

May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to and Addition of Various Budget Bill Items and Reimbursements, and Statutory Changes, Support and Local Assistance, State Department of Education

Federal Funds Adjustment

Item 6100-001-0890, Support, Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Emergency Assistance to Non-Public Schools (EANS I) Program (Issue 117)—It is requested that Schedule (1) of this item be increased by \$500,000 one-time federal CRRSA carryover funds to support the administration of the Emergency Assistance to Non-Public Schools Program, which aims to provide services or assistance to eligible non-public schools to address the impacts of the COVID-19 pandemic.

It is further requested that provisional language be added as follows to conform to this action.

42. Of the amount appropriated in Schedule (1), \$500,000 is available on a one-time basis for state administrative expenses related to the Emergency Assistance to Non-Public Schools funds as provided under Section 312(d) of the Coronavirus Response and Relief Supplemental Appropriations Act, 2021, (Division M, P.L. 116-260).

Item 6100-001-0890, Support, Office of Administrative Hearings (Issue 528)—It is requested that Schedule (1) of this item be increased by \$3,821,000 one-time federal Individuals with Disabilities Education Act (IDEA) funds to support increased costs associated with special education dispute resolution services. The Department contracts with the Office of Administrative Hearings to provide special education services, which includes hearings, mediations, and related due process activities required by both state and federal law. The number of claims filed and the cost per case have increased over the past few years.

It is further requested that provisional language be amended as follows to conform to this action:

"4. Of the funds appropriated in this item, ~~\$13,514,000~~ \$17,335,000, of which ~~\$3,821,000~~ is available on a one-time basis, of federal Individuals with Disabilities Education Act funds are for dispute resolution services, including mediation and fair hearing services, provided through contract for the special education programs. The State Department of Education shall ensure the quarterly reports that the contractor submits on the results of its dispute resolution services reflect year-to-date data and final yearend data, includes the same information as required by Section 56504.4 of the Education Code, and includes the following information:

- (a) The total number of cases won by each side.
- (b) The number of issues decided in favor of each side in split decisions.
- (c) The number of cases in which schools and parents were represented by attorneys.
- (d) The number of requests for due process initiated by parents that were dismissed for insufficiency.
- (e) The number of pupils of color who accessed the system.
- (f) The number of non-English-speaking people who used the system.
- (g) The length of each hearing.
- (h) The number of hearing requests initiated by parents.
- (i) The number of hearing requests initiated by school districts.
- (j) The school district of each parent-initiated request for due process.
- (k) The issues, within special education, that generated due process hearing requests during the quarter.
- (l) The disabilities that generated due process hearing requests during the quarter.
- (m) The age groups (preschool, primary, junior high, high school) that generated hearing requests.
- (n) The number of requests received during the quarter.
- (o) The number of hearing decisions that were appealed to a court during the quarter.
- (p) The number of cases that were completely resolved in mediation by agreement.
- (q) The number of cases that were completely resolved in a mandatory resolution session."

Item 6100-001-0890, Support, Special Education (Issues 530 and 537)—It is requested that Schedule (1) of this item be increased by \$6.5 million one-time federal IDEA funds to reflect a \$6 million increase to expand teacher recruitment efforts through the Golden State Teacher Program, and a \$500,000 increase for the compilation and development of alternative coursework options and performance tasks to meet California's state graduation requirements.

It is further requested that provisional language be added as follows to conform to this action:

43. Of the funds appropriated in Schedule (1), \$6,000,000 shall be available on a one-time basis to be allocated by the Superintendent of Public Instruction to the California Student Aid Commission to support grants to special education teachers through the Golden State Teacher Grant Program.

44. (a) Of the funds appropriated in Schedule (1), \$500,000 federal Individuals with Disabilities Education Act (20 U.S.C. Sec. 1400 et seq.) funds shall be available on a one-time basis for the federal comprehensive technical assistance provider for the state educational agency to expand the work authorized in Provision 31 of Item 6100-001-0890 of Section 2 of Chapter 43, Statutes of 2022 to include alternative coursework and performance tasks for educators to use with students with disabilities who are eligible for the California Alternate Assessments and may benefit from demonstrating completion of the state graduation requirements through alternate means.

(b) On or before June 30, 2024, the Superintendent of Public Instruction and the federal comprehensive technical assistance provider for the state educational agency shall provide the Chairpersons of the relevant policy committees and budget subcommittees of the Legislature, the Executive Director of the State Board of Education or the Executive Director's designee, and the Director of Finance with an interim progress report that includes the following:

(1) Findings from the national review of available alternative coursework options and performance tasks that can be compiled for use to meet California's state graduation requirements and are appropriate for students with disabilities, including students eligible for the California Alternate Assessments.

(2) Findings from statewide needs assessments surveying current local educational agency strategies for providing alternative means for meeting state and local graduation requirements, improving pathways to graduation, and technical assistance needs.

(3) Information on the state graduation requirements that will need to have alternative coursework options and performance tasks developed for students with disabilities, including students who are eligible for the California Alternate Assessments, to demonstrate completion of the state's graduation requirements.

(4) Summary of coalition partners, work completed, and work underway.

(5) A detailed timeline for the development of the alternative coursework options and performance tasks.

(c) On or before June 30, 2025, the Superintendent of Public Instruction and the federal comprehensive technical assistance provider for the state educational agency shall provide the Chairpersons of the relevant policy committees and budget subcommittee of the Legislature, the Executive Director of the State Board of Education or the Executive Director's designee, and the Director of Finance with the alternative coursework options and performance tasks available for use in California schools that meet each state graduation requirement.

(d) The deliverables due in this provision shall supersede the deliverables due pursuant to Provision 31 of Item 6100-001-0890 of Section 2.00 of the Budget Act of 2022 (Chapter 43 of the Statutes of 2022).

(e) The amount appropriated for purposes of this provision shall be available for encumbrance or expenditure until June 30, 2026.

Item 6100-001-0890 and 6100-103-0890, Support and Local Assistance, Bipartisan Safer Communities Act Stronger Connections Program (Issues 110 and 111)—It is requested that Schedule (1) of Item 6100-001-0890 be increased by \$784,000 federal Stronger Connections Grant funds in 2023-24, \$184,000 in 2024-25, and \$51,000 in 2025-26 to help

schools promote safer, more inclusive, and positive school environments for all students, educators, and school staff. The Stronger Connections program is a four-year grant program that provides funding to the Department and local educational agencies to support school climate and safety efforts.

It is further requested that provisional language be added to Item 6100-001-0890 as follows to conform to this action.

45. Of the funds appropriated in Schedule (1), \$784,000 in the 2023-24 fiscal year, \$184,000 in the 2024-25 fiscal year, and \$51,000 in the 2025-26 fiscal year, is available to support state-level activities related to school climate and safety through the Stronger Connections program. Of the amount provided in the 2023-24 fiscal year, \$600,000 is to support the enhancement of a contract related to school safety efforts.

It is also requested that Item 6100-103-0890 be added in the amount of \$118,810,000 federal Stronger Connection Grant funds for allocation to selected local educational agencies to support school climate and safety activities.

It is further requested that Item 6100-103-0890 be added as follows to conform to this action.

6100-103-0890—For local assistance, State Department of Education, payable from the Federal Trust Fund.....118,810,000

Schedule:

(1)5205158—Stronger Connections Grant.....118,810,000

Provisions:

1. The funds available in this item shall be available on a one-time basis to support the Stronger Connections program.

Item 6100-001-0890 and 6100-178-0890, Support and Local Assistance, American Rescue Plan Act (ARPA) Emergency Assistance to Non-Public Schools (EANS II) Program (Issues 118 and 119)—It is requested that Schedule (1) of Item 6100-001-0890 be increased by \$891,000 one-time federal ARPA carryover funds to support the administration of the Emergency Assistance to Non-Public Schools Program, which provides services or assistance to eligible non-public schools to address the impacts of the COVID-19 pandemic.

It is further requested that provisional language be added to Item 6100-001-0890 as follows to conform to this action.

46. Of the amount appropriated in Schedule (1), \$891,000 is available on a one-time basis for state administrative expenses related to the Emergency Assistance to Non-Public Schools funds as provided under Section 2002(a) of the federal American Rescue Plan Act, 2021 (P.L. 117-2).

It is also requested that Item 6100-178-0890 be added in the amount of \$2,001,000 one-time federal ARPA carryover funds to support eligible non-public schools in

addressing the impacts of the COVID-19 pandemic as part of the Emergency Assistance to Non-Public Schools Program.

It is further requested that Item 6100-178-0890 be added as follows to conform to this action.

6100-178-0890—For local assistance, State Department of Education, American Rescue Plan Act, payable from the Federal Trust Fund2,001,000
Schedule:

(1) 5205157-Emergency Assistance for Non-Public Schools2,001,000
Provisions:

1. The funds appropriated in this item are available on a one-time basis to support eligible nonpublic schools in accordance with the requirements of the Emergency Assistance to Non-Public Schools funds as provided under Section 2002(a) of the federal American Rescue Plan Act, 2021 (P.L. 117-2).

Item 6100-067-0890, Support, American Rescue Plan Act (ARPA) Funds Administration (Issue 120)—It is requested that Item 6100-067-0890 be added in the amount of \$7,515,000 one-time federal ARPA carryover funds to support workload related to the administration and monitoring of federal relief funds provided to local educational agencies.

It is further requested that Item 6100-067-0890 be added as follows to conform to this action.

6100-067-0890—For support of State Department of Education, American Rescue Plan Act, payable from the Federal Trust Fund7,515,000
Schedule:

(1) 5205010-Curriculum Services.....7,515,000
General

Provisions:

1. Of the funds appropriated in this item, \$7,515,000 is available on a one-time basis to support workload related to COVID-19 relief funds.

Item 6100-104-0890, Local Assistance, Project Advancing Wellness and Resilience in Education (AWARE) Grant (Issue 115)—It is requested that Schedule (1) of this item be increased by \$180,000 one-time federal Project AWARE carryover funds for allocation to selected local educational agencies for programs and activities that increase access to mental health services for students and families. Project AWARE is a five-year grant program that provides funding for the Department and local educational agencies to increase awareness of mental health issues among school-aged youth, provide Mental Health First Aid training to teachers and other school personnel, and ensure students with signs of mental illness are referred to appropriate services.

It is further requested that provisional language be added as follows to conform to this action.

1. Of the funds appropriated in Schedule (1), \$180,000 in one-time federal carryover is available to support the existing Project AWARE program.

Item 6100-104-0890, Local Assistance, Project Students, Teachers, and Officers Preventing School Violence Grant (Cal-STOP) Program (Issue 116)—It is requested that Schedule (1) of this item be increased by \$550,000 one-time federal Project Cal-STOP carryover funds for grants to nonprofit organizations to provide school violence prevention trainings and support schools in setting up mental health student organizations.

It is further requested that provisional language be added as follows to conform to this action.

2. Of the funds appropriated in Schedule (1), \$550,000 in one-time federal carryover is available to support the Project Cal-STOP program.

Item 6100-112-0890, Local Assistance, Public Charter Schools Adjustment (Issues 311 and 312)—It is requested that Schedule (1) of this item be increased by \$13.9 million Federal Trust Fund to reflect a \$22,615,000 increase in one-time carryover funds, and an ongoing decrease of \$8,715,000 to align to the federal grant award for the Public Charter Schools program.

It is further requested that provisional language be added as follows to conform to this action.

1. Of the funds appropriated for this item, \$22,615,000 in one-time federal carryover is available to support the existing program.

Item 6100-117-0890, Local Assistance, Comprehensive Literacy State Development Grant (Issue 480)—It is requested that Item 6100-117-0890 be added in the amount of \$2.6 million federal Comprehensive Literacy State Development Grant funds for grants to eligible local educational agencies.

It is further requested that Item 6100-117-0890 be added as follows to conform to this action.

6100-117-0890—For local assistance, State Department of Education, payable from the Federal Trust Fund.....2,600,000

Schedule:

(1) 5205011- Comprehensive Literacy Development Grant2,600,000

Provisions:

1. The funds appropriated in this item are one-time Comprehensive Literacy State Development Grant funds available to be awarded to local educational agencies in line with the grant program.

Item 6100-119-0890, Local Assistance, Program for Neglected and Delinquent Children (Issue 643)—It is requested that Schedule (1) of this item be increased by \$7,000 federal Title I, Part D funds to align to the federal grant award. This program provides supplemental instruction, including math and literacy activities, to children and youth in state institutions for juveniles and in adult correctional institutions to ensure that these youth make successful transitions to school or employment.

Item 6100-125-0890, Local Assistance, Migrant Education Program, Migrant Education Program State-Level Activities, and English Language Acquisition Program (Issues 218, 219, 220, 221, and 222)—It is requested that Schedule (1) of this item be increased by \$521,000 federal Title I, Part C Migrant Education Program funds to reflect a \$1.7 million increase in one-time carryover funds, and an ongoing decrease of \$1,179,000 to align to the federal grant award. This program awards subgrants to local educational agencies to provide educational support services to meet the needs of highly mobile migrant students.

It is further requested that provisional language be added as follows to conform to this action:

3. Of the funds appropriated in Schedule (1), \$1,700,000 in federal carryover is provided on a one-time basis to support the existing program.

It is also requested that Schedule (2) of this item be increased by \$763,000 federal Title I, Part C Migrant Education Program State Level Activities funds to reflect a \$900,000 increase in one-time carryover funds and an ongoing decrease of \$137,000 to align to the federal grant award. The state-administered Migrant Education programs include the Binational Migrant Education Program, Mini-Corps Program, and the Migrant Student Information Network.

It is further requested that provisional language be added as follows to conform to this action:

4. Of the funds appropriated in Schedule (2), \$900,000 in federal carryover is provided on a one-time basis to support the existing program.

It is also requested that Schedule (3) of this item be increased by \$6,746,000 ongoing federal Title III, Part A English Language Acquisition funds to align to the federal grant award. This program provides services to help students attain English proficiency and meet grade level academic standards.

Item 6100-134-0890, Local Assistance, Elementary and Secondary Education Act Program, Title I; and Student Support and Academic Enrichment, Title IV (Issue 481)—It is requested that Schedule (2) of this item be increased by \$30,573,000 ongoing federal Title I funds to align to the federal grant award and reflect the amount of federal Title I funds allocated for school support in proportion to the state's increased Title I Basic Grant award. In accordance with California's Every Student Succeeds Act State Plan,

Title I funds support eligible local educational agencies and schools that serve high numbers of low-income students.

It is further requested that provisional language be amended as follows to conform to this action:

"6. Of the funds appropriated in Schedule (2), no less than ~~\$133,259,000~~ \$135,357,000 is available for purposes of providing grants to local educational agencies with schools identified as requiring support, consistent with the California State Plan for the federal Every Student Succeeds Act (P.L. 114-95). The State Department of Education shall develop and administer a process for providing grants from these funds on a formula basis to local educational agencies with schools identified as requiring support. Local educational agencies shall use the funds for the development of strategies to improve pupil performance at schools identified as requiring support that are aligned to goals, actions, and services identified in the local educational agency's local control and accountability plan. Such funds shall not be expended to hire additional permanent staff."

It is also requested that Schedule (3) of this item be increased by \$4,603,000 ongoing federal Title IV, Student Support and Academic Enrichment grant funds to align to the federal grant award.

Item 6100-135-0890, Local Assistance, American Rescue Plan Act Homeless Children and Youth (Issue 217)—It is requested that Item 6100-135-0890 be added in the amount of \$5,217,000 one-time federal American Rescue Plan Homeless Children and Youth carryover funds to continue supporting the Homeless Education Technical Assistance Centers and evaluation contract funded by this grant. This program supports local educational agencies' efforts to identify homeless students and ensure equal access to public education.

It is further requested that Item 6100-135-0890 be added as follows to conform to this action:

6100-135-0890—For local assistance, State Department of Education, federal American Rescue Plan Act of 2021 (P.L. 117-2), payable from the Federal Trust Fund.....5,217,000
Schedule:

(1) 5200139-McKinney-Vento Education for Homeless Children and Youth.....5,217,000
Provisions:

1. Of the funds appropriated in Schedule (1), \$5,217,000 in federal carryover is provided on a one-time basis to support the existing program.

Item 6100-136-0890, Local Assistance, McKinney-Vento Homeless Children Education (Issue 223)—It is requested that Schedule (1) of this item be increased by \$1,202,000 ongoing federal McKinney-Vento funds to align to the federal grant award. This program supports local educational agencies' efforts to identify homeless students and ensure equal access to public education.

