



May 13, 2022

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, Department of Consumer Affairs

Bureau for Private Postsecondary Education (Bureau)—It is requested that Item 1111-011-0001 be added in the amount of \$14 million General Fund in fiscal year 2022-23, \$6 million in 2023-24, and \$4 million in 2024-25, to be transferred to the Private Postsecondary Education Administration Fund to allow the Bureau to establish a more sustainable fee structure that supports its ongoing operational expenditures. The current funding structure of the Bureau comes mostly from annual fees that are based on institutions' own revenue from their California-based physical locations. This structure is not sustainable in an increasingly online marketplace, especially when exclusively online institutions are eliminating California locations by moving across state lines. The Bureau received support from a Control Section 14.00 loan in the amount of \$12 million from the Bureau of Automotive Repair in December 2021. The requested funding will also allow the Bureau to repay its outstanding loan to the Bureau of Automotive Repair, limit the amount of interest the Bureau would otherwise need to pay, and provide the Bureau and policy makers time to better determine the level of oversight and regulation that is needed in California. It is also requested that provisional language be included to authorize the transfer to the Private Postsecondary Education Administration Fund (see Attachment 1).

Business Modernization Cohort 2—It is requested that the following items be increased by the amounts indicated below to allow the Structural Pest Control Board, the California Architects Board, the Landscape Architects Technical Committee, the Cemetery and Funeral Bureau, and the Bureau of Household Goods and Services (collectively known as Cohort 2), to begin implementation activities of their business modernization software solution, consistent with the Department of Consumer Affairs' Business Modernization Plan. Funding for this project will be requested one year at a time.

- Item 1111-001-0706 be increased by \$713,000
- Item 1111-001-0757 be increased by \$176,000
- Item 1111-001-0775 be increased by \$930,000
- Item 1111-001-3315 be increased by \$954,000
- Item 1111-002-0325 be increased by \$489,000
- Item 1111-002-0717 be increased by \$791,000
- Item 1111-002-0752 be increased by \$228,000

It is also requested that Schedule (3) of Item 1111-002-0702 be increased by \$930,000, and Schedule (6) be decreased by \$930,000, to reflect corresponding adjustments for information technology staff to support the project.

Board of Pharmacy—It is requested that Item 1111-001-0767 be decreased by \$380,000 in 2022-23, \$364,000 in 2023-24, and 2 positions, to reflect refinements to the Governor's Budget proposal for the Board to fulfill obligations under a Memorandum of Understanding (MOU) to address certain distributions of compounded medications with the United States Food and Drug Administration (FDA). These resources were requested to allow the Board of Pharmacy to respond to adverse drug experiences, respond to product quality issues and complaints, and inspect facilities in a timely manner in compliance with the MOU agreed upon with the FDA. The FDA has experienced a delay in implementation of the MOU with state boards. The Board of Pharmacy will reevaluate resource needs at a later time when the FDA re-introduces the MOU.

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 Emma Jungwirth, Assistant Program Budget Manager, at (916) 445-8913.

KEELY MARTIN BOSLER
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
Honorable Jim Nielsen, 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 Sydney K. Kamlager, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
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Melinda Grant, Undersecretary, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary, Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Brian Skewis, Budget Manager, Business, Consumer Services, and Housing Agency
Kimberly Kirchmeyer, Director, Department of Consumer Affairs
Deborah Cochran, Chief, Bureau for Private Postsecondary Education
Janice Shintaku-Enkoji, Chief Fiscal Officer, Department of Consumer Affairs
Taylor Schick, Fiscal Officer, Department of Consumer Affairs
Robert DelosReyes, Budget Officer, Department of Consumer Affairs

1111-011-0001—For transfer by the Controller to the Private Postsecondary Education Administration Fund.....14,000,000

Provisions:

1. Upon order of the Department of Finance, the Controller shall transfer up to \$14,000,000 to the Private Postsecondary Education Administration Fund.



