

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, Support and Local Assistance, California Natural Resources Agency

Technical Adjustment to Shift the Reduction of 2023-24 Appropriations (Various Climate and Resources Investments)—It is requested that Item 0540-001-0001 be reduced by \$15 million in 2023-24 for the Ocean Protection Council and Item 0540-101-0001 be reduced by \$115 million in 2023-24 for state-owned lands and urban greening (see Attachments 1 and 2). Additionally, it is requested that Item 0540-102-0001 be eliminated in 2023-24 and 2024-25 for Ocean Protection Council SB 1 Implementation. The Governor's Budget reduced various items of appropriations in the 2023-24 fiscal year in Control Section 4.07. This is a technical adjustment to provide transparency at the California Natural Resources Agency (Agency) level by shifting the reductions from the statewide control section to items of appropriation in the Agency's budget.

Human Resources Services Consolidation—It is requested that Item 0540-001-0140 be increased by 3 positions in 2023-24 and ongoing to begin the transition to a consolidated Human Resources office for small entities within Agency.

Museum of Tolerance—It is requested that Item 0540-101-0001 be increased by \$2.1 million one-time to support renovations of the Museum of Tolerance, which provides education and messaging of tolerance and empowerment of the Jewish community (see Attachment 2).

Technical Adjustment to Reappropriation Item—It is requested that technical corrections be made to Item 0540-491, as proposed in the April 1 Finance letter (see Attachment 3). These changes will allow the funding transferred to the Rivers and Mountains Conservancy to be reappropriated.

Technical Adjustment to Shift the Reversion of 2021 and 2022 Balances (Various Climate and Resources Investments)—It is requested that Item 0540-495 be added to revert

\$29 million for the museum grant program, \$10 million for stewardship of state-owned lands, and \$35 million for the recreational trails and greenways program in the 2021 and 2022 Budget Acts (see Attachment 4). The Governor's Budget reverted these funds in statewide Control Section 4.06. This is a technical adjustment to provide transparency at the Agency level by shifting the reversions from the statewide control section to the Agency's budget.

Reversion of 2022 Balances (Urban Greening)—It is requested that Item 0540-495 be added to revert \$100 million for urban greening in the 2022 Budget Act (see Attachment 4). As a result of lower revenue projections and a resulting increase in the budget problem, the May Revision proposes adjustments to this program to assist in closing the projected shortfall and ensuring the submission of a balanced budget plan.

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 Krystal Acierto, Principal Program Budget Analyst, at (916) 324-0043.

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 Josh Becker, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Steve Bennett, Chair, Assembly Budget Subcommittee No. 3
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
Wade Crowfoot, Secretary, Natural Resources Agency
Bryan Cash, Assistant Secretary for Administration and Finance, Natural Resources Agency

Amend Item 0540-001-0001 as follows:

"0540-001-0001—For support of Secretary of the Natural Resources Agency...~~60,631,000~~45,631,000

Schedule:

(1) 0320-Administration of Natural Resources Agency...~~60,631,000~~45,631,000

Provisions:

1. Of the amounts appropriated in this item, ~~\$50,000,000~~\$35,000,000 shall be available to the Ocean Protection Council for grants or expenditures for resilience projects that conserve, protect, and restore marine wildlife and healthy ocean and coastal ecosystems.
2. The amount appropriated in Provision 1 shall be available for encumbrance or expenditure until June 30, 2026.
3. Of the amount appropriated in this item, \$250,000 shall be available to support programs and activities that advance multi-benefit and nature-based solutions consistent with Chapter 258 of the Statutes of 2021."

Amend Item 0540-101-0001 as follows:

"0540-101-0001—For support of Secretary of the Natural Resources Agency...~~299,000,000~~186,100,000

Schedule:

(1) 0320-Administration of Natural Resources Agency...~~299,000,000~~186,100,000

Provisions:

1. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2026. Up to 5 percent of the amount appropriated in this item may be used for administrative costs.
2. Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code does not apply to the funds appropriated in this item for the development and adoption of program guidelines and selection criteria.
3. Upon direction of the Secretary of the Natural Resources Agency, or the secretary's designee, all or part of these funds may be transferred to another state department or entity, from which they are also appropriated for the purposes specified in this item.
4. ~~Of the amounts appropriated in this item, \$100,000,000 shall be available for grants through existing Urban Greening or Urban Forestry Programs.~~
5. Of the amounts appropriated in this item, \$180,000,000 shall be available for programs and projects that improve environmental conditions to promote recovery of native fish species in the Sacramento-San Joaquin watershed, including habitat restoration projects, multi-benefit projects that promote native species improvements while increasing climate resiliency, and projects that enable water users to make additional flows available for environmental purposes. Use of these funds should occur expeditiously, without regard to the timing of State Water Resources Control Board efforts to update the Water Quality Control Plan for the San Francisco Bay/Sacramento-San Joaquin Delta-Estuary. No funds may be expended for existing obligations imposed on any party by law.
6. Of the amounts appropriated in this item, ~~\$17,000,000~~\$2,000,000 shall be available for wildfire prevention and forest resilience activities, and shall be made available for support or local assistance.
7. Of the amounts appropriated in this item, \$2,100,000 shall be available for the Museum of Tolerance."

Amend Item 0540-491 as follows:

"0540-491—Reappropriation, Secretary of the Natural Resources Agency. The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2025:

0001—General Fund

(1) Provision (4) of Item 0540-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. 2022)

(2) The amount transferred by Provision 2 of Item 0540-101-0001, Budget Act of ~~2019~~ ~~(Chs. 23 and 363, Statutes of 2019)~~ 2018 (Chs. 29 and 30, Stats. of 2018) to the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy.

(3) The amount transferred by Provision 9 of Item 0540-101-0001, Budget Act of 2019 (Chs. 23 and 363, ~~Statutes~~ Statutes Of 2019) to the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy.

(4) The amount transferred by Provision 11 of Item 0540-101-0001, Budget Act of 2019 (Chs. 23 and 363, ~~Statutes~~ Statutes of 2019) to the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy."

0540-495—Reversion, Secretary of the Natural Resources Agency. As of June 30, 2023, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which appropriations were made.

0001—General Fund

1. Item 0540-101-0001, Budget Act of 2021 (Chs. 21, 43, 69, 84, and 240, Stats. of 2021). \$29,000,000 of the amount appropriated for the Museum Grant Program in Subschedule (1)(e).
2. Item 0540-101-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. of 2022). \$10,000,000 of the amount appropriated for wildfire prevention and forest resilience activities in Provision 6.
3. Item 0540-101-0001, Budget Act of 2022 (Chs. 43 and 249, Stats. of 2022). \$100,000,000 of the amount appropriated for Urban Greening in Provision 4.
4. Item 0540-102-0001 of the Budget Act of 2022 (Chs. 43 and 45, Stats. of 2022). \$35,000,000 of the amount appropriated for the Recreational Trails and Greenways Program in Subschedule (1)(g).
5. Subsection (b)(1)(A) in Control Section 19.58 of the Budget Act of 2022 (Chs. 43 and 249, Stats. of 2022). \$10,000,000 of the amount appropriated for Redondo Beach Wetlands Restoration.

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 and Addition of Various Budget Bill Items and Reimbursements, Support and Local Assistance, and Statutory Changes, Office of Planning and Research

Information Technology Unit—It is requested that Item 0650-001-0001 be increased by \$5,347,000 and 15 positions ongoing to establish an information technology unit within the Office of Planning and Research (OPR). This request is necessary to support internal departmental oversight and administration of information technology needs.

Transition to State Civil Service Positions and Reductions to Governor's Budget

Proposals—It is requested that Item 0650-001-0001 be reduced by \$2,001,000 and 10.0 positions in 2023-24, decreasing to \$1,544,000 and 10.0 positions in 2026-27 and ongoing, to address declining General Fund Revenues and to begin the process of transitioning OPR to a more traditional department with state civil service positions. Specifically, this request reduces the new proposals included in the Governor's Budget from a total of \$9.2 million and 26 positions to \$7.2 million and 16 positions, of which 13 will be established as civil service positions. This request adjusts the following Governors Budget proposals: California Climate Adaptation Strategy, General Plan Guidance Updates, Legislative and Legal Staffing, CEQANet, Tribal Liaison, and the Statewide Extreme Heat Ranking System, and the Racial Equity Commission and Youth Empowerment Commission.