Item 6100-137-0890, Local Assistance, Rural and Low-Income Schools (Issue 224)—It is requested that Schedule (1) of this item be increased by \$608,000 ongoing federal Rural and Low-Income Schools Grant funds to align with the federal grant award. This program provides rural school districts with financial assistance for initiatives aimed at improving student achievement.

Item 6100-149-0890, Local Assistance, ARPA Carryover for After School Programs (Issues 304 and 305)—It is requested that Item 6100-149-0890 be added in the amount of \$279,864,000 one-time federal ARPA carryover funds to reflect the availability of \$252,154,000 for transfer to the Department of Social Services, and \$27,710,000 to support after school and summer school programs.

It is further requested that Item 6100-149-0890 be added as follows to conform to this action.

6100-149-0890—For local assistance, State Department of Education, American Rescue Plan Act for After School and Child Care Programs, payable from the Federal Trust Fund.....279,864,000

Schedule:

- (1) 5210048-After School Programs.....27,710,000
- (2) 5210067-CalWORKs Stipend Passthrough.....252,154,000

Provisions:

- 1. Of the funds appropriated in Schedule (1), \$27,710,000 in one-time federal carryover is available to support after school and summer school programs.
- 2. Of the funds appropriated in Schedule (2), \$252,154,000 is provided for transfer to the State Department of Social Services.

Item 6100-156-0890, Local Assistance, Adult Education Program (Issues 786 and 788)—It is requested that Schedule (1) of this item be increased by \$18,097,000 federal Workforce Innovation and Opportunity Act, Title II funds to reflect a \$13.6 million increase in one-time carryover funds, and an ongoing increase of \$4,497,000 to align to the federal grant award. The federal Adult Education Program supports adult basic education, English as a second language, and adult secondary education programs.

It is further requested that provisional language be added as follows to conform to this action.

- 5. Of the funds appropriated in Schedule (1), \$13,600,000 in one-time federal carryover is available to support the existing program.

Item 6100-161-0890, Local Assistance, Special Education (Issues 531, 532, 533, and 534)—It is requested that Schedule (1) of this item be increased by \$73,999,000 federal IDEA funds to reflect a \$4 million increase in one-time carryover funds and an ongoing increase of \$69,999,000 to align to the federal grant award.

It is further requested that provisional language be added as follows to conform to this action:

12. Of the funds appropriated in Schedule (1), \$4,000,000 in one-time carryover is available to support the existing program.

It is also requested that Schedule (3) of this item be increased by \$347,000 ongoing federal IDEA funds to align to the federal grant award.

It is also requested that Schedule (4) of this item be increased by \$3,408,000 federal IDEA funds to reflect a \$1,948,000 increase in one-time carryover funds and an ongoing increase of \$1,460,000 to align to the federal grant award.

It is further requested that provisional language be added as follows to conform to this action:

13. Of the funds appropriated in Schedule (4), \$1,948,000 in one-time carryover is available to support the existing program.

It is also requested that provisional language be amended as follows:

"6. Of the funds appropriated in Schedule (2), \$69,000,000 shall be available only for the purpose of providing educationally related mental health services, including out-of-home residential services for emotionally disturbed pupils, required by an individualized education program pursuant to the federal Individuals with Disabilities Education Act (20 U.S.C. Sec. 1400 et seq.) and as described in Section 56363 of the Education Code. The Superintendent of Public Instruction shall allocate these funds to ~~special education local plan areas~~ local educational agencies in the 2023–24 fiscal year based upon an equal rate per pupil using the methodology specified in Section 56836.07 of the Education Code."

Item 6100-166-0890, Local Assistance, Vocational Education Program (Issues 535 and 536)—It is requested that Schedule (1) of this item be increased by \$17,762,000 Federal Trust Fund to reflect a \$14 million increase in one-time carryover funds and an ongoing increase of \$3,762,000 to align to the federal grant award.

It is further requested that provisional language be added as follows to conform to this action:

4. Of the funds appropriated in this item, \$14,000,000 in one-time federal carryover is available to support the existing program.

Item 6100-195-0890, Support and Local Assistance, Adjustment to Align Title II Federal Grant (Issues 375 and 377)—It is requested that Schedule (1) of this item be increased by \$980,000 ongoing federal Title II, Part A funds to align to the federal grant award.

It is also requested that Schedule (3) of this item be increased by \$166,000 to reflect an increase of \$1 million one-time federal Title II carryover funds, and a decrease of \$834,000 to align to the federal grant award for the 21st Century California School Leadership Academy pursuant to Section 44690 of the Education Code.

It is further requested that provisional language be amended as follows to conform to this action:

"2. Of the funds appropriated in Schedule (3), ~~\$14,130,000~~ \$14,203,000 in ongoing federal funds shall be used to support the 21st Century California School Leadership Academy pursuant to Section 44690 of the Education Code. Specifically, this amount reflects ~~\$8,825,000~~ \$8,898,000 in ongoing federal Title II funds, and \$5,305,000 in ongoing federal Title IV funds, transferred to Title II, consistent with the California State Plan adopted by the State Board of Education pursuant to the Every Student Succeeds Act. This program shall be implemented pursuant to Title II of the federal Every Student Succeeds Act (20 U.S.C. Sec. 6601 et seq.) and consistent with the statewide system of support pursuant to Article 4.5 (commencing with Section 52059.5) of Chapter 6.1 of Part 28 of Division 4 of Title 2 of the Education Code."

It is also requested that provisional language be added as follows to conform with this action.

4. Of the funds appropriated in Schedule (3), \$1,000,000 in one-time federal carryover is available for the 21st Century California School Leadership Academy pursuant to Section 44690 of the Education Code.

Item 6100-197-0890, Local Assistance, 21st Century Community Learning Grant Federal Adjustment (Issues 306, 307, and 308)—It is requested that Schedule (1) of this item be increased by \$35,951,000 Federal Trust Fund to reflect (1) an increase of \$32,583,000 in one-time carryover from the Federal ARPA Elementary and Secondary School Emergency Relief Grant III funds; (2) an increase of \$5,942,000 in one-time federal 21st Century Community Learning Grant carryover funds, and (3) an ongoing decrease of \$2,574,000 to align to the federal grant award.

It is further requested that provisional language be added as follows to conform to this action.

2. Of the funds appropriated in this item, \$5,942,000 in one-time federal carryover is available to support the existing program.

3. Of the funds appropriated in this item, \$32,583,000 in one-time federal carryover is available for the same purposes as authorized in Item 6100-197-0890 of the Budget Act of 2021.

Item 6100-201-0890, Support and Local Assistance, Federal Child Nutrition Program (Issue 231)—It is requested that Schedule (1) of this item be decreased by \$851,567,000 ongoing Federal Trust Fund to reflect a revised estimate of total meals served and a

projected shift in meals reimbursed between the free and reduced-price rate and the paid rate.

Item 6100-294-0890, Local Assistance, Early Head Start Federal Adjustment (Issues 309 and 310)—It is requested that Schedule (1) of this item be increased by \$2,051,000 Federal Trust Fund to reflect a \$1.3 million increase in one-time federal carryover funds and an ongoing increase of \$751,000 to align to the federal grant award.

It is further requested that provisional language be added as follows to conform to this action.

2. Of the funds appropriated in this item, \$1,300,000 in one-time federal carryover available to support the existing program.

General Fund and Other Adjustments

Item 6100-001-0001, Support, Accountability: Local Control and Accountability Plan (LCAP) and Dashboard Resources (Issue 476)—It is requested that Schedule (1) of this item be increased by \$300,000 ongoing General Fund and 2 positions to support California School Dashboard-related workload and workload related to the timeline shift associated with the collection of data through the California Longitudinal Pupil Achievement Data System, pursuant to proposed accountability system statutory changes amendments.

It is further requested that provisional language be added as follows to conform to this action.

110. Of the funds appropriated in this item, \$300,000 and 2.0 positions are provided to the Analysis, Measurement and Accountability Reporting Division for workload related to the California School Dashboard state indicator data and the timelines associated with the collection of data through the California Longitudinal Pupil Achievement Data System.

Item 6100-001-0001, Support, Arts and Music Funding (Proposition 28) (Issue 644)—It is requested that Schedule (1) of this item be increased by \$473,000 ongoing General Fund and 3 positions to support and administer the additional ongoing workload related to the Arts and Music Funding program as enacted by Proposition 28 (2022).

It is further requested that provisional language be added as follows to conform to this action.

111. Of the funds appropriated in this item, \$309,000 and 2.0 positions are provided to the School Fiscal Services Division for workload related to the implementation of Proposition 28, and school site level data collection workload related to the Equity Multiplier allocation. Additionally, \$164,000 and 1.0 position are provided to the Early Education Division for Proposition 28 implementation-related workload.

Item 6100-001-0001, and Reimbursements, Support, Preschool Development Grant

Reimbursement (PDG-R) Authority (Issue 303)—It is requested that Schedule (6) of this item be amended to increase one-time reimbursement authority by \$369,000 to support the Preschool Development Grant-Renewal.

It is further requested that provisional language be added as follows to conform to this action:

112. Of the amount provided in this item, \$369,000 reimbursements is provided in the 2023-24 fiscal year to support the Preschool Development Grant renewal.

Item 6100-001-0001 and Reimbursements, Support, School Facility Program

Reimbursement Authority (Issue 789)—It is requested that Schedule (5) of this item be amended to increase reimbursement authority by \$3,195,000 in 2023-24 and 2024-25 for the Department's administration of the School Facility Program (SFP).

Items 6100-001-0001 and 6100-491, Support, Department of Education and State Special Schools Information Security (Issue 230)—It is requested that Item 6100-491 be added to reflect the reappropriation of \$170,000 one-time General Fund for contract costs to provide an independent information security assessment for the State Special Schools.

It is further requested that Item 6100-491 be added as follows to conform to this action:

6100-491—Reappropriation, State Department of Education. The amount specified in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2024:

0001—General Fund

1. \$170,000 in Item 6100-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022), for contract costs for an independent information security assessment for the State Special Schools.

Item 6100-006-0001 and Reimbursements, Support, State Special Schools

Reimbursement Authority (Issue 784)—It is requested that Item 6100-006-0001 be amended to increase ongoing reimbursement authority by \$1,335,000 in Schedule (5), \$1,425,000 in Schedule (6) and \$510,000 in Schedule (7), to facilitate the State Special Schools' ability to receive their applicable share of appropriations from Proposition 28 of 2022 and the 2022 Budget Act.

Item 6100-113-0001, Local Assistance, Student Assessment Program (Issue 471)—It is requested that Schedule (1) and Schedule (2) of this item be increased by \$1,000 each ongoing Proposition 98 General Fund to reflect rounding adjustments needed to align to the estimated contract costs for assessment administration in 2023-24.

Item 6100-119-0001, Local Assistance, Foster Youth Services Coordinating Program (Issue 234)—It is requested that Schedule (1) of this item be increased by \$27,000

ongoing Proposition 98 General Fund to reflect the revised cost-of-living adjustment for the Foster Youth Services Coordinating Program. This program provides funding to participating county offices of education to coordinate with local educational agencies within its jurisdiction to ensure that direct services, consistent with foster youth services coordinating plans, are being provided to foster youth pupils to promote positive educational outcomes.

It is further requested that provisional language be amended as follows to conform to this action:

"1. Of the funds appropriated in this item, ~~\$2,409,000~~ \$2,436,000 is to reflect a cost-of-living adjustment."

Item 6100-140-0001, Local Assistance, California School Information Services (Issue 226)—It is requested that Schedule (1) of this item be increased by \$2,067,000 ongoing

Proposition 98 General Fund to enable the California School Information Services (CSIS) to maintain existing service levels, and to absorb new workload created by proposed statutory changes and additional data reporting requirements. CSIS provides testing and implementation of functionality for California Longitudinal Pupil Achievement Data System enhancements and reporting requirements, as well as help desk support and technical assistance to local educational agencies regarding system issues and data management practices.

Item 6100-149-0001, Local Assistance, After School Programs in Rural Districts (Issue 318)—It is requested that Schedule (1) of this item be increased by \$3 million ongoing

General Fund to reflect an increase for the Los Angeles County Office of Education to pass-through these funds to Save the Children to support after school programs in rural districts.

It is further requested that provisional language be added as follows to conform to this action.

5. Of the funds appropriated in Schedule (1), the Superintendent of Public Instruction shall add three million dollars (\$3,000,000) to the amount to be apportioned pursuant to Sections 2574 and 2575 of the Education Code for the Los Angeles County Office of Education for the purpose of supporting After School Education and Safety Programs in rural school districts by passing-through these funds to Save the Children.

Item 6100-151-0001, Local Assistance, American Indian Education

Centers (Issue 236)—It is requested that Schedule (1) of this item be increased by \$4,000 ongoing Proposition 98 General Fund to reflect the revised cost-of-living adjustment for the American Indian Education Centers. The Centers serve as educational resources to American Indian students, their parents, and the public schools in their communities, and provide supplemental and extended day instructional programs to meet the needs of American Indian students.

It is further requested that provisional language be amended as follows to conform to this action:

"1. Of the funds appropriated in this item, ~~\$388,000~~ \$392,000 is to reflect a cost-of-living adjustment."

Item 6100-161-0001, Local Assistance, Special Education (Issues 590, 591, and 592)—It is requested that Schedule (1) of this item be decreased by \$108,256,000 ongoing Proposition 98 General Fund to reflect (1) a decrease of \$9,872,000 to reflect increased offsetting property tax revenues; and (2) a decrease of \$98,384,000 to reflect decreased estimates of growth in average daily attendance and the revised cost-of-living adjustment.

It is further requested that provisional language be amended as follows to conform to these actions:

"2. Of the funds appropriated in Schedule (1), up to ~~\$131,898,000~~ \$129,666,000 shall be available to provide special education and related services to pupils with low-incidence disabilities pursuant to their individualized education program. The Superintendent of Public Instruction shall allocate these funds to special education local plan areas (SELPAs) on an equal per-pupil rate using the methodology specified in Section 56836.22 of the Education Code."

"4. Of the funds appropriated in Schedule (1), up to ~~\$151,979,000~~ \$149,406,000 is available to fund the costs of children placed in licensed children's institutions who attend nonpublic schools based on the funding formula authorized in Chapter 44 of the Statutes of 2021."

"14. Of the amount specified in Schedule (1), ~~\$444,694,000~~ \$437,168,000 shall be available only to provide mental health related services to students with or without an individualized education program, including out-of-home residential services for emotionally disturbed pupils, pursuant to pending legislation. The Superintendent of Public Instruction shall allocate these funds to local educational agencies beginning in the 2023–24 fiscal year based upon an equal rate per pupil using the methodology specified in Section 56836.07 of the Education Code."

"15. The funds appropriated in this item reflect an adjustment to the base funding of ~~=2.622~~ -4.350 percent for the annual adjustment in statewide average daily attendance."

"18. Of the funds provided for in Schedule (1), ~~\$446,184,000~~ \$443,276,000 is to reflect a cost-of-living adjustment."

"22. Of the amount specified in Schedule (1), up to ~~\$3,471,000~~ \$3,474,000 shall be available for small special education local plan areas to conduct regionalized services,

pursuant to Section 56836.31 of the Education Code.”

It is also requested that Schedule (3) of this item be decreased by \$1,766,000 ongoing Proposition 98 General Fund to reflect decreased estimates of growth in average daily attendance and the revised cost-of-living adjustment.

It is further requested that provisional language be amended as follows to conform to this action.

“19. Of the funds provided for in Schedule (3), ~~\$7,848,000~~ \$7,794,000 is to reflect a cost-of-living adjustment.”

It is also requested that provisional language be amended as follows:

“20. Of the funds provided in Schedule (1), \$12,000,000 shall be allocated by the Superintendent of Public Instruction to special education local plan areas, county offices of education, or consortia of special education local plan areas and county offices of education selected pursuant to Section 52073.2 of the Education Code to provide technical assistance to local educational agencies as defined in Section 52071 of the Education Code.”