May 13, 2022

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 Budget Bill Item 1115-004-0001 and Item 1115-102-0001, Support and Local Assistance, and Statutory Changes, Department of Cannabis Control

Cannabis Local Jurisdiction Retail Access Grant Program—It is requested that Item 1115-102-0001 be added in the amount of \$20 million one-time for a grant program to assist local jurisdictions, within cities and counties of California that do not currently license storefront or delivery-only cannabis retailers, in the development and implementation of a local retail licensing program. This will assist consumers with accessing regulated and tested products by supporting the expansion of California's legal marketplace. It is also requested that provisional language be added to establish this grant program (see Attachment 1).

It is requested that Item 1115-004-0001 be added in the amount of \$500,000 one-time to support the administration of the Cannabis Local Jurisdiction Retail Access Grant program, including the development of guidelines. It is also requested that provisional language be added to state that the funding will be used for the administration of this grant program (see Attachment 2).

Cannabis Tax Reform Statutory Changes—It is requested that statutory changes be added to restructure the cannabis tax framework to help stabilize the cannabis retail market by providing a competitive pricing structure to bring more licensees and customers into the legal market. This effort is intended to better support California's small licensed operators and strengthen compliance with state law, and includes pausing the cultivation tax for three years beginning July 1, 2022, among other measures. The statutory changes will be forthcoming.

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 Kimberly Harbison, Assistant Program Budget Manager, at (916) 996-9790.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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Honorable Vince Fong, Vice Chair, Assembly Budget Committee
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Melinda Grant, Undersecretary, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary, Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Brian Skewis, Budget Manager, Business, Consumer Services, and Housing Agency
Nicole Elliott, Director, Department of Cannabis Control
Rasha Salama, Chief Deputy Director, Department of Cannabis Control
Melissa Edison, Deputy Director of Administration, Department of Cannabis Control
Tanya Silva, Branch Chief, Financial Management, Department of Cannabis Control

1115-102-0001—For local assistance, Department of Cannabis Control20,000,000

Schedule:

(1) 1460030-Department of Cannabis Control-Grant20,000,000

Provisions:

1. Notwithstanding any other law, the funds appropriated in this item shall be for grants in accordance with Provision 3 of this item.

2. For purposes of the grant program included in Provision 3, the following definitions apply:

(a) "Eligible local jurisdiction" means a city or county that does not have a local cannabis retailer licensing program and that has a plan to develop and implement a program to issue permits to commercial cannabis retail businesses within their jurisdiction.

(b) "Local cannabis retailer licensing program" means a program established by a local jurisdiction to permit a person or entity to establish a commercial cannabis retail business within the jurisdictional boundaries of that jurisdiction.

(c) "Equity licensee" means a person who has applied for and been issued a license pursuant to a local cannabis retailer program and meets the definition of local equity applicant or licensee in that jurisdiction or the definition established by the Department of Cannabis Control for the fee waiver program established pursuant to Business and Professions Code section 26249.

(d) "Permit" means a license, permit, or other authorization issued by the local jurisdiction to conduct commercial cannabis retail activities.

3. (a) The Cannabis Local Jurisdiction Retail Access Grant Program shall provide funding to local jurisdictions that do not currently have a local cannabis retailer licensing program to assist the jurisdiction in developing and implementing such program and in issuing permits pursuant to the program.

(b) Funding shall be awarded to eligible local jurisdictions to develop and implement a local jurisdiction retailer program proportionally based on the population size served. Funding shall also be awarded to eligible local jurisdictions based on the number of permits issued pursuant to the cannabis local jurisdiction retailer licensing program. Additional funding may be awarded to eligible local jurisdictions that issue permits to equity applicants pursuant to the local cannabis retailer licensing program.

