200,000 for the Commission on the Status of Women and Girls, to cover a shortfall in funding for FY 2014-15.

State Controller's Office

- Provides five positions and \$6.529 million for FY 2014-15 to support ongoing legal costs associated with the 21st Century Project.
- Adopts \$2.4 million for an independent assessment of the 21st Century project with the goal of assessing the status of the design systems; determining what is salvageable and what can be leveraged moving forward; and determining what the estimated cost would be to complete the project.
- Approves various proposals related to the Unclaimed Property Program, including providing 23 positions on a limited-term basis and \$2.475 million for the SCO's holder compliance program.

Board of Equalization

- Adopts Supplemental Reporting Language to require the BOE along with other stakeholders to examine the administrative costs related to the administration of Proposition 10, specifically First Five program.

Governor's Office of Business and Economic Development

- Adopts \$2 million on a one-time basis as a match to draw down additional federal funds that will be made to the Small Business Development Center Network.
- Approves resources to meet the requirements of AB 93 (Chapter 69, Statutes of 2013) and SB 90 (Chapter 70, Statutes of 2013) including 10 two-year limited term positions and \$965,000 (General Fund, which created the CA Competes program).

California Department of Insurance

- Includes 5 positions and \$749,000 from the Insurance Fund for compliance with federal mental health parity laws.
- Approves \$1.01 million (Insurance Fund) in FY 2014-15 and \$0.7 million in FY 2015-16 to fund seven compliance officers and two limited-term attorney positions for one year to

address increased workload associated with the Patient Protection and Affordable Care Act.

- Adopts an increase of \$1.3 million (Special Funds) and 4.5 positions to complete the first-year procurement phase of a five-year information technology project to replace the California Department of Insurance's legacy systems and database.

California Alternative Energy and Advanced Transportation Financing Authority

- Provides reimbursement and expenditure authority in the amount of \$4.4 million and seven limited-term positions to enable CAEATFA to serve as the administrator of investor-owned utility (IOU) ratepayer funded energy efficiency financing pilot programs authorized by the CPUC.
- Re-appropriates \$10 million in FY 2014-15 from the Energy Resources Program Account to provide credit enhancements for the financing of home energy efficiency project and energy upgrades.

Alcoholic Beverage Control

- Approves \$1 million (Special fund) for 10 additional enforcement officers for the alcoholic beverage control.
- Adopts \$99,000 (Special Fund) and one position on a two-year limited-term basis to implement AB 636, which permits a winegrower to provide autographs to consumers or consumer advertising specialties given by the person to a consumer or on any item provided by a consumer.
- Provides \$99,000 (Special Fund) and one position on a limited-term position to implement AB 1116, which expands an existing provision of law that permits certain alcoholic beverage producers to hold provide, free-of-charge, invitational-only promotional events, with entertainment, food and beverages, for a limited number of consumer over 21 years of age.

Franchise Tax Board

- Approves \$75.1 million, 23 permanent, 42 limited-term, and 6 temporary help position in FY 2014-15 to continue the implementation of the Enterprise Data to Revenue project.
- Adopts \$3.6 million and 26 three-year limited-term positions in FY 2014-15 for the tax protest workload to work all administrative resolution processes including docketed and undocketed protest, settlement and appeal cases.

Commission on State Mandates

- Provides \$100 million for the payment of pre-2004 mandate claims with 73.1 percent paid to counties, 24.6 percent paid to cities, and 2.2 percent to special districts. Also includes a trigger that additional payment of revenues if revenues are sufficient.

- Rejects the suspension and funds the Local Agency Ethics and Tuberculosis mandates that were newly proposed for suspension by the Administration in January. Under current law, the Legislature must fund the mandate if it does not suspend it.
- Approves and suspends mandates consistent with the 2013 Budget Act.

Local Government Financing

- Adopts trailer bill language for a State-County Assessors' Partnership Program, which is a three-year pilot program to be funded at \$7.5 million per year, and to be administered by the Department of Finance. The program expects to generate additional property taxes for schools and other local governments.
- Approves \$8.5 million along with an augmentation of \$4.2 million to ensure sufficient funds are available to backfill insufficient educational revenue augmentation fund for San Mateo, Amador and Alpine counties.
- Adopts trailer bill language to create a process for distributing supplemental roll revenue when all of a county's K-12 schools are basic aid.