Item 6100-194-0001, Local Assistance, Non-Local Educational Agency State Preschool Cost-of-Living Adjustment (Issues 314 and 316)—It is requested that Schedule (1) of this item be decreased by \$82,678,000 ongoing General Fund to reflect (1) a decrease of \$28,413,000 to reflect the revised cost-of-living adjustment for the California State Preschool Program (CSPP) and a decrease in the number of contractors receiving a cost-of-living adjustment; and (2) a decrease of \$54,265,000 to reflect revised estimates to provide rate increases to Non-Local Educational Agency CSPP contractors.

It is further requested that provisional language be added as follows to clarify that \$312,000 is available for a tool to strengthen teacher-child interactions:

6. Of the amount appropriated in Schedule (1), \$312,000 is available for funding a tool to strengthen teacher-child interactions and support quality improvement.

Item 6100-196-0001, Local Assistance, Local Educational Agency State Preschool Cost-of-Living Adjustment (Issue 315)—It is requested that Schedule (1) of this item be decreased by \$51,990,000 ongoing General Fund to reflect the revised cost-of-living adjustment for the California State Preschool Program.

It is further requested that provisional language be added as follows to include language to clarify that \$763,000 is available for a tool to strengthen teacher-child interactions:

5. Of the amount appropriated in Schedule (1), \$763,000 is available for funding a tool to strengthen teacher-child interactions and support quality improvement.

Item 6100-203-0001, Local Assistance, School Nutrition Reimbursement (Issues 232 and 237)—It is requested that Schedule (1) of this item be increased by \$191,755,000 ongoing Proposition 98 General Fund to reflect (1) an increase of \$190,924,000 to reflect a projected increase in the share of total meals reimbursed at the federal “paid” rate, which require a higher level of per meal reimbursement be provided by the State, and (2) an increase of \$831,000 to reflect the revised cost-of-living adjustment for the Universal Meals Program.

It is further requested that provisional language be amended as follows to conform to this action:

“6. The reimbursement a school receives for free and reduced-price meals served to pupils in elementary, middle, or high schools included within a school district, charter school, or county office of education shall be nine thousand six hundred and ~~seventy-eight~~ eighty-six ten-thousandths cents (~~\$0.9678~~) (\$0.9686) per meal.”

“10. Of the funds appropriated in this item, ~~\$75,008,000~~ \$75,839,000 is to reflect a cost-of-living adjustment.

11. The funds appropriated in this item reflect a growth adjustment of ~~-\$36,803,000~~ \$154,121,000 due to ~~a decrease~~ an increase in the projected number of meals served requiring higher reimbursement under the Universal Meals program.”

Item 6100-296-0001, Local Assistance, Mandate Block Grant Funding (Issues 164 and 167)—It is requested that Schedule (1) of this item be increased by \$1,598,000 ongoing Proposition 98 General Fund to reflect (1) an increase of \$1,278,000 to align mandate block grant funding with revised average daily attendance estimates, and (2) an increase of \$320,000 to reflect the revised cost-of-living adjustment. Mandate block grant funding is allocated to participating local educational agencies based on specified reimbursement rates per unit of average daily attendance.

It is further requested that provisional language be amended as follows to conform to this action.

“1. The Superintendent of Public Instruction shall apportion the funds appropriated in this item to all school districts, county offices of education, and charter schools that request funding during the 2023-24 fiscal year pursuant to Section 17581.6 of the Government Code using the following rates:

(a) A school district shall receive ~~\$37.78~~ \$37.81 per unit of average daily attendance of pupils in kindergarten to grade 8, inclusive, and ~~\$72.78~~ \$72.84 per unit of average daily attendance of pupils in grades 9 to 12, inclusive.

(b) A county office of education shall receive:

(1) ~~\$37.78~~ \$37.81 per unit of average daily attendance of pupils in kindergarten to grade 8, inclusive, and ~~\$72.78~~ \$72.84 per unit of average daily attendance of pupils in grades 9 to 12, inclusive.

(2) \$1.27 per unit of countywide average daily attendance. For purposes of this section, “countywide average daily attendance” means the aggregate number of units of average daily attendance within the county attributable to all school districts for which

the county superintendent of schools has jurisdiction pursuant to Section 1253 of the Education Code, charter schools within the county, and the schools operated by the county superintendent of schools.

(c) A charter school shall receive ~~\$19.83~~ \$19.85 per unit of average daily attendance of pupils in kindergarten to grade 8, inclusive, and ~~\$55.12~~ \$55.17 per unit of average daily attendance of pupils in grades 9 to 12, inclusive."

"4. Of the funds appropriated in this item, ~~\$19,415,000~~ \$19,735,000 is to reflect a cost-of-living adjustment."

"5. The funds appropriated in this item reflect a growth adjustment of ~~\$3,446,000~~ - \$2,168,000 due to revised average daily attendance."

Item 6100-601-0001, Local Assistance, School District Local Control Funding Formula (LCFF), Continuous Appropriation, Base Adjustments, and Local Property Tax Offsets (Issues 649, 650, 651, 652, and 659)—It is requested that this non-Budget Act item be decreased by \$234,800,000 ongoing Proposition 98 General Fund to reflect the following:(1) a decrease of \$688,810,000 to reflect decreased growth and an increased cost-of-living adjustment estimate; (2) an increase of \$3,521,000 to reflect increased funding for the Local Control Funding Formula add-on adjustment for school districts; (3) a decrease of \$179,294,000 to reflect increased offsetting property tax revenues; (4) an increase of \$550,275,000 to reflect decreased offsetting Education Protection Account revenues; and (5) an increase of \$79,508,000 to reflect increased Minimum State Aid estimates.

Item 6100-601-0001, Local Assistance, Transitional Kindergarten (TK) Expansion and Ratio Reduction (Issues 653 and 654)—It is requested that this non-Budget Act item be decreased by \$395,802,000 ongoing Proposition 98 General Fund to reflect (1) a decrease of \$340,962,000 to reflect revised caseload estimates for the second year of TK expansion and (2) a decrease of \$54,840,000 to reflect TK teacher-student ratio reduction costs.

Item 6100-601-0001, Local Assistance, Home-to-School Transportation Program (Issue 655)—It is requested that this non-Budget Act item be decreased by \$3,657,000 ongoing Proposition 98 General Fund to reflect decreased Home-to-School Transportation cost estimates.

Item 6100-601-0001, Local Assistance, Fund Budget Year LCFF with One-Time Resources (Issue 660)—It is requested that this non-Budget Act item be decreased by \$1,351,880,000 one-time Proposition 98 General Fund to reflect support for 2023-24 Local Control Funding Formula costs using available one-time Proposition 98 General Fund resources.

Item 6100-608-0001, Local Assistance, County Office of Education LCFF, Continuous Appropriation, Base Adjustments, and Local Property Tax Offsets (Issues 470, 636, 637, 638, and 639)—It is requested that this non-Budget Act item be increased by \$181,559,000 ongoing Proposition 98 General Fund to reflect the following: (1) an

increase of \$36,174,000 to reflect an increased cost-of-living adjustment and decreased growth; (2) an increase of \$8,250,000 to reflect decreased offsetting property tax revenues; (3) an increase of \$49,609,000 to reflect decreased offsetting Education Protection Account revenues; (4) an increase of \$80,088,000 to reflect increased Minimum State Aid estimates; and (5) an increase of \$7,438,000 to reflect increased state system of support activity costs.

Item 6100-608-0001, Local Assistance, County Office of Education LCFF, Alternate Funding for Juvenile Court and Community Schools (Issue 665)—It is requested that this non-Budget Act item be increased by \$80 million ongoing Proposition 98 General Fund to reflect additional support for juvenile court and community schools operated by a county office of education. The alternate funding model provides the following:

- An increase for the LCFF base rate for county offices of education's average daily attendance.
- An altered average daily attendance calculation for county offices of education to be based on the greater of the current, prior or average of the three most recent prior fiscal years.
- An allocation of \$300,000 per county office of education operating one or more juvenile court school, and an allocation of \$300,000 per county office of education operating one or more community school.
- A block grant equivalent to \$5,000 per juvenile court or community school average daily attendance, adjusted annually by a cost-of-living adjustment, for a broad range of allowable expenditures, including but not limited to expanding access to A-G courses, vocational and career technical education, and post-secondary preparation and application assistance.

Item 6100-608-0001, Local Assistance, County Office of Education LCFF, Professional Development and Leadership Training Increase (Issue 667)—It is requested that this non-Budget Act item be increased by \$1 million to reflect an increase for the Los Angeles County Office of Education to contract with the Simon Wiesenthal Center to support professional development and leadership training for education professionals related to antibias education and the creation of inclusive and equitable schools, pursuant to Section 55 of Chapter 13 of the Statutes of 2015.

Item 6100-610-0001, Local Assistance, Education Protection Account Revenue Adjustment, Continuous Appropriation (Issue 658)—It is requested that this non-Budget Act item be decreased by \$599,876,000 ongoing Proposition 98 General Fund to reflect revised revenue estimates.

Item 6100-628-0001, Local Assistance, Arts and Music in Schools Funding Guarantee and Accountability Act (Proposition 28) Adjustment (Issue 484)—It is requested that this non-Budget Act item be decreased by \$7,798,000 ongoing Proposition 98 General Fund to reflect revised Arts and Music in Schools—Funding Guarantee and Accountability Act estimates.

Item 6100-655-0001, Local Assistance, Differentiated Assistance Evaluation Extension (Issue 482)—It is requested that this non-Budget Act item be increased by \$100,000

one-time General Fund to provide for a narrow extension to the Differentiated Assistance evaluation to allow WestEd to run 2022 and 2023 Dashboard data through their quantitative analysis.

Item 6100-657-0001, Local Assistance, Equity Leads Funding (Issue 483)—It is requested that this non-Budget Act item be increased by \$2 million ongoing Proposition 98 General Fund to provide funding for Equity Leads pursuant to statutory changes transmitted with the Governor's Budget.

Item 6100-660-0001, Local Assistance, Local Control and Accountability Plan (LCAP) Query Tool and eTemplate Funding (Issue 474)—It is requested that this non-Budget Act item be increased by \$148,000 ongoing Proposition 98 General Fund for annual maintenance costs related to the Local Control and Accountability Plan (LCAP) eTemplate and query tool hosting and maintenance, and the cost for an annual software subscription fee.

Item 6100-001-6086, Support, Technical Correction (Language Only)—It is requested that this item be amended to provide a technical correction to the division names referenced in provisional language.

It is further requested that provisional language be amended as follows to conform to this action:

"1. Funds appropriated in this item are for support of the activities of the School Facilities and Transportation Services Division and are to be used exclusively for activities related to local school construction, modernization, and school site acquisition."

Item 6100-001-0178, Office of School Transportation Infrastructure Support (Issue 645)—It is requested that Schedule (1) of this item be increased by \$50,000 one-time Driver Training Penalty Assessment Fund to support the acquisition of infrastructure parts necessary for operating the two recently funded electric vehicle buses for the Office of School Transportation.

It is further requested that provisional language be added as follows to conform to this action.

1. Of the funds appropriated in Schedule (1), \$150,000 is provided to the Office of School Transportation for infrastructure support relating to the operation of two electric buses, refurbishment of existing buses in the fleet, and other necessary expenses in support of the School Bus Driver Instructor Training program.

Items 6100-101-0231 and 6100-102-0231, Local Assistance, Tobacco-Use Prevention Education Program (Issues 165 and 166)—It is requested that Schedule (1) of Item 6100-101-0231 be increased by \$454,000 ongoing Health Education Account, Cigarette and Tobacco Products Surtax Fund and Schedule (1) of Item 6100-102-0231 be increased by \$1,458,000 ongoing Health Education Account, Cigarette and Tobacco Products Surtax Fund to reflect revised revenue estimates for the Health

Education Account, Cigarette and Tobacco Products Surtax Fund (Proposition 99). These funds are allocated to local educational agencies for health education efforts aimed at preventing and reducing tobacco use. Activities may include tobacco-specific student instruction, reinforcement activities, special events, and cessation programs for students.

Item 6100-601-3207, Local Assistance, Education Protection Account Adjustment, Continuous Appropriation (Issue 657)—It is requested that this non-Budget Act item be decreased by \$599,876,000 ongoing Education Protection Account to reflect revised revenue estimates.

Item 6100-101-8121, Local Assistance, Schools Not Prisons Voluntary Tax Contribution Fund (Issue 125)—It is requested that Schedule (1) of this item be decreased by \$61,000 one-time Schools Not Prisons Voluntary Tax Contribution Funds to reflect revised revenue estimates from voluntary tax contributions on personal income tax returns made to the Schools Not Prisons Voluntary Tax Contribution Fund. These funds are intended to be distributed as grants to nonprofit public charities for the purpose of funding academic and career readiness programs that seek to break the school-to-prison pipeline.

Items 6100-488 and 6100-602-0001, Local Assistance, Reappropriation (Issues 706 and 707)—It is requested that Item 6100-488 be amended, as specified in Attachment 1, and non-Budget Act Item 6100-602-0001 be increased by \$56,867,000 one-time Proposition 98 General Fund savings to reflect (1) an increase of \$56,235,000 to support current year and budget year local control funding formula costs and (2) an increase of \$632,000 for basic aid school districts that experienced a decrease in local property tax revenues as a result of the Kincaid wildfire.

Current Year Adjustments

Item 6100-203-0001, Local Assistance, School Nutrition Reimbursement (Issue 233)—It is requested that Schedule (1) of this item be increased by \$110,084,000 one-time Proposition 98 General Fund to reflect revised cost estimates to fully fund school meal reimbursement claims for the 2022-23 school year. The adjustment reflects a projected increase in the share of total meals reimbursed at the federal "paid" rate, which requires a higher level of meal reimbursement to be provided by the State for the Universal Meals Program.

Item 6100-601-0001, Local Assistance, School District LCFF, Continuous Appropriation, Base Adjustments, and Local Property Tax Offsets (Issues 649, 650, 651, 652, and 659)—It is requested that this non-Budget Act item be increased \$7,362,809,000 one-time Proposition 98 General Fund to reflect the following: (1) a decrease of \$11,491,000 to reflect decreased growth and an increased cost-of-living adjustment estimate; (2) an increase of \$2,893,000 to reflect an increase for LCFF add-ons for school districts; (3) a decrease of \$686,984,000 to reflect increased offsetting property tax revenues; (4) an increase of \$8,058,137,000 to reflect decreased offsetting Education Protection Account revenues; and (5) an increase of \$254,000 to reflect increased Minimum State Aid estimates.

Item 6100-601-0001, Local Assistance, Transitional Kindergarten (TK) Expansion and Ratio Reduction (Issues 653 and 654)—It is requested that this non-Budget Act item be decreased by \$301,133,000 one-time Proposition 98 General Fund to reflect (1) a decrease of \$247,478,000 to reflect revised caseload estimates for the first year of TK expansion and (2) a decrease of \$53,655,000 to reflect TK teacher-student ratio reduction costs.

Item 6100-601-0001, Local Assistance, Home-to-School Transportation Program (Issue 655)—It is requested that this non-Budget Act item be decreased by \$51,763,000 one-time Proposition 98 General Fund to reflect decreased Home-to-School Transportation cost estimates.

Item 6100-608-0001, Local Assistance, County Office of Education LCFF, Continuous Appropriation, Base Adjustments, and Local Property Tax Offsets (Issues 470, 636, 637, 638, and 639)—It is requested that this non-Budget Act item be increased by \$192,497,000 one-time Proposition 98 General Fund to reflect the following: (1) an increase of \$35,253,000 to reflect an increased cost-of-living adjustment and decreased growth; (2) a decrease of \$1,883,000 to reflect increased offsetting property tax revenues; (3) an increase of \$65,873,000 to reflect decreased offsetting Education Protection Account revenues; (4) an increase of \$79,323,000 to reflect increased Minimum State Aid estimates; and (5) an increase of \$13,931,000 to reflect increased state system of support activity costs.

Item 6100-610-0001, Local Assistance, Education Protection Account Revenue Adjustment, Continuous Appropriation (Issues 657 and 658)—It is requested that this non-Budget Act item be decreased by \$8,124,000,000 one-time Proposition 98 General Fund to reflect revised revenue estimates.

It is also requested that non-Budget Act Items 6100-601-3207 and 6100-698-3207 be adjusted to conform with this action.

Item 6100-620-0001, Local Assistance, Learning Recovery Block Grant (Issue 705)—It is requested that this non-Budget Act item be decreased by \$716,243,000 one-time Proposition 98 General Fund in 2022-23 and decreased by \$1,836,833,000 one-time Proposition 98 General Fund in 2021-22 because of reduced available resources.

