2019-20
BLUEPRINT for a RESPONSIBLE BUDGET
FUNDING PROGRESS
PROTECTING TOMORROW
California State Assembly
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Economy Strong but Recession Looming

- CA economy booming.
- State Budget has record revenue and reserves due to responsible fiscal policy.
- But a recession is looming.
- Even $3 billion in additional ongoing spending could bring us into deficit during a recession.
2018 Goals for California and Key Wins

✓ Be Responsible
  – $15.9 billion in Total Reserves, Filled Rainy Day Fund.
  – Funded $333.5 million in Deferred Maintenance.
  – Reduced State Liabilities and Debts by $1.7 billion.

✓ Make Progress
  – $500 million to Fight Homelessness.
  – Fully funded Local Control Funding Formula - $11,640 per pupil.
  – Increased CalWORKs grants by 10 percent - $71 more per month ($360 million per year).
  – Expanded Early Education - 13,407 new child care slots ($1 billion over four years).
  – Increased UC ($20 million for 2,000 new students) and CSU Enrollment ($120 million over four years for 3,641 new students), Total new UC/CSU investment - $571 million ($215 million more for UC and $365 million more for CSU).
  – Expanded EITC to cover working individuals who are aged 18 to 24 and over the age 65 – expected to provide $420 million in credits to over 2 million Californians in 2018-19.
  – Allocated $1.3 billion of Proposition 56 revenue, mostly for Medi-Cal provider rates increases.

✓ Do Our Job
2019 Blueprint: Funding Progress, Protecting Tomorrow

- Focus on One-Time Investments
- Keep Promises Made
- Pursue Long-Term Goals
- Get the Most From Your Government
Focus on One-Time Investments

✓ Increase Total Reserves
  – Goal = Reach 20% overall reserve; Current reserve only half that amount.
  – LAO: amount needed to cover a Mild to Moderate Recession.

✓ Help Schools Acclimate to Rising Retirement Costs

✓ Fund Infrastructure and Deferred Maintenance

✓ Address Unfunded Employee Liabilities
Keep Promises Made

✓ Protect Communities from Wildfires, Prepare for Future Disasters and Assist in Recovery

- Appropriate the $200 million for forest management and fuel reduction identified by SB 901.
- Improve the 911 system.
- Fund emergency response equipment and training.
- Work with communities devastated by fire to help fund recovery.
Secure Ongoing Funding for Promises Already Made

- Continue CalWORKs grant increases to reduce Deep Poverty.

- Provide ongoing funding for commitments made in the 2018 budget that:
  - Allow SSI-SSP recipients to finally receive food benefits;
  - Bolster UC and CSU enrollment;
  - Create new child care slots.

- Renew and extend the Medi-Cal managed care organization tax and eliminate possible In Home Supportive Services hour reduction.

- Continue the Low Performing Student Block Grant.
Pursue Long-Term Goals

✓ Invest in programs to expand affordable housing and prevent homelessness.
✓ Continue to expand the Earned Income Tax Credit for working poor families.
✓ Expand Early Education and After School programs.
Pursue Long-Term Goals

- Provide Universal Access to Health Care.
- Revamp and Expand Financial Aid.
- Reduce recidivism through effective reentry employment and higher education programs for people leaving prison.
Get the Most From Your Government

✔ Eliminate excessive DMV wait times.

**Statewide - Average Wait Time for Non-Appointment Customers**

- **Pre-Queue**
  - Jul 23-27: 41 Minutes
  - Aug 20-25: 29 Minutes
  - Sep 24-29: 22 Minutes
  - Oct 22-27: 14 Minutes

- **Queue**
  - Jul 23-27: 89 Minutes
  - Aug 20-25: 71 Minutes
  - Sep 24-29: 51 Minutes
  - Oct 22-27: 32 Minutes

Avg Wait Time: 130, 100, 73, 46 Minutes

2019-20 - BLUEPRINT for a RESPONSIBLE BUDGET
Get the Most From Your Government

- Help districts plan for the future, now that the Local Control Funding Formula is fully-funded, by developing a long-term funding mechanism for schools.

- Find a funding mechanism to provide clean drinking water to all California communities.

- Address the evolution of California’s waste stream and update recycling programs to meet State goals.

- Prioritize enforcement efforts to prevent and stop internet crimes against children.

- Fix toxic contamination clean-up and enforcement processes.