(c) An eligible local jurisdiction may, in the form and manner prescribed by the Department of Cannabis Control, submit an application for grant funds. The Department of Cannabis Control shall review and approve applications based on factors including, but not limited to, the following:

- (1) The local jurisdiction is an eligible local jurisdiction as defined in Provision 2.
 - (2) The amount requested by the local jurisdiction does not exceed the amounts allowable under the Department of Cannabis Control's guidelines.
 - (3) The local jurisdiction has developed and submitted as part of the application a plan describing how they will use funds that complies with any applicable guidelines issued by the Department of Cannabis Control.
 - (4) The local jurisdiction's plan otherwise complies with the Department of Cannabis Control's guidelines.
4. The Department of Cannabis Control may recapture funds disbursed pursuant to Provision 3 under the following circumstances:
- (a) Funds are not expended by the date established by the Department of Cannabis Control.
 - (b) Funds are used for an ineligible purpose.
 - (c) The use of funds does not comply with the application plan submitted to, and approved by, the Department of Cannabis Control.
 - (d) The local jurisdiction has failed to demonstrate progress toward establishing a framework for permitting commercial cannabis retail businesses, as measured by the specific criteria provided in the plan.
 - (e) The local jurisdiction has not complied with or is not in compliance with this item or the Department of Cannabis Control's guidelines.
5. The Department of Cannabis Control may review, adopt, amend, and repeal guidelines to implement uniform standards, criteria, requirements, or forms that supplement or clarify the terms, references, or standards set forth in this item. In administering the grant program in this item, the Department of Cannabis Control shall not be subject to the rulemaking provisions of the Administrative Procedure Act (Chapter 3.5 (commencing with Section 11340) of Part 1 of Division 3 of Title 2 of the Government Code).
7. Any remaining amounts of funding allocated to local jurisdictions pursuant to Provision 3 that are not expended by June 30, 2026, pursuant to each local jurisdiction's approved application by the Department of Cannabis Control, shall revert to, and be paid and deposited in, the General Fund.
8. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2026.

1115-004-0001– For support of the Department of Cannabis Control\$500,000

Schedule:

(1) 1460010-Department of Cannabis Control—Support.....\$500,000

Provisions:

1. The funds appropriated in this item shall be used by the Department of Cannabis Control for the administration of the Cannabis Local Jurisdiction Retail Access Grant Program. These funds shall be available for encumbrance or expenditure until June 30, 2026.



May 13, 2022

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 1700-001-0001, Support, Department of Fair Employment and Housing

Community Conflict Resolution and Conciliation—It is requested that Item 1700-001-0001 be increased by \$889,000 in fiscal year 2022-23 and \$883,000 in 2023-24 and 2024-25 to provide training and consultation to communities for conflict resolution and conciliation.

Commission on the State of Hate—It is requested that Item 1700-001-001 be increased by \$1.8 million and 2 positions annually through 2025-26 and \$900,000 in 2026-27 for the Commission on the State of Hate to study hate in California and develop anti-hate resources for law enforcement and others, consistent with the provisions of Chapter 712, Statutes of 2021 (AB 1126).

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 Andrew March, Principal Program Budget Analyst, at (916) 445-3274.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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Katja Townsend, Capitol Director, Assembly Republican Leader's Office
Lourdes Castro Ramirez, Secretary, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Kevin Kish, Director, Department of Fair Employment and Housing
KC Mohseni, Deputy Director, Administration and Management, Department of Housing
and Community Development
Mary Wheat, Chief Deputy Director, Department of Fair Employment and Housing
Mike Miller, Deputy Director of Administration, Department of Fair Employment and
Housing



May 13, 2022

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 Budget Bill Item 1750-002-3153, Support, and Statutory Changes, California Horse Racing Board