It is also requested that non-Budget Act Items 6100-620-3402 and 6100-698-3402 be adjusted to conform with this action.

Statutory Changes

Educator Workforce Investment Grant Program—It is requested that statutory changes be added to clarify that one or more county office(s) of education or one or more consortia of county offices of education may apply for Educator Workforce Investment Grant program funding appropriated in the 2022 Budget Act. The requested changes

further clarify that a grantee will conduct activities related to a single subject matter pursuant to the grant.

Bilingual Teacher Professional Development Program—It is requested that statutory changes be amended to add \$20 million one-time Proposition 98 General Fund to be available through the 2028–29 fiscal to support the Bilingual Teacher Professional Development Program and make other changes to strengthen implementation of the program.

Professional Development and Leadership Training—It is requested that statutory changes be added to increase the appropriation for the Los Angeles County Office of Education to support professional development and leadership training for education professionals in California by \$1 million Proposition 98 General Fund.

Kitchen Infrastructure and Training Program, Freshly Prepared Meals—It is requested that statutory changes transmitted with the Governor's Budget be amended to (1) revise the definition of freshly prepared onsite meal for the 2022 Kitchen Infrastructure and Training program to provide local educational agencies additional flexibility to meet program requirements, and (2) authorize the Department of Education to adjust the definition as needed to meet the intent of the program.

California College Guidance Initiative, Financial Aid Lessons and Data Sharing—It is requested that statutory changes be added to (1) make the California College Guidance Initiative (CCGI) the primary platform for 11th grade financial aid lessons when all eligible students have an account on the platform, and (2) provide clarification on the data that the Student Aid Commission is required to provide to CCGI.

Opioid Overdose Reversal Medication—It is requested that statutory changes transmitted with the Governor's Budget be amended to: (1) provide funding to county offices of education to purchase emergency opioid antagonists on behalf of local educational agencies within their jurisdiction; (2) add adult school sites in addition to middle school, junior high school and high school sites required to stock a minimum of 2 units of an emergency opioid antagonist; (3) require funding allocations to be reevaluated each year; (4) allow 10 percent of the funding to be set-aside for county offices of education for administrative costs to coordinate, maintain stock, and distribute emergency opioid antagonists to local educational agencies; and (5) provide flexibility on where county offices of education may purchase naloxone.

California State Preschool Program—It is requested that statutory changes transmitted with the Governor's Budget be amended to (1) add an employment option to neighborhood eligibility, (2) allow California State Preschool Program (CSPP) contractors to enroll students through neighborhood eligibility if their parent lives or is employed for more than 10 hours within the attendance boundary where at least 80 percent of enrolled pupils are eligible for free-or-reduced price meals (FRPM), and (3) add eligibility portability that would allow a student who lives in a FRPM boundary or whose parent works in a FRPM boundary to attend any CSPP.

California Prekindergarten Planning and Implementation Grant—It is requested that statutory changes transmitted with the Governor's Budget be amended to: (1) clarify that Local Educational Agencies that submit a plan for the California Prekindergarten Planning and Implementation Grant by March 30, 2023 are eligible to receive 2021-22 grant funds, and (2) allow the California Department of Education to reallocate any returned funds from this grant to the Early Education Teacher Development Grant.

Expanded Learning Opportunities Program—It is requested that statutory changes transmitted with the Governor's Budget be amended to extend the encumbrance deadline from 2022-23 to 2023-24.

Transitional Kindergarten—It is requested that statutory changes transmitted with the Governor's Budget be amended to: (1) add technical changes to allow a student, who has their fifth birthday during the same school year but before the first day of instruction, to be eligible for early admittance transitional kindergarten, and (2) add two additional pathways to be qualified as the second adult in a transitional classroom—obtain 6 units of early childhood education or child development and have sufficient related experience as determined by the local educational agency. The option of having sufficient experience will sunset June 20, 2030.

Classroom Assessment Scoring System—It is requested that statutory changes transmitted with the Governor's Budget be amended to allow the California Department of Education to issue guidance through management bulletins and initiate a rulemaking action to implement the Classroom Assessment Scoring System, which is an observational tool for strengthening child-teacher interactions and supporting quality improvement.

Equity Multiplier and Accountability Provisions—It is requested that statutory changes transmitted with the Governor's Budget be amended to:

- Clarify that all local educational agencies with low student performance address disparities in the preparation of their educators.
- Define the new Long-term English Learner student group in the context of school accountability.
- Make technical amendments related to free meal data source specification, define key terminology, clarify eligibility for Equity Multiplier allocation, and specify the sourcing of California Longitudinal Pupil Achievement Data System data to a particular point in the school year.
- Allocate \$2 million ongoing Proposition 98 General Fund to support the Equity Leads, and clarify that these leads shall, among other things, enhance and expand existing efforts to meet the identified needs of all pupils.

High School Equivalency Certificate Administrative Fee Cap—It is requested that statutory changes be added to remove reference to a fee cap related to the High School Equivalency exam.

Arts and Music Funding (Proposition 28)—It is requested that statutory changes be added for the following implementation purposes:

- To allow for Proposition 28 Arts and Music Funding Guarantee entitlement payments to be issued through the Department Principal Apportionment program.
- To provide a feasible way to calculate funds for and issue funds to preschool programs.
- To clarify:
 - Terms defined for the purpose of the three-year time limit on use of funds.
 - The Department's authority to collect data on unexpended funds from local educational agencies.
 - The Department's authority to recover unexpended funds back to the state.
- To reflect technical corrections for references to annual certification and the good cause waiver.

Local Control and Accountability Plan eTemplate and Query Tool—It is requested that statutory changes be added to appropriate \$148,000 ongoing Proposition 98 General Fund to contract with the San Joaquin County Office of Education for the maintenance and support of the Local Control and Accountability Plan Electronic Template System and the database and reporting interface established pursuant to Chapter 24 of the Statutes of 2020.

County Offices of Education Base Grant Increase for Differentiated Assistance Work—It is requested that statutory changes be added to increase the base grant allocation for county offices of education differentiated assistance work from \$200,000 to \$300,000, to compliment the proposal to extend the differentiated assistance timeline from one to two years that was transmitted with the Governor's Budget.

Differentiated Assistance Evaluation Extension—It is requested that statutory changes be added to provide for a narrow extension to the Differentiated Assistance evaluation to allow the contractor to run the 2022 and 2023 Dashboard data through their quantitative analysis.

2021–22 Charter School Declining Enrollment Relief—It is requested that statutory changes be added to reflect the 2021–22 charter school declining enrollment relief apportionment having a final computed need of \$290,023,000.

Adjust Support for the Arts, Music, and Instructional Materials Block Grant—It is requested that statutory changes transmitted with the Governor's Budget be amended to reflect a reduction in the amount of \$606,532,000 in the Arts, Music and Instructional Materials Block Grant, established pursuant to Chapter 52 of the Statutes of 2022 and as amended by Chapter 571 of the Statutes of 2022, to reflect a total reduction of \$1,780,442,000 from the original appropriation.

Alternative Diploma-Pathway—It is requested that statutory changes be added to (1) clarify student eligibility for the alternative diploma-pathway and a pupil's

entitlement to a free and appropriate education when earning a diploma through the pathway; and (2) acknowledge that parents and guardians of students with disabilities are part of the individualized education program team.

Special Education Local Plan Area (SELPA) Administration Fee Cap—It is requested that statutory changes transmitted with the Governor's Budget be amended to accommodate changes in average daily attendance to promote transparency around the amount of funding expended by each special education local plan area for administrative purposes.

Panel for Reading Difficulties Screeners—It is requested that statutory changes be added to require: (1) an expert panel to approve a list of screening instruments to assess pupils in kindergarten through second grade for risk of reading difficulties; (2) local educational agencies serving pupils in kindergarten through second grade to adopt one or more screening instruments from the list on or before June 30, 2025; and (3) local educational agencies serving pupils in kindergarten through second grade to screen pupils for risk of reading difficulties using the chosen instruments beginning no later than the 2025-26 school year.

Williams Statute—It is requested that statutory changes be added to make technical and clarifying changes regarding the list of schools that the Superintendent of Public Instruction identifies for inspection for purposes of the Williams settlement.

Necessary Small Schools Wildfire Hold Harmless Extension—It is requested that statutory changes be added to provide a one-year emergency funding protection extension to school districts that have had a necessary small school site become temporarily inoperative due to an emergency.

County Offices of Education: Alternative Funding Model—It is requested that statutory changes be added to alter the funding model for county offices of education's alternative education grant to provide an increased level of funding for juvenile court and community schools as follows:

- An increase for the Local Control Funding Formula base rate for county offices of education's average daily attendance.
- An altered average daily attendance calculation for county offices of education to be based on the greater of the current, prior or average of the three most recent prior fiscal years.
- An allocation of \$300,000 per county office of education operating one or more juvenile court school, and an allocation of \$300,000 per county office of education operating one or more community school.
- A block grant equivalent to \$5,000 per juvenile court or community school average daily attendance, adjusted annually by a cost-of-living adjustment, for a broad range of allowable expenditures, including but not limited to expanding access to A-G courses, vocational and career technical education, and post-secondary preparation and application assistance.

Restorative Justice Practices—It is requested that statutory changes be added to appropriate \$7 million one-time Proposition 98 General Fund to provide support for local educational agencies opting to implement the Restorative Justice best practices that will be developed and posted on the Department of Education's website by June 1, 2024, pursuant to Chapter 914 of the Statutes of 2022 (AB 2598).

Fund Current Year and Budget Year LCFF with One-Time Resources—It is requested that statutory changes transmitted with the Governor's Budget be amended to provide an increase of \$1,351,880,000 in one-time resources to support 2023-24 LCFF costs, for a total of \$2,752,328,000 in one-time support for 2023-24 LCFF costs.

Various Technical Amendments— It is requested that statutory changes be added to make various technical amendments as follows:

- Clarify the funding formula and the definition of local educational agency for the Arts and Cultural Enrichment for 12th Grade Students program.
- Amend provisional language under Item 6100-172-0001 of the 2022 Budget Act to include higher education campuses as eligible entities for collaborative partnerships with the California College Guidance Initiative (CCGI) to drive utilization of CCGI's college and career planning tools.
- Amend Schedule (3) of Item 6100-125-0890 of the 2022 Budget Act to provide an increase of \$654,000 Title III, Part A funding to align to the revised federal grant award.
- Amend provisional language reflected in item 6100-001-0178 of the 2022 Budget Act to extend the encumbrance date for purchasing two electric school buses for the Office of School Transportation's bus driver training program by one additional year.
- Amend statutory changes reflected in Section 144 of Chapter 44 of the Statutes of 2021 (Assembly Bill 130) to extend the encumbrance date of the initiative created in this section, related to high quality instructional materials, due to extended Request for Proposal and contract development timelines.
- Make a technical amendment to extend the encumbrance period for funding appropriated through the 2022 Budget Act for the Department to develop parent-friendly resources around the transition process from Part C to Part B services.
- Make a technical amendment to extend the encumbrance period for funding appropriated through the 2022 Budget Act for the Department to contract with the federal technical assistance provider for the state educational agency to compile and develop alternative coursework and performance tasks to demonstrate completion of the state graduation requirements.

Literacy Coaches and Reading Specialists Grant Program—It is requested that statutory changes transmitted with the Governor's Budget be amended to clarify definitions in the original program implemented by the 2022 Budget Act.

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

If you have any questions or need additional information regarding this matter, please call Melissa Ng, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No. 1
Honorable Kevin McCarty, Chair, Assembly Budget Subcommittee No. 2

Gabriel Petek, Legislative Analyst

Christopher W. Woods, Senate President pro Tempore's Office

Jason Sisney, Assembly Speaker's Office

Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office

Katja Townsend, Capitol Director, Assembly Republican Leader's Office

Leisa Maestretti, Fiscal and Administrative Services Director, State Department of Education

Amend Item 6100-488 as follows:

“6100-488—Reappropriation, State Department of Education. Notwithstanding any other law, the balances from the following appropriations are available for reappropriation for the purposes specified in Provisions 1 to 3 inclusive:

0001— General Fund

(1) \$4,646,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the After School Education and Safety Program in Schedule (1) of Item 6100-149-0001, Budget Act of 2020 (Ch. 6, Stats. 2020)

(2) \$170,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the Career Technical Education Initiative in Schedule (1) of Item 6100-170-0001 of the Budget Act of 2020 (Ch. 6, Stats. 2020)

(3) \$130,387,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the California State Preschool Program in Schedule (1) of Item 6100-196-0001, Budget Act of 2021 (Ch. 21, Stats. 2021)

(4) \$337,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the Career Technical Education Initiative in Schedule (1) of Item 6100-170-0001, Budget Act of 2021 (Ch. 21, Stats. 2021)

(5) \$51,540,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the Career Technical Education Incentive Grant Program in Schedule (1) of Item 6100-168-0001, Budget Act of 2021 (Ch. 21, Stats. 2021)

(6) \$2,000,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the Adults in Correctional Facilities Program in Item 6100-158-0001, Budget Act of 2020 (Ch. 6, Stats. 2020)

(7) \$1,175,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for assessment apportionment costs pursuant to Schedule (4) of Item 6100-113-0001, Budget Act of 2021 (Chs. 21, 69, and 240, Stats. 2021)

(8) \$550,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for Smarter Balanced Assessment Contract Membership pursuant to Item 6100-113-0001, Budget Act of 2022 (Ch. 22, Stats. 2022)

(9) \$15,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the American Indian Early Childhood Education Program in Schedule (1) of Item 6100-150-0001, Budget Act of 2020

(10) \$30,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the American Indian Early Childhood Education Program in Schedule (1) of Item 6100-150-0001, Budget Act of 2021 (Chs. 21 and 69, Stats. 2021)

(11) \$2,500,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the Special Education Program for Individuals with Exceptional Needs in Schedule (1) of Item 6100-161-0001, Budget Act of 2020 (Chs. 6 and 40, Stats. 2020)

(12) \$29,557,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for State Preschool—Local Educational Agencies in Schedule (1) of Item 6100-196-0001, Budget Act of 2022 (Chs. 43 and 45, Stats. 2022)

(13) \$2,399,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the K–12 Mandated Programs Block Grant in Schedule (1) of Item 6100-296-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022)

(14) \$31,945,000 or whatever greater or lesser amount of the unexpended balance of the amount appropriated for the Career Technical Education Incentive Grant Program in Schedule (1) of Item 6100-168-0001, Budget Act of 2022

Provisions:

1. The sum of \$550,000 is hereby appropriated to the Superintendent of Public Instruction to support contract costs associated with administering the California Assessment of Student Performance and Progress.
2. The sum of ~~\$190,255,000~~ \$256,069,000 is hereby appropriated for current year and budget year backfill to the Local Control Funding Formula pursuant to pending legislation.
3. The sum of \$632,000 is hereby appropriated to the Superintendent of Public Instruction for allocation to the basic aid school districts impacted by the Kincaid wildfire pursuant to the 2023 Education Omnibus Trailer Bill, according to a schedule provided by the Department of Finance."



May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Addition of Statutory Changes, Local Assistance, School Facilities Aid Program

Project Savings for Specified School Facility Program Projects—It is requested that statutory changes be added to remove instructions from the annual K-12 audit guide related to the process for determining School Facility Program (SFP) project savings for the following project types: modernization and new school construction projects for districts receiving financial hardship funding, Career Technical Education Facilities Program projects, and Charter School Facilities Program projects. These changes conform to a recent ruling from California's Third Appellate District.

Proposed statutory amendments for these requests can be viewed at www.dof.ca.gov.

If you have any questions or need additional information regarding this matter, please call Michelle Nguyen, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
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Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No. 1
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Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Amy Tong, Secretary, Government Operations Agency
Justyn Howard, Deputy Secretary, Government Operations Agency
Ana Lasso, Director, Department of General Services
Jennifer Osborn, Chief Deputy Director, Department of General Services
Katherine Minnich, Deputy Director of Administration, Department of General Services
Lisa Silverman, Executive Officer, Office of Public School Construction
Barbara Kampmeinert, Deputy Executive Officer, Office of Public School Construction

May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendments to Budget Bill Items 6360-001-0001, 6360-001-0407, 6360-001-0408, and Statutory Changes, Support, Commission on Teacher Credentialing

Prospective Educator Transcript Review (Language Only)—It is requested that Provision 2 of Item 6360-001-0001 be amended to authorize the Commission to utilize current resources to provide transcript review to assess basic skills requirements and subject matter competence for educator credential candidates (see Attachment 1).