Technical Adjustment to Shift the Reversion of 2021 and 2022 Balances—It is requested that Item 0650-495 be added to include reversions related to the specified balances of appropriations made in the 2021 and 2022 Budget Acts (see Attachment 1). The Governor's Budget reverted these funds in statewide Control Section 4.06. This is a technical adjustment to provide transparency at the department level by shifting the reversions from the statewide control section to the applicable departmental budget.

Reversion of 2022 Balances—It is requested that Item 0650-495 be added to revert the unexpended balance of an appropriation made for the Regional Climate Resilience Program in the 2022 Budget Act (see Attachment 1). As a result of lower revenue

projections and a resulting increase in the budget problem, the May Revision proposes adjustments to the Regional Climate Resilience program to assist in closing a projected shortfall and to ensure the submission of a balanced budget plan.

Technical Adjustment to Shift the Reduction of 2023-24 Appropriations—It is requested that Item 0650-001-0001 be reduced by \$40 million one-time, and Item 0650-101-0001 be reduced by \$235 million one-time. The Governor's Budget reduced various items of appropriations in the 2023-24 fiscal year in Control Section 4.07. This is a technical adjustment to provide transparency at the department level by shifting the reductions from the statewide control section to items of appropriation in the applicable departmental budgets. It is also requested that provisional language be removed to reflect these changes (see Attachments 2 and 3).

Reduction of 2023-24 Appropriations—It is requested that Item 0650-001-0001 be reduced by \$100 million one-time for the Transformative Climate Communities program. It is also requested that Item 0650-101-0001 be reduced by \$75 million in 2023-24 and \$85 million in 2024-25 for the Community Resilience Centers grant program. As a result of lower revenue projections and a resulting increase in the budget problem, the May Revision proposes adjustments to these programs to assist in closing the projected shortfall and to ensure the submission of a balanced budget plan.

Office of Local Defense Community Cooperation Federal Grant—It is requested that Item 0650-001-0001 be amended to reflect increased reimbursement authority of \$500,000 one-time to account for an anticipated federal Office of Local Defense grant award. Reimbursement authority is necessary given that OPR is expected to be a subrecipient of this federal grant awarded to the University of California, Davis.

U.S. EPA Environmental Justice Government to Government Grant—It is requested that Item 0650-101-0890 be increased by \$350,000 in 2023-24, and \$400,000 in 2024-25 and 2025-26, to account for an anticipated federal United States Environmental Protection Agency Environmental Justice Government-to-Government grant award. This funding will be used to partner with community-based organizations within disproportionately impacted areas to pilot activities that address climate change, disaster resiliency, and emergency preparedness.

Various Statutory Changes—It is requested that the following statutory changes be made. The requested statutory changes will be posted on the Department of Finance website:

- **CEQA Lead Agency Exemption**—Statutory changes to specify that OPR shall not be considered the lead/responsible agency for projects in which OPR awards funding to and in which the project is subject to the California Environmental Quality Act (CEQA) review. This change is necessary to promote impartiality on behalf of OPR for projects in which the department awards grants.
- **Community Resilience Centers Advance Pay**—Statutory changes to include the Community Resilience Centers within the statewide Advance Payment Pilot Program pursuant to Chapter 159, Statutes of 2022 (AB 156). This change is

necessary to fix a drafting error in AB 156, which referenced the incorrect section in statute.

Various Provisional Language Changes—It is requested that the following provisional language changes be made:

- **Transformative Climate Community Administrative Carveout Increase**—Add provisional language to Item 0650-001-0001 to increase the percentage available for administrative costs for the Transformative Climate Communities program, funded in the 2022 Budget Act, from up to 5 percent to up to 10 percent (see Attachment 2). This request is necessary to support additional technical assistance for local jurisdictions that intend to apply for federal grants that fund projects similar to the Transformative Climate Communities program.
- **Youth Corps Program**—Add provisional language to Item 0650-001-0001 to provide a set-aside for tribal communities, and to prioritize undocumented youth for participation in the youth workforce development program administered by California Volunteers (see Attachment 2). This request is necessary to promote tribal and undocumented youth participation within the program.
- **Integrated Climate Adaptation Planning Program Set-Aside**—Add provisional language to Item 0650-001-0001 to provide a set-side of funding for tribal communities and under resourced communities to promote participation within the Integrated Climate Adaptation Planning Grant Program.