Department of Consumer Affairs

- Approves increased funding and positions for enforcement and licensing division enhancements to address workload increases and caseload backlogs in an effort to increase efficiencies within the Department of Consumer Affairs. Additionally, approved other proposals that address the implementation of legislation.
- Provides \$11.84 million in additional funding for continued support of the Department of Consumer Affairs' automated licensing and enforcement system, BreEZe. Additionally provides a current year adjustment to all funds to reflect the change in costs for FY 2013-14.
- Adopts supplemental reporting language to require the Department of Consumer Affairs to report on those entities that do not accept military education, training, or experience.
- Includes authority for five positions and \$749,000 from the Insurance Fund to ensure compliance with federal mental health parity laws.

Department of Fair Employment Housing

- Adopts Supplemental Reporting Language to require the Department of Fair Employment Housing (DFEH) to report on information that has not been reported since 2011. Under current law, DFEH is required to report on annual basis but have not reported since 2011.

Department of General Services

- Approves \$2.5 million for the development of a long-range planning study for the Sacramento Region to determine and address the infrastructure deficiencies and space needs within the region. The study by the Department of General Services will be used to develop detailed cost and scope information for future budget proposals.

Secretary of State

- Adopts \$4.6 million in special funds to continue the implementation of the California Business Connect project, which will automate the processing of business license applications and renewals. Includes additional reporting on the project.
- Approves \$14.8 million federal funds to continue the development of the VoteCal system, which will make the State compliant with federal Help America to Vote Act mandates.
- Appropriates \$5.1 million of federal funds to implement the 2014 components of the California's Help America Vote Act plan.
- Transfers the State Records Management program from DGS to Secretary of State.
- Provides \$68,000 to implement AB 849 (Garcia) Chapter 676, 2013, which created the "Safe at Home" to allowed additional categories of Californians to apply for the confidential address program.
- Adjusts facility operations rental costs for the Secretary of State office building to account for deferred maintenance.

Department of Industrial Relations

- Approves the proposed expansion to the Process Safety Management staff to a total of 26 positions.
- Increases Public Works Contracting fee language which provides support to the 83 positions to enforce these labor provisions.
- Approves a \$3.3 million shift of Occupational Safety and Health funds to support staffing at the Division of Occupational Safety and Health (DOSH). These additional funds will allow DOSH to fill 26 out of 31.5 existing vacant positions. The remaining five unfunded vacant positions will be abolished.
- Approves a Governor's Budget proposal to shift special funding sources for the Unpaid Wage Fund to address fund solvency issues.
- Approves \$1.1 million from the Labor Enforcement and Compliance Fund and 5.5 positions to fulfill the provisions of various legislative bills: AB 10 (Alejo) Chapter 351, 2013; SB 241 (Ammiano) Chapter 374, 2013; AB 263 (Hernández) Chapter 732, 2013; SB 390 (Wright) Chapter 718, 2013; SB 400 (Jackson) Chapter 759, 2013; SB 530 (Wright) Chapter 721, 2013; and SB 666 (Steinberg) Chapter 577, 2013.

Department of Veterans Affairs

- Provides \$3 million additional one-time General Fund to support County Services Veteran's Organization funding at counties. It is expected that this investment will generate \$47 million in federal benefits a year.
- Provides \$770,000 Lease Revenue Bond funds to accelerate the West Los Angeles Veteran's home kitchen by six months, which will allow the home to expand the Skilled Nursing bed capacity.
- Approves \$52,000 and one position to oversee the County Veterans Service Office Database.
- Adopts \$8.2 million in capital funding for the California Central Coast Veteran's Cemetery.
- Approves the conversion contracted functions to staff positions, totaling \$2.2 million General Fund for 45 positions.

Citizen's Redistricting Commission

- Approves the proposed cost increase to maintain the Citizen's Redistricting Commission's records storage.