Relocation to Richards Boulevard Office Complex, (Issue 33)—It is requested that Schedule (1) of Item 6360-001-0001 be increased by \$690,000 one-time General Fund to support the procurement of networking equipment and laptops for the Commission's relocation to the Richards Boulevard Office Complex in January 2025. It is also requested that Provision 8 be added to Item 6360-001-0001 to conform to this action (see Attachment 2).

General Fund Backfill, (Issue 46)—It is requested that Schedule (1) of Item 6360-001-0001 be decreased by \$2.6 million one-time General Fund to reflect a decrease in funding need to backfill a shortfall in Teacher Credentials Fee Revenues. It is also requested that Provision 7 of this item be amended to conform to this action (see Attachment 2).

Reflect General Fund Backfill, (Issue 40)—It is requested that Schedule (1) of Item 6360-001-0407 be decreased by \$3.4 million to reflect: (1) a net-zero shift of a \$1,640,000 decrease at Governor's Budget in Item 6360-001-0408 to Item 6360-001-0407; and (2) a decrease of \$1,760,000 in Item 6360-001-0407. This request reflects an offset in overall expenditure authority in Item 6360-001-0407 in lieu of General Fund to backfill a shortfall in Teacher Credentials Fee Revenues (see Issue 46 and Attachment 3).

Technical Adjustment for Special Education Teaching Performance Assessment Contract, (Issue 47)—It is requested that Schedule (6) of Item 6360-001-0407 be added in the amount of \$612,000 one-time to support an external contract associated with the

development of a Teacher Performance Assessment for candidates seeking a credential in special education. This expenditure authority is provided to support the final payment of a multi-year contract authorized by Provision (5) of Item 6360-001-0408 in the 2019 Budget Act. It is also requested that Provision 8 be added to Item 6360-001-0407 to conform to this action (see Attachment 3).

Test Development and Administration Account Abolishment and Consolidation into Teacher Credentials Fund (Issues 35, 36, 37, 38, 39, and 41)—It is requested that Item 6360-001-0408 be eliminated on an ongoing basis to reflect the abolishment of the Test Development and Administration Account (Fund 0408). This request will be a net-zero shift of \$1,849,000 in expenditures into Item 6360-001-0407 in fiscal year 2023-24 and ongoing.

It is also requested that Schedule (1) of Item 6360-001-0407 be increased by \$1,809,000 and 23.6 positions to reflect the shift of positions, salaries, wages, and other staff benefits associated with the fund consolidation.

It is additionally requested that Schedule (3) of Item 6360-001-0407 be increased by \$40,000 to reflect the shift of positions, salaries, wages, and other staff benefits associated with the fund consolidation (see Attachment 3).

It is further requested that Provision 9 be added to Item 6360-001-0407 to authorize the Commission to transfer any cash or expenditure authority related to the abolished Item 6360-001-0408 to Item 6360-001-0407 (see Attachment 3).

Statutory Changes

Abolish the Test Development and Administrative Account—The Administration proposes statutory changes to abolish the Test Development and Administrative Account and consolidate expenditures and fee revenues currently collected under the fund into the Teacher Credentials Fund.

Extend Encumbrance Period for Dyslexia Grants to Preparation Programs—The Administration proposes statutory changes to extend the encumbrance period for funds appropriated in the 2021 Budget Act through fiscal year 2024-25.

Military Teacher Mobility—The Administration proposes statutory changes authorizing the Commission to issue a comparable California credential to any United States military servicemember or their spouse that possess a valid out-of-state teaching or services credential to provide instruction or services in the public schools of the state of issuance when the candidate is relocated to California on military orders.

Prospective Educator Transcript Review—The Administration proposes statutory changes requiring the Commission to examine and determine the feasibility of expanding online services to perform transcript review to assess basic skills requirements and subject matter competence for all candidates to complete their credentialing requirements.

Teacher Assignment Monitoring Outcomes Reporting—The Administration proposes statutory changes to codify current practices stemming from updates to teacher assignment monitoring outcomes reporting requirements related to the federal Every Student Succeeds Act and clarifying the roles of the Commission and Department of Education around data reporting on educator credentialing and assignment.

Teaching Performance Assessment Waiver—The Administration proposes statutory changes authorizing the Commission to waive the Teaching Performance Assessment requirement for educators who were unable to meet the requirement during the COVID-19 pandemic and who completed a Commission-approved induction program or completed two years of satisfactory teacher evaluations.

Teacher and School Counselor Residency Grant Program—The Administration proposes statutory changes to the Teacher and School Counselor Residency Grant Program to: (1) increase the per-candidate allocation to grantee local education agencies, (2) require a minimum stipend or salary to residents, and (3) allow residency candidates additional flexibilities to complete their credentialing and service requirements.

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

Statutory changes for these requests can be viewed at www.dof.ca.gov.

If you have any questions or need additional information regarding this matter, please call Liz Mai, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
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Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No. 1
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Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Dr. Mary Vixie Sandy, Executive Director, California Commission on Teacher
Credentialing

Amend Provision 2 of Item 6360-001-0001 as follows:

"2. Of the funds appropriated in Schedule (1), \$1,400,000 and 9.0 positions are available to support the Roadmap to Educational Careers initiative. Of the 9.0 positions, 8.0 positions shall serve as career guidance counselors, credential experts, subject matter experts, and resource specialists for individuals seeking to make the transition into a PK-12 educational career. To the extent that is absorbable, these 8.0 positions may also provide transcript review to assess basic skills requirements and subject matter competence for educator credential candidates. Of the 9.0 positions, 1.0 position shall be available to assist with development and maintenance of a multifaceted web portal on the Commission on Teacher Credentialing's website and social media connection and presence."

Amend Provision 7 and Add Provision 8 of Item 6360-001-0001 as follows:

"7. Of the amount appropriated in Schedule (1), ~~\$6,000,000~~ \$3,400,000 shall be provided to backfill revenue shortfalls resulting from declining teacher credential fees. ~~Up to \$1,646,000 may~~ These funds shall be available to support activities pursuant to Schedule (1) of Item ~~6360-001-0408~~ 6360-001-0407."

8. Of the funds appropriated in Schedule (1), \$690,000 is available on a one-time basis to support the procurement of equipment related to the Commission on Teacher Credentialing's relocation to the Richards Boulevard Office Complex.

Amend Item 6360-001-0407 to read as follows:

“6360-001-0407—For support of Commission on Teacher Credentialing, payable from the Teacher Credentials Fund

25,310,000 24,679,000

.....

Schedule:

| | | |
|-----|--|------------------------------|
| (1) | 5381-Preparation and Licensing of Teachers | 14,992,000 <u>13,401,000</u> |
| (2) | 5382-Attorney General Legal Services | 3,389,000 <u>3,389,000</u> |
| (3) | 5383-Accreditation Streamline Project | 256,000 <u>296,000</u> |
| (4) | 5399-Administration | 6,981,000 |
| (5) | Reimbursements to 5381-Preparation and Licensing of Teachers | -308,000 |
| (6) | <u>5384-Edcuator Performance Assessments.....</u> | <u>612,000</u> |

Provisions:

1. The amount appropriated in this item may be increased based on increases in credential applications, increases in first-time credential applications requiring fingerprint clearance, unanticipated costs associated with certificate discipline cases, or unanticipated costs of litigation, subject to approval of the Department of Finance, not sooner than 30 days after notification in writing to the chairpersons of the fiscal committees of each house of the Legislature and the Chairperson of the Joint Legislative Budget Committee.
2. If the funds available in the Teacher Credentials Fund are insufficient to meet the operational needs of the Commission on Teacher Credentialing, the Department of Finance may authorize a loan to be provided from the Test Development and Administration Account to the Teacher Credentials Fund. The Department of

Finance shall notify the Chairperson of the Joint Legislative Budget Committee, or the chairperson's designee, of its intent to request that the Controller transfer the amount projected to be required from the Test Development and Administration Account to the Teacher Credentials Fund. The Controller shall transfer those funds not sooner than 30 days after this notification.

3. The Commission on Teacher Credentialing shall submit biannual reports to the chairpersons and vice chairpersons of the budget committees of each house of the Legislature, the Legislative Analyst's Office, and the Department of Finance on the minimum, maximum, and average number of days taken to process: (a) renewal and university-recommended credentials, (b) out-of-state and special education credentials, (c) service credentials and supplemental authorizations, (d) adult and career technical education certificates and child center permits, (e) temporary permits for statutory leave and 30-day substitute permits, (f) provisional intern permits, (g) short-term staff permits, and (h) the percentage of renewals and new applications completed online. The report should also include information on the total number of each type of application and the hours of staff time utilized to process the different types of credentials. The biannual reports shall be submitted on October 1 and March 1 of each year, and shall include historical data as well as data from the most recent six months.
4. Of the funds appropriated in Schedule (1), \$308,000 is provided from federal Title II funds through an interagency agreement with the State Department of Education to support Teacher Misassignment Monitoring, pursuant to Section 44258.9 of the Education Code. These funds shall be used to reimburse county offices of education for costs associated with monitoring public schools and school districts for teacher misassignments. Funds shall be allocated on a basis determined by the Commission on Teacher Credentialing. Districts and county offices receiving funds for credential monitoring will provide reasonable and necessary information to the commission as a condition of receiving these funds.

5. The Commission on Teacher Credentialing shall submit biannual reports to the chairpersons and vice chairpersons of the budget committees of each house of the Legislature, the Legislative Analyst's Office, and the Department of Finance on the workload of the Division of Professional Practices (DPP) and the status of the teacher misconduct caseload. The report shall include information on the DPP's workload and the timeliness of completing key steps in reviewing teacher misconduct cases that are under the control of the commission. The workload report shall include the number of cases opened by case type and the average number of days and targets for each key step in the misconduct review process, including: (a) intake of new cases and documents, (b) assignment of cases to staff and gathering of needed documents for investigation, (c) investigation and notification of allegations to individuals charged with an offense, (d) review of cases by the commission, (e) implementation of final discipline decisions by the commission, (f) monitoring during probation period, and (g) response to violation of probationary period. The biannual reports shall be submitted by October 1 and March 1 of each year. All reports shall include historical data as well as data from the most recent six months.
6.
 - (a) The Attorney General shall submit a biannual report to the chairpersons and vice chairpersons of the budget committees of each house of the Legislature, the Legislative Analyst's Office, and the Department of Finance concerning the status of the teacher misconduct discipline caseload and other cases being handled by the Attorney General for the Commission on Teacher Credentialing. The biannual report shall be submitted by August 30 and February 28 of each year for the previous corresponding fiscal quarters.
 - (b) Each report shall include, at a minimum, all of the following for teacher discipline matters:
 - (1) The number of matters with the Attorney General at the beginning of the reporting period.

- (2) The number of matters for which further investigation was requested by the Attorney General.
 - (3) The number of matters for which further investigation was received by the Attorney General.
 - (4) The number of matters adjudicated by the Attorney General.
 - (5) The number of matters with the Attorney General at the end of the reporting period.
 - (6) The minimum, maximum, and median number of days from the date the Attorney General receives an accusation or statement of issues referral from the commission to the commencement of a hearing at the Office of Administrative Hearings for cases adjudicated during this period.
- (c) To determine the average cost of the Attorney General to adjudicate a case representing the commission, each report shall provide the following information for cases adjudicated in the reporting period specified in subdivision (a):
- (1) The average and median number of hours worked by the staff of the Attorney General to adjudicate accusation and statement of issues matters.
 - (2) The average and median fees charged by the Attorney General to the commission to adjudicate accusation and statement of issues matters.
 - (3) The average and median litigation costs to adjudicate accusation and statement of issues matters.
- (d) To determine the total activities conducted by the Attorney General to represent the commission for each period, the Attorney General shall report the following:

- (1) The total hours worked during the period by staff of the Attorney General for representation of the commission in teacher discipline matters.
 - (2) The total fees charged during the period by the Attorney General to the commission for representation in teacher discipline matters.
 - (3) The total hours worked during the period by staff of the Attorney General for representation of the commission unrelated to teacher discipline matters.
 - (4) The total fees charged during the period by the Attorney General to the commission for representation unrelated to teacher discipline matters.
- (e) This information shall be provided with the intent that recipients shall be able to determine the caseload input and output of the Attorney General in relation to representation of the commission in teacher discipline cases, especially as it relates to determining the average case processing time for accusation and statement of issues representation and adjudication, and proper funding level for handling the teacher discipline caseload and other legal work for the commission. Staff from the Attorney General shall provide timely followup information to staff from the offices identified in subdivision (a) upon request if further explanation or information is required.
7. (a) The commission and the State Department of Education (SDE) shall maintain a data-sharing agreement to provide the commission with certificated employee assignment data necessary to annually identify misassignments, as defined in subparagraph (B) of paragraph (5) of subdivision (b) of Section 33126 of the Education Code, at school districts and county offices of education. The data sharing agreement shall also require the commission to make teacher credential, misassignment, and other relevant data available to the SDE to support federally

required reporting consistent with the California State Plan for the federal Every Student Succeeds Act (P.L. 114-95) approved by the State Board of Education.

- (b) The commission shall use the nonpersonally identifiable educator identification number required by Section 44230.5 of the Education Code for the purpose of sharing data with local educational agencies and the SDE pursuant to this provision.

8. The funds appropriated in Schedule (6), are provided on a one-time basis to support the development of a Teacher Performance Assessment for special education credential candidates.

9. Notwithstanding any other law, the Commission on Teacher Credentialing may authorize the transfer of all cash and expenditure authority from Item 6360-001-0408 to Item 6360-001-0407 pursuant to the abolishment of the Test Development and Administration Account."

May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

**Amendment to and Addition of Various Budget Bill Items and Current Year Items,
Support, University of California**

Proposition 56 Backfill for Graduate Medical Education (Issue 58)—It is requested that Item 6440-001-0001 be increased by \$1,153,000 ongoing for the Graduate Medical Education grant program to maintain a total of \$40 million for the program based on the most recent Proposition 56 revenue estimates.

It is further requested that provisional language for Item 6440-001-0001 be amended as follows to conform to this action:

"10. Of the funds appropriated in this item, ~~\$9,764,000~~ \$10,917,00 shall be allocated for a statewide grant program expanding the number of primary care and emergency medicine residency slots."

Debt Service for the 2022 Higher Education (Issue 63)—It is requested that Item 6440-001-0001 be increased by \$30,000,000 ongoing General Fund to support debt service costs to support approved UC Higher Education Student Housing Grant Program projects. This action replaces the \$389,000,000 one-time General Fund support as indicated in AB 190 (Chapter 572, Statutes of 2022). See Issue 68 for more information.

It is further requested that provisional language for Item 6440-001-0001 be added as follows to conform to this action:

29. Of the funds appropriated in this item \$30,000,000 ongoing General Fund shall be allocated to support debt service associated with approved UC Higher Education Student Housing Grant Program projects.

Debt Service for the UC Merced and UC Riverside Campus Expansion Project and the UC Berkeley Clean Energy Campus Project (Issue 59)—It is requested that Item 6440-001-0001 be increased by \$33,300,000 ongoing General Fund to support debt service costs associated with the UC Merced and UC Riverside Campus Expansion Project and the UC Berkeley Clean Energy Campus Project. This action replaces the \$498,000,000 one-time General Fund support as indicated in AB 190 (Chapter 572, Statutes of 2022). See Issues 53 and 54 for more information.

It is further requested that provisional language for Item 6440-001-0001 be added as follows to conform to this action:

30. Of the funds appropriated in this item \$33,300,000 ongoing General Fund shall be allocated to support debt service associated with UC Merced and UC Riverside Campus Expansion Project and the UC Berkeley Clean Energy Campus Project.

UC Riverside School of Medicine Support (Issue 56)—It is requested that Item 6440-001-0001 be increased by \$2,000,000 ongoing General Fund to support the UC Riverside School of Medicine.

It is further requested that provisional language for Item 6440-001-0001 be added as follows to conform to this action:

31. Of the funds appropriated in this item \$2,000,000 ongoing General Fund shall be allocated to support the UC Riverside School of Medicine.

Global Entrepreneurs (Issue 69)—It is requested that Item 6440-001-0001 be increased by \$2,000,000 one-time General Fund to pilot an entrepreneur-in-residence project for foreign-born entrepreneurs and UC students in support of job creation and fostering global talent for innovations in areas of need. This section is therefore enacted pursuant to Section 1621(d) of Title 8 of the United States Code.