It is requested that Item 1750-002-3153 be added in the amount of \$2,904,000 ongoing to support annual agreements between the Federal Horseracing Integrity and Safety Authority and the California Horse Racing Board to enforce safety components of the Horseracing Integrity and Safety Act. It is also requested that provisional language be added to allow this item to be augmented to adjust for possible changes in the cost of the agreement at the beginning of each calendar year (see Attachment 1). It is further requested that statutory changes be added to allow the agreements to be funded through the collection of state occupational license fees, penalties, and fines, and to authorize the Board to enforce the standards established by the 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 Emma Jungwirth, Assistant Program Budget Manager, at (916) 445-8913.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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Tiffany Garcia, Deputy Secretary, Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Brian Skewis, Budget Manager, Business, Consumer Services, and Housing Agency
Scott Chaney, Executive Director, California Horse Racing Board
Cynthia Alameda, Assistant Executive Director, California Horse Racing Board
Susan Bitcon, Chief of Administration, California Horse Racing Board

1750-002-3153—For support of the California Horse Racing Board, payable from the Horse Racing Fund..... 2,904,000

Schedule:

(1) 1610—California Horse Racing Board2,904,000

Provisions:

1. Upon order of the Department of Finance, this item may be augmented by an amount necessary to cover increases in costs associated with the agreement with the Horseracing Integrity and Safety Authority that occur at the beginning of the calendar year.



May 13, 2022

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, Statutory Changes, Support and Local Assistance, Department of Housing and Community Development

Infill Infrastructure Grant Program—It is requested that Item 2240-001-0001 be increased by 10 positions ongoing to modify the Infill Infrastructure Grant proposal included in the Governor's Budget. These positions will be funded from the five-percent set aside for administrative costs included in the Governor's Budget proposal.

Portfolio Reinvestment Program—It is requested that Item 2240-001-0001 be increased by 6 positions ongoing to modify the Portfolio Reinvestment Program proposal included in the Governor's Budget. These positions will be funded from the five-percent set aside for administrative costs included in the Governor's Budget proposal.

State Excess Sites—It is requested that Item 2240-001-0001 be increased by 3 positions ongoing to modify the State Excess Sites proposal included in the Governor's Budget. These positions will be funded from the five-percent set aside for administrative costs included in the Governor's Budget proposal.

Adaptive Reuse—It is requested that Item 2240-001-0001 be increased by 1 position ongoing to modify the Adaptive Reuse proposal included in the Governor's Budget. These positions will be funded from the five-percent set aside for administrative costs included in the Governor's Budget proposal.

Mobilehome Park Rehabilitation and Resident Ownership Program—It is requested the Item 2240-001-0001 be increased by 3 positions ongoing to modify the Mobilehome Park Rehabilitation and Resident Ownership Program proposal included in the Governor's Budget. These positions will be funded from the five-percent set aside for administrative costs included in the Governor's Budget proposal.

Affordable Housing and Sustainable Communities—It is requested that Item 2240-001-0001 be increased by 4 positions ongoing to modify the Affordable Housing and Sustainable Communities proposal included in the Governor's Budget. These positions will be funded from the five-percent set aside for administrative costs included in the Governor's Budget proposal. It is also requested that provisional language be added to Item 2240-108-0001 to specify that guidelines adopted by the Strategic Growth Council apply to General Fund appropriated for the Affordable Housing and Sustainable Communities program (see Attachment 1).

Technical Adjustment: Infill Infrastructure Grant Program – 2021 Budget Act—It is requested that Item 2240-001-0001 be increased by 11 positions ongoing to provide permanent position authority for administratively established positions to administer the funding included in the 2021 Budget Act for the Infill Infrastructure Grant program. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act.

Technical Adjustments: Foreclosure Intervention Program – 2021 Budget Act—It is requested that Item 2240-001-0001 be increased by 3 positions ongoing to provide permanent position authority for administratively established positions to administer the funding included in the 2021 Budget Act for the Foreclosure Intervention Program. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act. It is also requested that statutory language be adopted to allow the Department of Housing and Community Development to disburse grants to fund managers for this program.