Various Technical Adjustments—It is requested that Item 0650-101-0001 be increased by \$14 million one-time, and Item 0650-001-0001 be reduced by \$14 million one-time, to appropriately reflect limited-term funding for an extreme heat outreach campaign included in the 2022 Budget Act, which is administered by the Office of Community Partnerships and Strategic Communications.

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 Mark Jimenez, Principal Program Budget Analyst, at (916) 445-8913.

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
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Honorable Steve Padilla, Chair, Senate Budget and Fiscal Review Subcommittee No. 4
Honorable Wendy Carrillo, Chair, Assembly Budget Subcommittee No. 4
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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
Sam Assefa, Director, Office of Planning and Research
Scott Morgan, Chief Deputy Director, Office of Planning and Research
Saharnza Mirzazad, Chief Deputy Director, Office of Planning and Research
Vivian Su, Budget Officer, Office of Planning and Research

Add Item 0650-495 as follows:

0650-495—Reversion, Office of Planning and Research. Notwithstanding any other law, as of June 30, 2023, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001—General Fund

1. \$65,000,000 of the amount appropriated for the Transformative Climate Communities Program in Item 0650-001-0001, Budget Act of 2022 (Chs. 43, 45, and 249, Stats. 2022)
2. \$80,000,000 of the amount appropriated for the COVID-19 Outreach Campaign in Schedule (1) of Item 0650-021-3398, Budget Act of 2022 (Chs. 43, 45, and 249, Stats. 2022) and the related adjustments to effectuate this reversion.
3. \$25,000,000 of the amount appropriated for the Extreme Heat and Community Resilience Program in Item 0650-101-0001, Budget Act of 2022 (Chs. 43, 45, and 249, Stats. 2022).
4. \$125,000,000 of the amount appropriated for the Regional Climate Resilience Program in Item 0650-101-0001, Budget Act of 2022 (Chs. 43, 45, and 249, Stats. 2022).
5. \$25,000,000 of the amount appropriated for the Summer Youth Job Corps Program in Schedule (2) of Item 0650-101-0001, Budget Act of 2022 (Chs. 43, 45, and 249, Stats. 2022).

Delete Provision 7 in Item 0650-001-0001

~~"7. Of the amount appropriated in Schedule (3), up to \$100,000,000 shall be available for support or local assistance and shall be used for the Transformative Climate Communities Program described in Part 4 (commencing with Section 75240) of Division 44 of the Public Resources Code. These funds are available for expenditure or encumbrance until June 30, 2028, and for liquidation until June 30, 2030. Not more than 5-10 percent of the amount may be used for administrative costs."~~

Add Provisions 8, 9, 10, and 11 in Item 0650-001-0001

8. Of the amount appropriated in Schedule (2), \$2,000,000 shall be available for California's Tribal communities to apply through a competitive process.

9. It is the intent of the Administration that the Youth Corps program, including its fellowship program, prioritize the recruitment of and outreach to AB 540 students, and immigrant youth with federal work authorization, including DACA beneficiaries, and this section is therefore enacted pursuant to Section 1621(d) of Title 8 of the United States Code. For purposes of implementing this initiative, no entity or person shall seek information that is unnecessary to determine eligibility, including immigration or citizenship status.

10. Funds appropriated pursuant to Provision 8, Item 0650-001-0001, Budget Act of 2021 (Chs. 21 and 240, Stats. 2021), for the Integrated Climate Adaptation Planning Grants Program may be expended for the following groups: California Native American tribes and disadvantaged communities identified pursuant to Section 39711 of the Health and Safety Code, and Under-resourced communities as identified pursuant to Section 39711 of the Health and Safety Code, subdivision (d) of Section 39713 of the Health and Safety Code, or subdivision (g) of Section 75005.

11. Of the funds appropriated for the Transformative Climate Communities Program in Provision 7, Item 0650-001-0001, 2022 Budget Act (Chs. 43, 45, and 249, Stats. 2022), not more than 10 percent may be used for administrative costs to support the program.