It is further requested that provisional language for Item 6440-001-0001 be added as follows to conform to this action:

32. Of the funds appropriated in this item \$2,000,000 one-time General Fund shall be allocated to pilot an entrepreneur in residence project for foreign born entrepreneurs and UC students in support of job creation and fostering global talent for innovation in areas of need. This provision is therefore enacted pursuant to Section 1621(d) of Title 8 of the United States Code. These funds shall be available for encumbrance or expenditure until June 30, 2026. Of the amount appropriated in this provision, only 5 percent may be used for administrative purposes.

UCLA Ralph J. Bunche Center (Issue 70)—It is requested that Item 6440-001-0001 be increased by \$5,000,000 one-time General Fund to support the operations of the Ralph J. Bunche Center at UCLA.

It is further requested that provisional language for Item 6440-001-0001 be added as follows to conform to this action:

33. Of the funds appropriated in this item \$5,000,000 one-time General Fund shall be available on a one-time basis to support the University of California, Los Angeles Ralph J. Bunche Center for African American Studies.

Reduce Expenditure Authority for Breast Cancer Research (Issue 65)—It is requested that Item 6440-001-0007 be reduced by \$246,000 ongoing to reflect available resources in the Breast Cancer Research Account.

It is further requested that provisional language for Item 6440-001-0007 be amended as follows to conform to this action:

“6440-001-0007—For support of University of California, payable from the Breast Cancer Research Account, Breast Cancer Fund ~~6,705,000~~ 6,459,000”

Schedule:

(1) 5440-Support ~~6,705,000~~ 6,459,000”

Reduce Expenditure Authority for Breast Cancer Research (Issue 64)—It is requested that Item 6440-001-0234 be reduced by \$144,000 ongoing to reflect available resources in the Research Account, Cigarette and Tobacco Products Surtax Fund. ”

It is further requested that provisional language for Item 6440-001-0234 be amended as follows to conform to this action:

“6440-001-0234—For support of University of California, payable from the Research Account, Cigarette and Tobacco Products Surtax Fund~~10,607,000~~ 10,463,000”

Schedule:

(1) 5440-Support ~~10,607,000~~ 10,463,000”

UC Agriculture and Natural Resources (Issue 57)—It is requested that \$4,810,000 be shifted from item 6440-001-0001 to item 6440-005-0001 to support the UC Division of Agricultural and Natural Resources.

Reversion of the UC’s Statutory Higher Education Student Housing Grant Program Appropriation (Issue 68)—It is requested that Item 6440-495 be added to revert a statutory appropriation provided to support UC Higher Education Student Housing Grant Program projects. As a result of the lower revenue projections and a resulting increase in the budget problem, the May Revision proposes adjustments to the infrastructure projects associated with the Higher Education Student Housing Grant Program to assist in closing the projected shortfall and ensuring the submission of a balanced budget plan. These projects would be supported by UC bonds. See Issue 63 for more information.

It is further requested that provisional language be added as follows to conform to this action:

6440-495-Reversion, University of California. As of June 30, 2023, the balance specified below of the appropriation in the following citation shall revert to the fund balance of the fund from which the appropriation was made:

0001 – General Fund

- (1) \$389,000,000 appropriated pursuant to paragraph (1) of subdivision (m) of section 17201 of the Education Code (Chs. 54, and 572, Stats. 2022) as reflected in item 6440-505-0001, Program 5440-Support.

Amendments to the Higher Education Student Housing Grant Program—It is requested that statutory changes transmitted with the Governor's Budget be amended to shift current and planned General Fund support for affordable student grants for the University of California and the California State University to being supported by UC- and CSU-issued bonds, respectively. It is additionally requested that the Budget propose \$450 million one-time General Fund for 2023-24 and intend to appropriate \$95.4 million one-time General Fund for 2024-25 for affordable student housing projects for the California Community Colleges.

UC Berkeley Clean Energy Campus Project (Issue 54)—It is requested that \$83,000,000 be removed from provision 44, item 6440-001-0001 of the 2022 Budget Act. In addition, \$166,000,000 currently planned for the year 2024-2025 will be replaced by UC bond funding, see Issue 59 for more information.

UC Merced and UC Riverside Campus Expansion Projects (Issue 53)—It is requested that \$83,000,000 be removed from provision 45, item 6440-001-0001 of the 2022 Budget Act. In addition, \$166,000,000 currently planned for the year 2024-2025 will be replaced by bond funding, see Issue 59 for more information.

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

If you have any questions or need additional information regarding this matter, please call Jack Zwald, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No. 1
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Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Nathan Brostrom, Executive Vice President and Chief Financial Officer, University of California
David Alcocer, Associate Vice President for Budget Analysis and Planning, University of California
Cain Diaz, Director, Operating Budget, University of California
Kathleen Fullerton, Associate Vice President and Director, State Government Relations, University of California



May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Item 6610-001-0001, and Addition of Items 6610-490 and 6610-495, Support, and Statutory Changes, California State University

Debt Service for Capital Projects at Cal Poly Humboldt (Issue 40)—It is requested that Item 6610-001-0001 be increased by \$16 million on an ongoing basis to support infrastructure projects at Cal Poly Humboldt.

It is further requested that paragraph (7) be added to subdivision (a) of Provision 2.7 of Item 6610-001-0001 as follows to conform to this action:

- (7) The infrastructure development and capital outlay projects associated with the transition of Humboldt State into a polytechnic university.

Debt Service for Human Identification Laboratory at CSU Chico (Issue 41)—It is requested that Item 6610-001-0001 be increased by \$3.1 million on an ongoing basis to support the construction of the Human Identification Laboratory at CSU Chico.

It is further requested that paragraph (8) be added to subdivision (a) of Provision 2.7 of Item 6610-001-0001 as follows to conform to this action:

- (8) The construction of the Human Identification Laboratory at California State University, Chico.

Withdraw Debt Service Support to CSU University Farms (Issue 42)—It is requested that paragraph (5) of subdivision (a) of Provision 2.7 of Item 6610-001-0001 be repealed to reflect the withdrawal of the proposal to provide ongoing General Fund debt service to University Farms.

Debt Service for CSU Student Housing (Issue 46)—It is requested that Item 6610-001-0001 be increased by \$45 million on an ongoing basis to support the construction of affordable student housing at campuses authorized under the Higher Education Student Housing Grant Program (Chs. 54 and 572, Stat. 2022).

It is further requested that subdivision (a) of Provision 2.7 of Item 6610-001-0001 be amended to conform to the actions in issues 40, 41, and 46:

“(a) Of the funds appropriated in this item and notwithstanding Section 89773 of the Education Code, ~~\$27,000,000~~ \$91,100,000 is provided to support debt service to the California State University for the following infrastructure projects pursuant to Sections 89770 to 89774, inclusive, of the Education Code:

- (1) The construction of the California State University Bakersfield Energy Innovation Center.
- (2) The infrastructure development of the San Diego State Brawley Center in Imperial Valley.
- (3) The construction of the CSU Fullerton Engineering and Computer Science Innovation Hub Project.
- (4) The expansion of the CSU San Bernardino, Palm Desert Campus Project.
- (5) ~~For acquiring equipment, and modernization or construction of university farms facilities.~~ The construction of affordable student housing at CSU campuses authorized under the Higher Education Student Housing Grant Program.
- (6) The infrastructure development and rebuilding efforts at Swanton Pacific Ranch, Polytechnic State University, San Luis Obispo.”

California State University: Reversion of 2021 Balances (Issue 49)—It is requested that Item 6610-495 be added to revert the unexpended balance of appropriations made for Infrastructure Projects at Cal Poly Humboldt in the 2021 Budget Act. As a result of lower revenue projections and a resulting increase to the General Fund, the May Revision proposes adjustments to the infrastructure and capital outlay projects associated with the transition of Humboldt State into a polytechnic university to assist in closing the projected shortfall and ensuring the submission of a balanced budget plan.

It is further requested that the following language be added to conform to this action:

6610-495—Reversion, California State University. As of June 30, 2023, the unencumbered balances of the appropriations provided in the following citations shall revert to the fund balances of the funds from which the appropriation were made.

0001—General Fund

- (1) \$201,009,000 in Item 6610-001-0001, Budget Act of 2021 (Chs. 21, 69, and 240, Stats. 2021), appropriated in Program 5560-Support.

California State University: Reversion of 2021 and 2022 Balances (Issue 50)—It is requested that Item 6610-490 be added to revert the unexpended balances of one-time appropriations in the 2021 and 2022 Budget Acts for the construction of affordable student housing at campuses authorized under the Higher Education Student Housing

Grant Program (Chs. 54 and 572, Stats. 2022). As a result of lower revenue projections and a resulting increase to the General Fund, the May Revision proposes to shift the one-time support appropriation for the construction of affordable student housing to debt service for the purpose of closing the projected shortfall and ensuring the submission of a balanced budget plan.

It is further requested that the following language be added to conform to this action:

6610-490—Reversion, California State University. As of June 30, 2023, the balance specified below of the appropriations provided in the following citations shall revert to the balances of the funds from which the appropriations were made.

0001—General Fund

- (1) \$493,907,000 appropriated pursuant to paragraph (2) of subdivision (m) of section 17201 of the Education Code (Chs. 54, and 572, Stats. 2022), as reflected in item 6610-501-0001, Program 5560-Support.
- (2) \$4,554,000 appropriated pursuant to subparagraph (B) of paragraph (2) of subdivision (m) of section 17201 of the Education Code (Chs. 54, and 572, Stats. 2022), as reflected in item 6610-501-0001, Program 5560-Support.

Amendments to the Higher Education Student Housing Grant Program—It is requested that statutory changes transmitted with the Governor's Budget be amended to shift current and planned General Fund support for affordable student grants for the University of California and the California State University to being supported by UC- and CSU-issued bonds, respectively. It is additionally requested that the Budget propose \$450 million one-time General Fund for fiscal year 2023-24 and intend to appropriate \$95.4 million one-time General Fund for 2024-25 for affordable student housing projects for the California Community Colleges.

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

If you have any questions or need additional information regarding this matter, please call Jack Zwald, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
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Steven Relyea, Executive Vice Chancellor, California State University Office of the Chancellor
Ryan Storm, Assistant Vice Chancellor, California State University Office of the Chancellor
Jeni Kitchell, Executive Budget Director, California State University Office of the Chancellor



May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to and Addition of Various Budget Bill Items and Reimbursements, Local Assistance, and Statutory Changes, Board of Governors of the California Community Colleges

Item 6870-101-0001, Enrollment Growth Adjustment (Issue 98)—It is requested that Schedule (1) of Item 6870-101-0001 be decreased by \$2,385,000 Proposition 98 General Fund to reflect a revised estimate of the cost to maintain a 0.50-percent enrollment growth target in fiscal year 2023-24.

It is further requested that paragraph (1) of subdivision (a) of Provision 2 of this item be amended as follows to conform to this action.

“(1) Of the funds appropriated in Schedule (1), ~~\$28,792,000~~ \$26,407,000 shall be used to increase statewide growth of full-time equivalent students (FTES) by 0.50 percent.”

Item 6870-101-0001, Apportionments Cost-of-Living Adjustment (COLA) (Issue 97)—It is requested that Schedule (1) of Item 6870-101-0001 be increased by \$25,406,000 Proposition 98 General Fund to reflect an 8.22-percent COLA.

It is further requested that paragraph (2) of subdivision (a) of Provision 2 of this item be amended as follows to conform to this action.

“(2) Of the funds appropriated in Schedule (1), ~~\$652,616,000~~ \$678,022,000 shall be used to reflect a cost-of-living adjustment of ~~8.13~~ 8.22 percent.”

Item 6870-101-0001, Hold Harmless for Student-Centered Funding Formula (Issue 99)—It is requested that Schedule (1) of Item 6870-101-0001 be increased by \$154,075,000 Proposition 98 General Fund to reflect a revised estimate of hold harmless funding for districts under the Student-Centered Funding Formula.

Item 6870-101-0001, Technical Base Apportionment Adjustments (Issue 73)—It is requested that Schedule (1) of Item 6870-101-0001 be increased by \$221,182,000 Proposition 98 General Fund to reflect various technical base apportionment adjustments.

Item 6870-101-0001, Reduce Funding for Student Centered Funding Formula (Issues 108 and 109)—It is requested that Schedule (1) of Item 6870-101-0001 be decreased by \$503,326,000 one-time Proposition 98 General Fund to reflect revised estimates of available Proposition 98 resources.

Item 6870-101-0001, Net Offsetting Education Protection Account (EPA) Revenue (Issues 75 and 77)—It is requested that Schedule (1) of Item 6870-101-0001 be increased by \$73,694,000 Proposition 98 General Fund to reflect a decrease in estimated net offsetting EPA revenue. It is also requested that corresponding adjustments be made to related non-Budget Act items.

Item 6870-101-0001, Net Offsetting Property Tax Revenue (Issues 79 and 92)—It is requested that Schedule (1) of Item 6870-101-0001 be decreased by \$19,592,000 Proposition 98 General Fund to reflect an increase in estimated net offsetting property tax revenue. It is also requested that a conforming adjustment be made to a related informational non-Budget Act item.

Item 6870-101-0001, Offsetting Student Fee Revenue (Issues 78 and 93)—It is requested that Schedule (1) of Item 6870-101-0001 be decreased by \$4,968,000 Proposition 98 General Fund to reflect an associated increase in estimated offsetting student fee revenue. It is also requested that a conforming adjustment be made to a related informational non-Budget Act item.

Item 6870-101-0001, Align Apprenticeship Program Related and Supplemental Instruction Hours with Actuals (Issue 102)—It is requested that Schedules (2) and (3) of Item 6870-101-0001 be decreased by \$9,046,000 Proposition 98 General Fund and increased by \$3,405,000 Proposition 98 General Fund, respectively, to reflect current related and supplemental instruction hours data.

Item 6870-101-0001, Apprenticeship Program COLA (Issue 84)—It is requested that Schedules (2) and (3) of Item 6870-101-0001 be increased by \$194,000 Proposition 98 General Fund and increased by \$1,875,000 Proposition 98 General Fund, respectively, to align the projected related and supplemental instruction reimbursement rate with a revised estimate of the credit apportionment funding rate that reflects an 8.22-percent COLA.

It is further requested that paragraph (2) of subdivision (a) of Provision 3 and subdivision (b) of Provision 4 of this item be amended as follows to conform to this action:

“(2) Pursuant to Section 79149.3 of the Education Code, the reimbursement rate shall be ~~\$9.71~~ \$9.98 per hour.”

“(b) Pursuant to Section 8152 of the Education Code, the reimbursement rate shall be ~~\$9.71~~ \$9.98 per hour.”

Item 6870-101-0001, Student Financial Aid Administration and Board Financial Assistance Program Funding (Issues 88 and 89)—It is requested that Schedule (5) of Item 6870-101-0001 be increased by \$1,099,000 Proposition 98 General Fund to reflect an increase of \$547,000 for the Student Financial Aid Administration Program and an increase of \$552,000 for the Board Financial Assistance Program. These adjustments reflect revised estimates of the number of units with fees waived and the dollar amount of fees waived, respectively.

It is further requested that paragraphs (1) and (2) of subdivision (a) of Provision 6 of this item be amended as follows to conform to this action:

“(1) Not less than ~~\$10,885,000~~ \$11,432,000 is available to provide \$0.91 per unit reimbursement to community college districts for the provision of California College Promise Grants pursuant to paragraph (2) of subdivision (m) of Section 76300 of the Education Code.

(2) Not less than ~~\$11,005,000~~ \$11,557,000 is available for the Board Financial Assistance Program to provide reimbursement of 2 percent of total waiver value to community college districts for the provision of California College Promise Grants pursuant to paragraph (2) of subdivision (m) of Section 76300 of the Education Code.”

Item 6870-101-001, Technical Correction to Fiscal Year Reference—It is requested that paragraph (7) of subdivision (a) of Provision 6 be amended to update the fiscal year reference related to when funds appropriated for the purpose of administering fee waivers shall be expended.

It is further requested that paragraph (7) of subdivision (a) of Provision 6 of this item be amended as follows to conform to this action.

“(7) Notwithstanding subdivision (m) of Section 76300 of the Education Code or any other law, the amount of funds appropriated for the purpose of administering fee waivers for the ~~2022-23~~ 2023-24 fiscal year shall be determined in this act.”