Technical Adjustments: Federal Trust Fund Authority Alignment—It is requested that Item 2240-001-0890 be increased by \$4,009,000 in 2022-23, \$4,719,000 in 2023-24, \$4,717,000 in 2024-25 and \$4,707,000 in 2025-26 and ongoing and Item 2240-101-0890 be increased by \$103,430,000 in 2022-23 and ongoing to align Federal Trust Fund Authority with anticipated federal funding for various federal programs. It is also requested that Item 2240-001-0890 be increased by 9 positions ongoing to provide permanent position authority for administratively established positions to administer the programs associated with this increase in funding.

Emergency Rental Assistance Program—It is requested that Items 2240-002-0890 and 2240-102-0890 be added with provisional language to authorize the Department of Finance to increase the appropriation (see Attachments 2 and 3). It is also requested that provisional language be added to Items 2240-101-0001, 2240-104-0001, 2240-105-0001, 2240-106-0001, 2240-107-0001, 2240-108-0001, and 2240-109-0001 to allow the Department of Finance to swap General Fund with Federal Trust Funds for affordable housing investments (see Attachments 1, 4, and 7). It is anticipated that the state will receive an unknown amount of additional reallocated federal funds in 2023-24 as part of the Emergency Rental Assistance 2 program. These additional federal funds will have expanded eligible uses which includes affordable housing. It is also requested that statutory changes be made to add Item 2240-101-3398 in the amount of \$2,653,000,000 in 2021-22 with provisional language to forgive the General Fund cashflow loans provided pursuant to Chapter 2, Statutes of 2022 (SB 115) (see Attachment 5).

Homekey 2.0—It is requested that statutory changes be made to increase Item 2240-101-0001 in the amount of \$150 million in 2021-22 to provide additional funding for the Homekey 2.0 program (see Attachment 6).

Adaptive Reuse—It is requested that Item 2240-104-0001 be increased by \$250 million in 2023-24 and \$250 million in 2024-25 to convert commercial buildings into affordable housing.

Interim Housing Placements—It is requested that Item 2240-109-0001 be added in the amount of \$250 million in 2022-23 and \$250 million in 2023-24 to address unsheltered homelessness on state-owned land through turnkey grants to local governments for interim housing, site preparation, and operating supports. It is also requested that provisional language be included to provide an extended expenditure and encumbrance period to June 30, 2025 (see Attachment 7).

Emergency Rental Assistance Program Reappropriation—It is requested that Item 2240-490 be added to extend the encumbrance period from June 30, 2022 to June 30, 2023 for Items 2240-002-0890 and 2240-102-0890, Budget Act of 2020 to allow the Department of Housing and Community Development to close down the State Rental Assistance Program. It is anticipated that applicants will continue to receive assistance through June 30, 2022; however, program administration costs will continue beyond June 30, 2022 (see Attachment 8).

Technical Adjustment: Homekey 2.0 – 2021 Budget Act—It is requested that 69 positions in 2022-23 and 70 positions ongoing be provided to provide permanent position authority for administratively established positions to implement the Homekey 2.0 funding included in the 2021 Budget Act. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act.

Technical Adjustment: California Housing Accelerator Program – 2021 Budget Act—It is requested that 17 positions in 2022-23 and 2023-24 and 13 positions in 2024-25 and ongoing be provided for administratively established positions to implement the California Housing Accelerator Program funding included in the 2021 Budget Act. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act.

Technical Adjustment: Portfolio Reinvestment Program – 2021 Budget Act—It is requested that 29 positions be provided for administratively established positions to implement the Portfolio Reinvestment Program funding included in the 2021 Budget Act. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act.

Technical Adjustment: Regional Early Action Planning 2.0 – 2021 Budget Act—It is requested that 21 positions be provided for administratively established positions to implement the Regional Early Action Planning 2.0 funding included in the 2021 Budget Act. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act.

Technical Adjustment: Scaling Excess Sites – 2021 Budget Act—It is requested that 2 positions be provided for administratively established positions to implement the Scaling Excess Sites funding included in the 2021 Budget Act. These positions will be funded from the five-percent set aside for administrative costs included in the 2021 Budget Act.