Employment Development Department

- Adopts \$67.6 million augmentation, as proposed in the May Revision, to provide additional resources for Unemployment Insurance issuance. This proposal include tough performance outcome goals that must be reported to the Legislature.
- Provides \$1 million of State Disability Account funds to begin an multi-year outreach campaign to increase the utilization of Paid Family Leave program.

Agriculture Labor Relations Board

- Adopts \$5 million for additional funding, as proposed in an April Fiscal letter, for legal staff to meet the Board's workload demands.

Department of Technology

- Adopts a May Revision proposal to begin to establish a Project Management Office at the Department of Technology.
- Eliminates a statutory sunset on the authorization for the Department.

PUBLIC SAFETY

Judicial Branch

- Augmented the Judicial Branch's General Fund budget by \$223 million above the current year (2013-14) including:
 - An increase of \$86.3 million for Operation of Trial Courts.
 - An increase of \$5 million to support state level courts and Judicial Council operations.
 - An increase of \$42.8 million for health benefit and retirement costs for trial court employees.
 - An increase of \$30.9 million to backfill a projected revenue shortfall.
 - An increase of \$2.3 million to support increased rent costs for the Supreme Court, Courts of Appeal, and the Administrative Office of the Courts.
 - An increase of \$1 million to support court security cost increases associated with new courthouses.
 - A one-time increase of \$40 million to support court facility costs.
 - A one-time increase of \$15 million to support an expansion of the state's collaborative court system.

California Department of Corrections and Rehabilitation

- Allocated \$12.5 million and 104.9 positions to address the security, staffing and operational issues identified by the court appointed Receiver as the basis for suspending intake at the California Correctional Healthcare Care Facility in Stockton.
- Provided CDCR with the resources necessary to expand medical parole, implement an elderly parole program, and establish a parole process for (non-violent and non-sex-offender) second strikers who have served 50-percent of their sentence.
- Approved \$5.2 million to fund a program intended to inhibit the smuggling of drugs, cell phones, and other contraband into California's prisons.

Recidivism Reduction

- Adopted a \$106 million plan intended to reduce recidivism based closely on the Assembly Select Committee on Justice Reinvestment's recommendations. The Select Committee convened seven informational hearings in Sacramento, San Francisco and Los Angeles with the purpose of gaining a better understanding of the challenges

negatively impacting California's criminal justice system at the local and state levels. The plan consists of the following:

- \$25 million for in-community reentry facilities focused on mental health populations
- \$865,000 Planning grant for the California Leadership Academy for youthful felons.
- \$11.8 million to expand substance abuse treatment to additional CDCR facilities.
- \$3.8 million to provide cognitive behavioral treatment to CDCR inmates housed in contracted prison facilities.
- \$.5 million in support of an independent evaluation of CDCR's Integrated Services for Mentally Ill Parolee (ISMIP) program.
- \$18 million to re-establish the Mentally Ill Offender Crime Reduction Grant (MIOCR) program.
- \$2.5 million to re-establish Parole Outpatient Clinics (POC) as case management offices.
- \$2.2 million to ensure CDCR inmates are issued a valid state Identification card upon release from prison.
- \$2.5 million for grants to community based organizations currently providing innovative programming in prisons.
- \$15 million for Collaborative Justice Courts.
- \$8 million for grants to community based organizations currently providing innovative programming in California's communities.
- \$5 million to the Governor's Office of Planning and Research (OPR) in support of Social Innovation Bond Programs.
- \$9 million to align the states rules for drug felons with the state's current rules for all other types of felons in regards to CalWORKs and CalFresh.
- \$2 million for grants to cities with the highest rates of serious crimes.
- \$1 million in support of Workforce Investments Boards.

California Military Department

- Approved \$1.5 million to expand the National Guard's Challenge Program to San Joaquin County. The Challenge program intervenes and reclaims the lives of 16-18 year old high school dropouts. The Challenge program is funded by a 75% investment by the federal government and a matching 25% investment from the state.
- Approved \$884,000 and 6.0 positions in support of the California National Guard's Computer Network Defense Team to bolster California's fight against Cyber Crime.