Item 6870-101-0001, Disabled Student Programs and Services Program COLA (Issue 86)—It is requested that Schedule (6) of Item 6870-101-0001 be increased by \$144,000 Proposition 98 General Fund to reflect an 8.22-percent COLA for the Disabled Student Programs and Services Program.

Item 6870-101-0001, Student Services for CalWORKs Recipients Program COLA (Issue 90)—It is requested that Schedule (7) of Item 6870-101-0001 be increased by \$46,000 Proposition 98 General Fund to reflect an 8.22-percent COLA for the Student Services for CalWORKs Recipients Program.

It is further requested that paragraphs (1) and (2) of subdivision (b) of Provision 8 of this item be amended as follows to conform to this action:

“(1) ~~\$11,118,000~~ \$11,127,000 shall be for childcare, except that a community college district may request that the chancellor approve the use of funds for other purposes.

(2) No less than ~~\$5,929,000~~ \$5,934,000 shall be used to provide direct workstudy wage reimbursement for students served under this program, and ~~\$743,000~~ \$744,000 is available for campus job development and placement services.”

Item 6870-101-0001, Extended Opportunity Programs and Services Program COLA (Issue 87)—It is requested that Schedule (18) of Item 6870-101-0001 be increased by \$180,000 Proposition 98 General Fund to reflect an 8.22-percent COLA for the Extended Opportunity Programs and Services Program.

It is further requested that paragraphs (1) and (2) of subdivision (a) of Provision 18 of this item be amended as follows to conform to this action:

“(1) ~~\$182,931,000~~ \$183,038,000 shall be used pursuant to Article 8 (commencing with Section 69640) of Chapter 2 of Part 42 of Division 5 of Title 3 of the Education Code. Funds provided in this item for Extended Opportunity Programs and Services shall be available to students on all campuses within the California Community Colleges system.

(2) ~~\$33,450,000~~ \$33,478,000 shall be used for funding, at all colleges, the Cooperative Agencies Resources for Education program in accordance with Article 4 (commencing with Section 79150) of Chapter 9 of Part 48 of Division 7 of Title 3 of the Education Code. The chancellor shall allocate these funds to local programs on the basis of need for student services.”

Item 6870-101-0001, Changes to NextUp Program to Conform with 2022 Budget Act—It is requested that subdivision (e) of Provision 19 be amended to remove a reference to the number of districts that the chancellor shall enter into an agreement for the provision of foster youth services, which conforms with provisional language changes made at the 2022 Budget Act.

It is further requested that subdivision (e) of Provision 19 of this item be amended as follows to conform to this action:

“(e) Consistent with the intent of Article 7 (commencing with Section 79220) of Chapter 9 of Part 48 of Division 7 of Title 3 of the Education Code, the chancellor shall enter into agreements with ~~30~~ community college districts to provide additional services in support of postsecondary education for foster youth. Up to \$50,000,000 of the funds appropriated in this item shall be prioritized for services pursuant to Article 7 (commencing with Section 79220) of Chapter 9 of Part 48 of Division 7 of Title 3 of the Education Code. Further, the chancellor shall ensure that the list of eligible expenditures developed pursuant to subdivision (d) of Section 78221 of the Education Code includes expenditures that are consistent with the intent of Article 7 (commencing with Section 79220) of Chapter 9 of Part 48 of Division 7 of Title 3 of the Education Code.”

Item 6870-101-0001, LGBTQ+ Pilot Program (Issue 116)—It is requested that Schedule (19) of Item 6870-101-0001 be increased by \$10 million one-time Proposition 98 General Fund to fund an LGBTQ+ Pilot Program at the Los Angeles Community College District, with the intent to fund an additional \$10 million one-time Proposition 98 General Fund for 2024–25 and 2025–26. These funds build upon the 2021 Budget Act investment described in Section 89 of Chapter 144, Statutes of 2021.

It is further requested that subdivision (l) be added to Provision 19 to conform to this action:

(l) \$10,000,000 shall be allocated by the Chancellor's Office to participating community college districts to provide additional funds to support LGBTQ+ students. For the purposes of allocating and expending this funding, the Chancellor's Office and participating community college districts shall follow the requirements as stipulated in Section 89 of Chapter 144 of the Statutes of 2021.

Item 6870-101-0001, Campus Childcare Tax Bailout Program COLA (Issue 85)—It is requested that Schedule (20) of Item 6870-101-0001 be increased by \$4,000 Proposition 98 General Fund to reflect an 8.22-percent COLA for the Campus Childcare Tax Bailout Program.

Item 6870-101-3273, Equal Employment Opportunity Program (Issues 63 and 113)—It is requested that this item be increased by \$4,251,000 to promote equal employment opportunities in hiring and promotion at community college districts.

It is further requested that Item 6870-101-3273 be added as follows to conform to this action.

6870-101-3273—For local assistance, Board of Governors of the California Community Colleges, payable from the Employment Opportunity Fund 4,251,000
Schedule:

(1) 5675069-Equal Employment Opportunity 4,251,000
Provisions:

1. The funds appropriated in this item are provided to promote equal employment opportunities in hiring and promotion at community college districts and shall be spent pursuant to Section 87108 of the Education Code and associated regulations.

Item 6870-108-0001, Student Success Completion Grant Adjustment (Issue 103)—It is requested that Item 6870-108-0001 be decreased by \$50 million one-time Proposition 98 General Fund to reflect a revised estimate of eligible Cal Grant B and Cal Grant C students for 2023-24.

Item 6870-111-0001, Reimbursements, Perkins Grant for Career and Technical Education (Issue 114)—It is requested that Schedule (6) of this item be increased by \$2,000,000 to provide reimbursement authority that aligns with the amount received from the California Department of Education for this federal grant program.

Item 6870-121-0001, Retention and Enrollment Strategies (Issue 100)—It is requested that Item 6870-121-0001 be decreased by \$100 million one-time Proposition 98 General Fund to reflect revised estimates of available Proposition 98 resources.

Item 6870-201-0001, Adult Education Program COLA (Issue 72)—It is requested that this item be increased by \$538,000 Proposition 98 General Fund to reflect an 8.22-percent COLA for the Adult Education Program.

It is further requested that Provision 2 of this item be amended as follows to conform to this action.

“2. Of the funds appropriated in this item, ~~\$48,547,000~~ \$49,085,000 is provided as a cost-of-living adjustment.”

Item 6870-296-0001, Mandate Block Grant Adjustment and COLA (Issues 82 and 83)—It is requested that Item 6870-296-0001 be decreased by a total of \$844,000 Proposition 98 General Fund to reflect a decrease of \$876,000 to align block grant funding with the revised estimate of applicable full-time equivalent students and an increase of \$32,000 for an 8.22-percent COLA for the Mandate Block Grant program.

It is further requested that Provision 1 of this item be amended as follows to conform to this action:

“1. The funds appropriated in this item are for transfer by the Controller to Section B of the State School Fund. Pursuant to Section 17581.7 of the Government Code, the funds appropriated in this item shall be distributed to community college districts that elect to participate in the block grant on the basis of funded full-time equivalent students (FTES) calculated as of the second principal apportionment for the 2022-23 fiscal year multiplied by ~~\$35.34~~ \$35.37 per FTES.”

Item 6870-488, Local Assistance, Reappropriation (Issues 105 and 112)—It is requested that Item 6870-488 be amended (see Attachment 1) to provide \$132,808,000 one-time Proposition 98 General Fund to support the Student-Centered Funding Formula in 2023-24, and to shift \$16,088,000 one-time Proposition 98 General Fund provided for deferred maintenance at the Governor's Budget to support the Student-Centered Funding Formula in 2023-24.

Current and Prior Year

Item 6870-101-0001, 2022-23 Apportionment Adjustments to Reflect Revised Local Revenue Estimate—It is requested that statutory changes transmitted with the Governor's Budget be amended to decrease Schedule (1) of Item 6870-101-0001, Budget Act of 2022, by \$58,213,000 Proposition 98 General Fund to reflect an associated increase in revised offsetting local revenue estimates. It is also requested that corresponding adjustments be made to a related informational non-Budget Act item.

Item 6870-101-0001, 2022-23 Apportionment Adjustments to Reflect Revised Estimate of Offsetting Student Fees—It is requested that statutory changes transmitted with the

Governor's Budget be amended to decrease Schedule (1) of Item 6870-101-0001, Budget Act of 2022, by \$5,103,000 Proposition 98 General Fund to reflect revised estimates of offsetting student fees. It is also requested that corresponding adjustments be made to a related informational non-Budget Act item.

Item 6870-101-0001, 2022-23 Net Offsetting EPA Revenue—It is requested that statutory changes transmitted with the Governor's Budget be amended to increase Schedule (1) of Item 6870-101-0001, Budget Act of 2022, by \$1,003,647,000 Proposition 98 General Fund to reflect an associated decrease in net offsetting EPA revenue. It is also requested that corresponding adjustments be made to related non-Budget Act items.

Item 6870-101-0001, 2021-22 Net Offsetting EPA Revenue—It is requested that statutory changes be adopted to decrease Schedule (1) of Item 6870-101-0001, Budget Act of 2021, by \$2,140,000 Proposition 98 General Fund to reflect an associated increase in net offsetting EPA revenue. It is also requested that corresponding adjustments be made to related non-Budget Act items.

Statutory Changes

Categorical Program Flexibility—It is requested that statutory changes be adopted to enable districts to spend flexibly among specified categorical program allocations, beginning in 2023-24. The proposed changes permit the California Community Colleges Chancellor's Office to assess district-level progress in meeting five of the roadmap goals in 2028-29, and to revoke the flexible spending authority and provide technical assistance to districts that do not make sufficient progress on roadmap goals.

Deferred Maintenance—It is requested that statutory changes transmitted with the Governor's Budget to revise deferred maintenance allocations be further amended to reflect: (1) a decrease of \$4,644,000 one-time Proposition 98 General Fund in 2023-24, (2) a decrease of \$103,340,000 one-time Proposition 98 General Fund in 2023-24, and (3) a decrease of \$115,168,000 one-time Proposition 98 General Fund in 2021-22. These statutory changes are proposed to reflect revised estimates of available Proposition 98 resources.

California Community Colleges Strong Workforce Program—It is requested that statutory changes be adopted to expand the eligible uses of funding for the California Community Colleges Strong Workforce Program, including providing funds for student grants to cover fees for third-party certification and licensing and supporting applied and experiential learning in the workplace, including, but not limited to, work-based learning programs and models.

Provide One-Time Funding for 2023-24 Apportionments—It is requested that statutory changes be adopted to appropriate \$354,430,000 one-time Proposition 98 General Fund to support 2023-24 apportionments, of which \$346,013,000 is attributable to 2021-22 Proposition 98 General Fund and \$8,417,000 is attributable to 2022-23 Proposition 98 General Fund.

Amend Learning Recovery Emergency Fund—It is requested that statutory changes be adopted to decrease the amount available for the Learning Recovery Emergency Block Grant by \$2,553,126,000 one-time Proposition 98 General Fund, of which \$1,836,883,000 is attributable to the 2021–22 fiscal year and \$716,243,000 is attributable to the 2022–23 fiscal year, and decrease the amount available for the California Community College COVID-19 Recovery Block Grant by \$344,667,000 one-time Proposition 98 General Fund, which is attributable to the 2021–22 fiscal year. These statutory changes are proposed to reflect revised estimates of available Proposition 98 resources.

Small Business Entrepreneurship and Innovation Center at East Los Angeles College—It is requested that statutory changes be adopted to provide \$2.5 million one-time Proposition 98 General Fund, attributable to the 2021–22 fiscal year, to establish a Small Business Entrepreneurship and Innovation Center at East Los Angeles College.

Amendments to the Higher Education Student Housing Grant Program—It is requested that statutory changes transmitted with the Governor’s Budget be amended to shift current and planned General Fund support for affordable student grants for the University of California and the California State University to being supported by UC- and CSU-issued bonds, respectively. It is additionally requested that the Budget propose \$450 million one-time General Fund for 2023-24 and intend to appropriate \$95.4 million one-time General Fund for 2024-25 for affordable student housing projects for the California Community Colleges.

Informational

Pursuant to Education Code section 84758, the Department of Finance is required to notify the Legislature and the Chancellor’s Office of the amount of revenue estimated to be available to community college districts during the next fiscal year from local taxes, exclusive of bond interest and redemption, and timber taxes received.

Finance estimates that property taxes totaling \$3,830,482,000 net of excess taxes will be available to offset district apportionments in 2023-24. This estimate excludes \$394,000 in estimated timber tax revenues.

Education Code section 84758 also requires Finance to notify the Legislature of the difference between the Chancellor’s Office 2022-23 local property tax estimate, excluding timber taxes, and Finance’s 2022-23 property tax estimates as of May 2022, excluding timber taxes.

As of the second principal apportionment payment, the Chancellor’s Office reported 2022-23 local property taxes of \$3,663,509,000, net of excess taxes and excluding timber taxes, which was \$703,000. As of May 2022, Finance’s 2022-23 property tax estimate was \$3,652,171,000, net of excess taxes and excluding timber taxes, which was \$562,000. Therefore, the Chancellor’s Office’s current property tax estimate, based on second principal apportionment payments, for 2022-23 is \$11,338,000 above Finance’s May 2022 estimate.

Proposed statutory amendments for these requests can be viewed at www.dof.ca.gov.

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

If you have any questions or need additional information regarding this matter, please call Michelle Nguyen, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

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Daisy Gonzales, Deputy Chancellor, California Community Colleges Chancellor's Office
Lizette Navarette, Executive Vice Chancellor, California Community Colleges
Chancellor's Office

6870-488—Reappropriation, Board of Governors of the California Community Colleges. Notwithstanding any other law, the balances from the following appropriations are available for reappropriation for the purposes specified in Provisions 1 through 3:

0001—General Fund

(1) Schedule (1) of Item 6870-101-0001, Budget Act of 2020 (Chapters 6 and 7, Statutes of 2020), as amended by Chapter 144 of Statutes of 2021 and Chapter 54 of Statutes of 2022.

(2) Schedule (17) of Item 6870-101-0001, Budget Act of 2019 (Chapter 23, Statutes of 2019), as amended by Chapter 5 of Statutes of 2020.

(3) Schedule (17) of Item 6870-101-0001, Budget Act of 2020 (Chapters 6 and 7, Statutes of 2020), as amended by Chapter 144 of Statutes of 2021 and Chapter 54 of Statutes of 2022.

(4) Section 31 of Chapter 23, Statutes of 2017.

(5) Subdivision (g) of Section 61 of Chapter 144, Statutes of 2021.

(6) Schedule (1) of Item 6870-101-0001, Budget Act of 2021 (Chapters 21 and 69, Statutes of 2021), as amended by Chapter 54 of Statutes of 2022.

Provisions:

1. The sum of \$5,706,000 identified in Schedule (5) is hereby reappropriated for transfer by the Controller to Section B of the State School Fund for expenditure for the same purposes as funds allocated for apportionments in Schedule (1) of Item 6870-101-0001 of the Budget Act of 2019 (Chs. 23 and 55, Stats. 2019) as amended by Chapter 5 of the Statutes of 2020.

2. The sum of \$14,000,000 identified in Schedule (5) is reappropriated for transfer by the Controller to Section B of the State School Fund to support the administration of workforce training grants in collaboration with the California Department of Forestry and Fire Protection.

~~3. The sum of \$16,088,000, or whatever greater or lesser amount of the unexpended balances identified in Schedules (1) to (5), inclusive, is hereby reappropriated for transfer by the Controller to Section B of the State School Fund for expenditure for the same purposes as funds allocated for Section 55 of Chapter 54, Statutes of 2022.~~

3. The sum of \$148,896,000, or whatever greater or lesser amount of the unexpended balances identified in Schedules (1) to (6), inclusive, is hereby reappropriated for transfer by the Controller to Section B of the State School Fund for expenditure for the same purposes as funds allocated for apportionments in Schedule (1) of Item 6870-101-0001 in this Budget Act.