Delete Provisions 2, 3, and 4 in Item 0650-101-0001

Provisions:

~~2. Of the amount appropriated in Schedule (1), \$100,000,000 shall be available for the ICARP Regional Resilience Grant Program to support regional climate resilience planning and implementation to reduce the risk of climate change impacts such as wildfire, sea level rise, drought, flood, increasing temperatures, and extreme heat events. These funds shall be available for encumbrance or expenditure until June 30, 2028, and liquidation through June 30, 2030.~~

~~3. Funds appropriated in Provision 2 shall also be available to develop a grant program, to implement regional projects aligned with the priorities of the Integrated Climate Adaptation and Resiliency Program, and regional plans developed pursuant to the Regional Planning Grant program. Grants may be issued both competitively and on a formula basis.~~

~~4. Of the amount appropriated in Schedule (1), \$50,000,000 shall be available for state operations or local assistance for the ICARP Extreme Heat and Community Resilience Grant Program. These funds shall be available for encumbrance or expenditure until June 30, 2027, and liquidation through June 30, 2029.~~

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, Support and Local Assistance, Office of Emergency Services

Statewide Disaster Warehousing Operations—It is requested that Item 0690-001-0001 be increased by \$43,258,000 and 15 positions for ongoing resources to support northern and southern California emergency response warehousing operation, including funding for long-term leasing and operation of the Dixon warehouse and to procure the life-cycle management of personal protective equipment consistent with the state's SMARTER Plan. The resources will enable the Office of Emergency Services (Cal OES) to continue warehousing operations and have appropriate resources available across the state for all emergencies.

Gun Buyback Event—It is requested that Item 0690-001-0001 be increased by \$25 million one-time to reallocate to Cal OES the amount appropriated to the Board of State and Community Corrections in the 2022 Budget Act to support gun buyback competitive grant programs structured to reduce firearm violence. Because the competitive nature of the grant programs is not conducive to quickly achieving this purpose, the Administration proposes moving the appropriation to Cal OES to directly work and partner with local law enforcement agencies to conduct gun buybacks more swiftly.

Provisional Language to Authorize Augmentations for the State Cost-Share of Direct Federal Assistance—It is requested that provisional language be added to Item 0690-006-0001 to authorize augmentations to pay the state cost-share of direct federal assistance provided during disaster incidents pursuant to Presidential Emergency Declarations or Presidential Major Disaster Declarations (see Attachment 1).

Nonprofit Security Grant Program—It is requested that Item 0690-103-0001 be added to provide \$10 million one-time in fiscal year 2023-24 to support the Nonprofit Security Grant Program, which provides funding support for target hardening and other physical security enhancements to nonprofit organizations that are at high risk for violent attacks

and hate crimes due to ideology, beliefs, or mission. It is also requested that provisional language be added (see Attachment 2).

Distributed Administration Position Authority—It is requested that Item 0690-001-0001 be increased by 12 positions ongoing for various administrative support activities to be funded with distributed administration funding resulting from the required federal indirect cost allocation included in Cal OES's other 2023-24 budget change proposals that request new program positions.

2022-23 Support Capacity Net-Zero Technical Adjustment—It is requested that Item 0690-001-0001 be increased by \$1,065,000 and Item 0690-004-0001 be decreased by \$1,065,000 for a net-zero technical adjustment to correct the budget item allocation of funding approved in the 2022-23 Support Capacity proposal.

Allocation for Employee Compensation—It is requested that the items listed below be amended by the ongoing amounts noted for a net-zero technical adjustment to correct the allocation of distributed administration funding. The requested amendments are that:

- Item 0690-001-0001 be increased by \$167,000 and reimbursements be increased by \$5,000
- Item 0690-001-0029 be decreased by \$2,000
- Item 0690-001-0217 be decreased by \$1,000
- Item 0690-001-0890 be decreased by \$150,000
- Item 0690-001-0903 be decreased by \$4,000
- Item 0690-001-3228 be decreased by \$4,000
- Item 0690-001-6061 be decreased by \$4,000
- Item 0690-004-0001 be decreased by \$1,000
- Item 0690-010-3034 be decreased by \$1,000

Technical Adjustment to Shift the Reduction of 2023-24 Appropriations (Multifamily Seismic Retrofit Matching Funds)—It is requested that Item 0690-101-0001, Budget Act of 2022 be decreased by \$250 million one-time. The Governor's Budget reduced various items of appropriations in the 2023-24 fiscal year in Control Section 4.07. This is a technical adjustment to provide transparency at the department level by shifting the reductions from the statewide control section to items of appropriation in the applicable departmental budgets.