California Highway Patrol

- Approved \$16 million to support the replacement of CHP's four aircrafts with the highest number of flight hours. CHP's aircrafts play numerous roles in California's health and safety system including search and rescue, emergency medical services, traffic enforcement, and assisting other law enforcement agencies.
- Approved \$700,000 for outreach and education on the dangers of distracted driving (targeted primarily at teen drivers).

Local Public Safety

- Approved \$500 million for county criminal justice facility construction with the requirement that 1) new construction prioritize program and treatment space and 2) the Administration submit a long-term plan on county criminal justice facility construction.
- Increased the City Law Enforcement Grants Program by \$12.5 million, increased funds can be used for training. This change increased existing grants for city police activities to \$40 million.
- Approved a \$3.2 million increase to continue the state's practice of reimbursing local law enforcement agencies for the cost of backfilling officers attending training courses at a rate of fifty-percent.
- Authorized \$9.2 million for the next round of California Gang Reduction and Intervention Program (CalGRIP) grants. CalGRIP provides state funds to cities using a local collaborative approach for gang prevention, intervention, and suppression.

2014 BUDGET HEARINGS

Conference Committee

June 2, 2014
June 3, 2014
June 4, 2014
June 5, 2014
June 11, 2014
June 12, 2014

Full Budget Committee

January 16, 2014
April 28, 2014(Special Session)
May 14, 2014 (Special Session)
May 28, 2014

Subcommittee No. 1 Health and Human Services

February 24, 2014
February 26, 2014
March 3, 2014
March 5, 2014
March 10, 2014
March 11, 2014
March 12, 2014
March 19, 2014
March 24, 2014
March 26, 2014
April 2, 2014
April 7, 2014
April 9, 2014
April 21, 2014
April 30, 2014
May 5, 2014
May 16, 2014
May 19, 2014
May 20, 2014

May 21, 2014
May 22, 2014
May 23, 2014

Subcommittee No. 2 Education and Finance

February 19, 2014
February 25, 2014
March 4, 2014
March 5, 2014
March 11, 2014
March 18, 2014
March 26, 2014
April 2, 2014
April 8, 2014
April 22, 2014
April 23, 2014 (9am)
April 23, 2014 (4pm)
May 15, 2014
May 20, 2014
May 21, 2014
May 22, 2014

Subcommittee No. 3 Resources and Transportation

February 26, 2014
March 19, 2014
March 26, 2014
April 2, 2014
April 9, 2014
April 23, 2014
April 30, 2014
May 7, 2014
May 20, 2014
May 22, 2014

Subcommittee No. 4 State Administration

February 25, 2014

March 4, 2014

March 11, 2014

March 18, 2014

March 20, 2014

March 25, 2014

April 1, 2014

April 8, 2014

April 29, 2014

May 20, 2014

May 21, 2014

Subcommittee No. 5 on Public Safety

March 5, 2014

March 19, 2014

March 26, 2014

April 2, 2014

May 19, 2014

May 22, 2014

May 23, 2014

Subcommittee No. 6 on Budget Process, Oversight and Program Evaluation

February 25, 2014

April 28, 2014

The 2014-15 Budget Package

BILL #	SUBJECT
SB 852	BUDGET BILL
SB 853/AB 1458	TRANSPORTATION
SB 854 /AB1459	GENERAL GOVERNMENT
SB 855 /AB 1460	HUMAN SERVICES
SB 856 /AB 1461	DEVELOPMENTAL SERVICES
SB 857/AB 1462	HEALTH
SB 858 /AB 1463	EDUCATION
SB 859/AB 1464	LOCAL CONTROL FUNDING FORMULA
SB 860/AB 1465	HIGHER EDUCATION
SB 861/AB 1466	RESOURCES
SB 862/AB 1467	CAP AND TRADE INVESTMENT PLAN
SB 863/AB 1468	PUBLIC SAFETY
SB 864/AB 1469	STRS
SB 865 /AB 1470	SUPPLEMENTAL APPROPRIATION
SB 866/AB 1471	FIREWORKS 2/3
SB 867/AB 1472	SEISMIC 2/3
SB 868	GROUNDWATER
SB 869/AB 1473	EDUCATION FACILITIES 2/3
SB 870/AB 1474	HEALTH 2
SB 871 /AB 1475	SOLAR TAX