May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Amendment to Budget Bill Items 6870-301-6041 and 6870-301-6087 and Addition of Various Budget Bill Items, Capital Outlay, Board of Governors of the California Community Colleges

It is requested that funding be provided for two new projects and three continuing projects as follows:

Redwoods Community College District (CCD), College of the Redwoods: Physical Education Replacement—Add various items to fund a net increase of \$8,459,000 GO Bonds to this project. The project was initially funded at \$63,839,000 Proposition 51 GO Bonds for construction, but due to supply chain constraints, a remote location, and various inflationary pressures, a new total of \$72,298,000 is required for the construction phase. The new funding is proposed across multiple bonds to allow the California Community Colleges (CCC) to close its share of various GO bonds dating back to the 1990s. Specifically, the Administration requests to:

- Add Item 6870-301-0574 to provide \$264,000 Proposition 1A GO Bonds (see Attachment 1)
- Add Item 6870-301-0658 to provide \$150,000 Proposition 203 GO Bonds (see Attachment 2)
- Add Item 6870-301-0705 to provide \$42,000 Proposition 153 GO Bonds (see Attachment 3)
- Add Item 6870-301-6028 to provide \$160,000 Proposition 47 GO Bonds (see Attachment 4)
- Add Item 6870-301-6049 to provide \$55,531,000 Proposition 1D GO Bonds (see Attachment 5)
- Amend Item 6870-301-6087 to provide \$16,151,000 Proposition 51 GO Bonds (see Attachment 6)
- Add Item 6870-496 to revert \$63,839,000 Proposition 51 GO Bonds (see Attachment 7)

Sierra Joint CCD, Sierra College: Applied Technology Center Modernization—Increase Item 6870-301-6041 by \$1,600,000 Proposition 55 General Obligation Bonds (GO Bonds) for the construction phase of this continuing project (see Attachment 8). Additional funding is needed to add a seismic retrofit to the project.

Grossmont-Cuyamaca CCD, Grossmont College: Liberal Arts/Business/Computer Science Information Systems—Increase Item 6870-301-6087 by \$11,464,000

Proposition 51 GO Bonds and add Item 6870-496 to revert \$10,214,000 Proposition 51 GO Bonds for the construction phase of this continuing project (see Attachments 6 and 7). Additional funding of \$1,250,000 is needed to add a seismic retrofit to the project.

Coast CCD, Golden West College: Fine Arts Renovation—Increase Item 6870-301-6087 by \$1,392,000 Proposition 51 GO bonds for the preliminary plans (\$702,000) and working drawings (\$690,000) phases of a new project that will renovate the building housing the photography, sculpture, drawing, digital media, and screen printer programs within the Fine Arts department at Golden West College (see Attachment 6).

San Mateo County CCD, College of San Mateo: Building 9 Library Modernization—Increase Item 6870-301-6087 by \$1,760,000 Proposition 51 GO bonds for the preliminary plans (\$828,000) and the working drawings (\$932,000) phases of a new project that will address structural, seismic, and programmatic shortcomings within the existing building, and provide a consolidated one-stop facility for library-related information, technology, and support services (see Attachment 6).

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

If you have any questions or need additional information regarding this matter, please call Matt Schuller, Principal Program Budget Analyst, at (916) 445-9694.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No.1
Honorable Kevin McCarty, Chair, Assembly Budget Subcommittee No. 2
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office

6870-301-0574—For capital outlay, Board of Governors of the California
Community Colleges, payable from the 1998 Higher Education Capital
Outlay Bond Fund.....264,000

Schedule:

- (1) 0005036-Redwoods Community College District, College of The
Redwoods: Physical Education Replacement.....264,000
 - (a) Construction264,000

6870-301-0658—For capital outlay, Board of Governors of the California
Community Colleges, payable from the 1996 Higher Education Capital
Outlay Bond Fund..... 150,000

Schedule:

- (1) 0005036-Redwoods Community College District, College of The
Redwoods: Physical Education Replacement..... 150,000
 - (a) Construction 150,000

6870-301-0705—For capital outlay, Board of Governors of the California
Community Colleges, payable from the 1992 Higher Education Capital
Outlay Bond Fund.....42,000

Schedule:

- (1) 0005036-Redwoods Community College District, College of The
Redwoods: Physical Education Replacement.....42,000
 - (a) Construction42,000

6870-301-6028—For capital outlay, Board of Governors of the California
Community Colleges, payable from the Higher Education Capital Outlay
Bond Fund of 2002160,000

Schedule:

- (1) 0005036-Redwoods Community College District, College of The
Redwoods: Physical Education Replacement.....160,000
 - (a) Construction160,000

6870-301-6049—For capital outlay, Board of Governors of the California
Community Colleges, payable from the 2006 California Community College
Capital Outlay Bond Fund55,531,000
Schedule:
(1) 0005036-Redwoods Community College District, College of The
Redwoods: Physical Education Replacement55,531,000
(a) Construction55,531,000

| | | | |
|---|--|-----------------------|--------------------|
| "6870-301-6087—For capital outlay, Board of Governors of the California Community Colleges, payable from the 2016 California Community College Capital Outlay Bond Fund | | 90,182,000 | <u>120,949,000</u> |
| Schedule: | | | |
| (1) | 0006570-Chabot-Las Positas Community College District, Chabot College: Building 3000 Maintenance Operations Warehouse & Garage | | 10,058,000 |
| | (a) Construction | 10,058,000 | |
| (2) | 0008107-Sierra Joint Community College District, Sierra College: Science Building Phase 1 | | 27,469,000 |
| | (a) Construction | 27,469,000 | |
| (3) | 0008112-Riverside Community College District, Norco College: Center for Human Performance and Kinesiology | | 28,555,000 |
| | (a) Construction | 28,555,000 | |
| (4) | 0008963-Shasta-Tehama-Trinity Joint Community College District, Shasta College: Building 800 Renovation | | 5,974,000 |
| | (a) Construction | 5,974,000 | |
| (5) | 0008965-West Valley-Mission Community College District, West Valley College: Theater Renovation/Expansion | | 10,807,000 |
| | (a) Construction | 10,807,000 | |
| (6) | 0008966-Los Angeles Community College District, Los Angeles Mission College: Plant Facilities Warehouse and Shop Replacement | | 7,319,000 |
| | (a) Construction | 7,319,000 | |
| (7) | <u>0005036-Redwoods Community College District, College of The Redwoods: Physical Education Replacement.....</u> | | <u>16,151,000</u> |
| | (a) Construction | 16,151,000 | |
| (8) | <u>0006561-Grossmont-Cuyamaca Community College District, Grossmont College: Liberal Arts/ Business/Computer Science Information Systems</u> | | <u>11,464,000</u> |
| | (a) Construction | 11,464,000 | |
| (9) | <u>0011996-Coast Community College District, Golden West College: Fine Arts Renovation</u> | | <u>1,392,000</u> |
| | (a) Preliminary Plans | 702,000 | |
| | (b) Working Drawings | 690,000 | |
| (10) | <u>0011997-San Mateo County Community College District, College of San Mateo: Building 9 Library Modernization</u> | | <u>1,760,000</u> |
| | (a) Preliminary Plans | 828,000 | |
| | (b) Working Drawings | 932,000" | |

6870-496—Reversion, Board of Governors of the California Community Colleges. As of June 30, 2023, the unencumbered balances of the appropriations provided in the following citations shall revert to the fund balances of the funds from which the appropriations were made:

6087—2016 California Community College Capital Outlay Bond Fund

- 1) Item 6870-301-6087, Budget Act of 2021, as reappropriated by Control Section 20.00, Budget Act of 2022
- 3) 0005036-Redwoods Community College District, College of the Redwoods: Physical Education Replacement
 - a) Construction
- 26) 0006561-Grossmont-Cuyamaca Community College District, Grossmont College: Liberal Arts/Business/Computer Science Information Systems
 - a) Construction

“6870-301-6041—For capital outlay, Board of Governors of the California Community Colleges, payable from the Higher Education Capital Outlay Bond Fund of 2004.....~~53,605,000~~ 55,205,000
 Schedule:
 (1) 0006560-Grossmont-Cuyamaca Community College District, Cuyamaca College: Instructional Building Phase 115,925,000
 (a) Construction15,925,000
 (2) 0008960-Compton Community College District, Compton College: Visual and Performing Arts Replacement12,530,000
 (a) Construction12,530,000
 (3) 0008961-Sierra Joint Community College District, Sierra College: Applied Technology Center Modernization~~18,296,000~~ 19,896,000
 (a) Construction~~18,296,000~~ 19,896,000
 (4) 0008962-Desert Community College District, College of the Desert: Science Building Renovation6,854,000
 (a) Construction6,854,000”

May 12, 2023

Honorable Nancy Skinner, Chair
Senate Budget and Fiscal Review Committee

Attention: Elisa Wynne, Staff Director

Honorable Phil Ting, Chair
Assembly Budget Committee

Attention: Christian Griffith, Chief Consultant

Addition of, and Amendment to, Budget Bill Items and Trailer Bill Language, Local Assistance and State Operations, California Student Aid Commission

Item 6980-001-0001, State Operations, Financial Aid Resources (Issue 040)—It is requested that Item 6980-001-0001 be increased by 4.0 positions, and \$397,000 ongoing General Fund inadvertently included in this item at the Governor's Budget be utilized to provide administrative support for the continued implementation of recently enacted financial aid programs and program revisions.

Items 6980-001-0001 and 6980-101-0001, State Operations and Local Assistance, Financial Aid Resources (Issue 040)—It is requested that Item 6980-101-0001 be increased by \$103,000 ongoing General Fund, and Item 6980-001-0001 be decreased by \$103,000 to assist local education agencies with meeting the requirement to support high school seniors applying for financial aid.

Item 6980-101-0001, Local Assistance, Cal Grant Program (Issues 049)—It is requested that Item 6980-101-0001 be increased by \$51,428,000 to reflect revised Cal Grant program estimates and to assume additional program award growth associated with more students returning to college campuses in 2023-24. Compared to the Governor's Budget, there are also reduced costs for the program of \$1,179,000 General Fund in fiscal year 2022-23.

Item 6980-101-0001, Local Assistance, Adjustment to Reflect Revised Estimates in Law Enforcement Personnel Dependents Scholarship Awards (Issue 059)—It is requested that Item 6980-101-0001 be increased by \$17,000 to reflect revised estimates in the Law Enforcement Personnel Dependents Scholarship Program. Compared to the Governor's Budget, there are reduced costs for the program of \$8,000 General Fund in fiscal year 2022-23.

Item 6980-601-0995, Federal Reimbursements for Local Assistance, Adjustment to Reflect Spring Revised Estimates in Chafee Foster Youth Program Awards (Issue 052)—It is requested that schedule (1) of Item 6980-101-0001 be increased by \$1,000 and schedule (2) of Item 6980-101-0001 be decreased by \$1,000 to reflect revised estimates of available Chafee Grants for Foster Youth funding. Compared to the Governor’s Budget, there are also increased reimbursements of \$964,000 in fiscal year 2022-23.

Item 6980-601-0995, Federal Reimbursements for Local Assistance, Adjustment to Reflect Individuals with Disabilities Education Act (IDEA) Support for the Golden State Teacher Grant Program (Issue 054)—It is requested that schedule (1) of Item 6980-101-0001 be increased by \$6,000,000 and schedule (2) of Item 6980-101-0001 be decreased by \$6,000,000 to reflect an increase in federal IDEA funding for the Golden State Teacher Grant Program. These resources would supplement the current General Fund amount appropriated to support this program.

Item 6980-001-8099, State Operations, Public Interest Attorney Loan Repayment Program Administration (Issue 048)—It is requested that Item 6980-001-8099 be added to support the administration of the Public Interest Attorney Loan Repayment Program and 1 position and \$216,000 Public Interest Attorney Loan Repayment Account be appropriated for this purpose. It is requested that the following item be added to conform with this action:

6980-001-8099—For state operations, Student Aid Commission, payable from the Public Interest Attorney Loan Repayment Account\$216,000
Schedule:
(1) 5755-Financial Aid Grants Program..... \$216,000

Item 6980-101-8099, Local Assistance, Public Interest Attorney Loan Repayment Program Administration (Issue 048)—It is requested that Item 6980-101-8099 be added to support loan repayment under the Public Interest Attorney Loan Repayment Program and that \$451,000 Public Interest Attorney Loan Repayment Account be appropriated for this purpose. It is requested that the following item be added to conform with this action:

6980-101-8099—For local assistance, Student Aid Commission, payable from the Public Interest Attorney Loan Repayment Account\$451,000
Schedule:
(1) 5755-Financial Aid Grants Program..... \$451,000

California Student Aid Commission: Reversion of 2021 Balances (Issue 060)—It is requested that Item 6980-495 be added to revert the unexpended balance of appropriations made for the Golden State Education and Training Grant Program in the 2021 Budget Act (Ch. 144, St. 2021). As the pandemic emergency has ended, the May Revision proposes winding down the program and the unexpended funds be recorded as savings. Relative to the Governor’s Budget, this action would result in savings of approximately \$80 million, \$200 million, \$100 million, and \$100 million in fiscal years 2021-22, 2024-25, 2025-26, and 2026-27 respectively.

It is further requested that the following language be added to conform to this action:

6980-495-Reversion, California Student Aid Commission. As of June 30, 2023, the balance specified below of the appropriation provided in the following citation shall revert to the fund balance of the fund from which the appropriation was made:

0001 – General Fund

(1) Item 6980-101-0001, Budget Act of 2021 (Chs. 21, 69, and 240, Stats. 2021), \$480,000,000 appropriated in Program 5755-Financial Aid Grants Program.

Current Year Adjustments

Item 6980-101-0001, Local Assistance, Middle Class Scholarship Program (050)—The May Revision assumes incremental savings of \$37,221,000 to reflect revised Middle Class Scholarship Program expenditure estimates. Updated projections shifted estimated program expenditures from \$630.4 million at Governor's Budget to \$593.2 million at May Revision. The 2022 Budget Act appropriated \$632 million for this program.

Item 6980-601-0995, Federal Reimbursements for Local Assistance, Adjustment to Reflect Revised Estimates in the California Military Department GI Bill Award Program (Issue 053)—Due to revised estimates in California Military Department GI Bill Award Program participation, there are decreased federal reimbursements of \$422,000 in fiscal year 2022-23 compared to the Governor's Budget.

Statutory Changes

Golden State Teacher Grant Program—It is requested that Statutory Changes be added to the Golden State Teacher Grant Program to:

- Expand eligibility to include students at undergraduate teacher preparation programs.
- Expand eligibility to allow grant recipients to fulfill their service obligation at a California preschool program.
- Clarify that if a school had been deemed a priority school when the grant recipient began working there, continued service at that school will satisfy the program's service obligation.

Integration of Non-Profit, Online Institutions into State Education and Workforce Programs—It is requested that Statutory Changes be added to Golden State Teacher Grant Program to enable students attending certain online providers of higher education that meet other program requirements to become eligible to receive awards.

Cohort Default Rates and Cal Grant Eligibility—It is requested that Statutory Changes be added to require Cal Grant participating institutions to use the three-year cohort default rates certified in 2020 to determine an institution's eligibility to participate in the

Cal Grant program for the 2024-25 academic year. The federal government's extended student loan pause has caused the underlying data needed to compute the three-year cohort default rates to be unavailable.

Proposed statutory amendments for these requests can be viewed at www.dof.ca.gov.

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

If you have any questions or need additional information regarding this matter, please call Jack Zwald, Principal Program Budget Analyst, at (916) 445-0328.

JOE STEPHENSHAW

Director

By:

/s/ Erika Li

ERIKA LI

Chief Deputy Director

Attachment

cc: Honorable Anthony J. Portantino, Chair, Senate Appropriations Committee
Attention: Mark McKenzie, Staff Director
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Kirk Feely, Fiscal Director
Honorable Chris R. Holden, Chair, Assembly Appropriations Committee
Attention: Jay Dickenson, Chief Consultant
Honorable Vince Fong, Vice Chair, Assembly Budget Committee
Attention: Joseph Shinstock, Fiscal Director
Honorable John Laird, Chair, Senate Budget and Fiscal Review Subcommittee No. 1
Honorable Kevin McCarty, Chair, Assembly Budget Subcommittee No. 2
Gabriel Petek, Legislative Analyst
Christopher W. Woods, Senate President pro Tempore's Office
Jason Sisney, Assembly Speaker's Office
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Marlene Garcia, Executive Director, California Student Aid Commission
Catalina Mistler, Chief Deputy Executive Director, California Student Aid Commission
Jake Brymner, Director of Government Relations, California Student Aid Commission
Lilly Myers, Deputy Director, Administration, California Student Aid Commission