Emergency Vehicle Reappropriation—It is requested that Item 0690-490 be added to reappropriate up to \$1 million of Item 0690-001-0001, Budget Act of 2022, with funding available for encumbrance and expenditure until June 30, 2024. This reappropriation will support the purchase of 16 vehicles that were authorized in the 2022-23 Addressing Heightened Risks through Enhanced Partnerships proposal, but that were delayed due to supply chain issues (see Attachment 3).

Technical Adjustment to Shift Reversion of 2022 Balances (Warehousing Operations for Emergency Response Equipment and Supplies)—It is requested that Item 0690-495 be added to revert the unexpended balance of appropriations made in the 2022 Budget

Act. The Governor's Budget reverted these funds in statewide Control Section 4.06. This is a technical adjustment to provide transparency at the department level by shifting the reversions from the statewide control section to the applicable departmental budget (see Attachment 4).

Statewide Flood Support—It is requested that Control Section 11.86 be added to administer a \$125 million one-time General Fund flood contingency set aside to support costs associated with preparedness, response, recovery, and other associated activities related to the 2023 storms, the resulting snowmelt, and other flooding risks, including, but not limited to, supporting communities and vulnerable populations, such as farmworkers, from these impacts and to better withstand future flood events (see Attachment 5).

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 Stephen Benson, Principal Program Budget Analyst, at (916) 324-0043.

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
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Honorable Maria Elena Durazo, Chair, Senate Budget and Fiscal Review Subcommittee No. 5
Honorable Mia Bonta, Chair, Assembly Budget Subcommittee No. 5
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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
Nancy Ward, Director, Office of Emergency Services
Tina Curry, Chief Deputy Director, Office of Emergency Services
Lisa Mangat, Chief Deputy Director, Office of Emergency Services

Add the following provision to Item 0690-006-0001:

2. The Department of Finance may augment this item in the amount of any invoice received by the Office of Emergency Services from a federal agency for direct federal assistance provided during disaster incidents pursuant to a Presidential Emergency Declaration or Presidential Major Disaster Declaration. Within 10 days of approval, the Department of Finance shall provide written notification of any such augmentation to the chairpersons of the committees in each house of the Legislature that consider appropriations, the chairpersons of the committees and the appropriate subcommittees of each house of the Legislature that consider the State Budget, and the Chairperson of the Joint Legislative Budget Committee.

0690-103-0001—For local assistance, Office of Emergency Services..... 10,000,000

Schedule:

(1) 0385-Special Programs and Grant Management 10,000,000

Provisions:

1. The funding appropriated in this item is for the California Nonprofit Security Grant Program to help nonprofit organizations that are targets of hate-motivated violence and hate crimes.
2. This appropriation shall be available for encumbrance or expenditure until June 30, 2025. No more than 5 percent of the amount appropriated in this item may be used for administrative support costs.

0690-490—Reappropriation, Office of Emergency Services. The amount specified 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) Up to \$1,000,000 of Item 0690-001-0001, Budget Act of 2022 (Chs. 43 and 249, Stat. 2022)

0690-495—Reversion, Office of Emergency Services. As of June 30, 2023, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made.

0001—General Fund

(1) Item 0690-001-0001, Budget Act of 2022 (Chs. 43, and 249, Stats. of 2022). \$37,000,000 of the amount appropriated in Program 0385-Special Programs and Grant Management for warehousing operations for emergency response equipment and supplies.

SEC. 11.86. (a) Notwithstanding any other law, the Department of Finance may adjust amounts in any item of appropriation to support costs associated with preparedness, response, recovery, and other associated activities related to the 2023 storms, the resulting snowmelt, and other flooding risks, including, but not limited to, supporting communities and vulnerable populations, such as farmworkers, from these impacts and to better withstand future flood events.

(b) The aggregate amount of General Fund appropriation increases provided under this section during the fiscal year may not exceed \$125,000,000.

(c) The Department of Finance shall notify the Joint Legislative Budget Committee of the amount augmented within 10 days after the augmentation is made.

(d) The augmentations specified in this subdivision may occur until June 30, 2024.