Building Homes and Jobs Act—It is requested that statutory changes be adopted to clarify that funding appropriated to the California Housing Finance Agency in Health and Safety Code 50470 (b)(2)(C)(iii) can be transferred to the California Housing Finance Fund.

Transfers to California Housing Finance Agency—It is requested that statutory changes be made to amend Item 2240-111-0001 in 2021-22 to clarify that funds are to be transferred to the California Housing Finance Fund for expenditure by the California Housing Finance Agency (see Attachment 9).

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 Andrew March, Principal Program Budget Analyst, at (916) 445-3274.

KEELY MARTIN BOSLER
Director
By:

/s/ Erika Li

ERIKA LI
Chief Deputy Director

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Lourdes Castro Ramirez, Secretary, Business, Consumer Services, and Housing Agency
Tiffany Garcia, Deputy Secretary of Fiscal Policy and Administration, Business, Consumer
Services, and Housing Agency
Gustavo Velasquez, Director, Department of Housing and Community Development
KC Mohseni, Deputy Director, Administration and Management, Department of Housing
and Community Development

Add the following provisional language to Item 2240-108-0001:

3. Notwithstanding any other law, the funds appropriated in this item shall only be subject to guidelines adopted by the Strategic Growth Council pursuant to section 75215 of the Public Resources Code.
4. The Department of Finance, upon notification of the Joint Legislative Budget Committee, may decrease the amount appropriated in this item and increase item 2240-102-0890 by a like amount if additional federal funding is received pursuant to Section 3201 of Subtitle B of Title III of the American Rescue Plan Act of 2021 (Public Law 117-2).

2240-002-0890—For state operations, Department of Housing and Community Development, payable from the Federal Trust Fund.0

Schedule:

(1) 1665-Financial Assistance Program0

Provisions:

1. Upon order of the Department of Finance, amounts transferred to this item may be transferred to Item 2240-102-0890.
2. Any amounts transferred to this item pursuant to Provision 2 of Item 2240-102-0890 shall be available for encumbrance or expenditure until September 30, 2025.

2240-102-0890—For local assistance, Department of Housing and Community Development, payable from the Federal Trust Fund.0

Schedule:

(1) 1665-Financial Assistance Program 0

Provisions:

1. The Department of Finance, upon notification of the Joint Legislative Budget Committee, may increase the amount appropriated in this item by the amount of any additional federal funds received pursuant to Section 3201 of Subtitle B of Title III of the American Rescue Plan Act of 2021 (Public Law 117-2).
2. Upon the order of the Department of Finance, not more than 15 percent of the amount appropriated in this item may be transferred to 2240-002-0890 for administrative costs.
3. The amount appropriated in this item shall be available for encumbrance or expenditure until September 30, 2025.

Add the following provision to Items 2240-101-0001 and 2240-106-0001:

4. The Department of Finance, upon notification of the Joint Legislative Budget Committee, may decrease the amount appropriated in this item and increase item 2240-102-0890 by a like amount if additional federal funding is received pursuant to Section 3201 of Subtitle B of Title III of the American Rescue Plan Act of 2021 (Public Law 117-2).

Add the following provision to Items 2240-104-0001, 2240-105-0001, and 2240-107-0001:

3. The Department of Finance, upon notification of the Joint Legislative Budget Committee, may decrease the amount appropriated in this item and increase item 2240-102-0890 by a like amount if additional federal funding is received pursuant to Section 3201 of Subtitle B of Title III of the American Rescue Plan Act of 2021 (Public Law 117-2).

Statutory changes to add Item 2240-101-3398 to the Budget Act of 2021:

2240-101-3398—For local assistance, Department of Housing and Community Development, payable from the California Emergency Relief Fund.2,653,000,000

Schedule:

(1) 1665-Financial Assistance Program 2,653,000,000

Provisions:

1. The funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2023, for support and local assistance. Not more than fifteen percent of the amount appropriated in this item may be used for administrative costs.
2. The funds appropriated in this item are to forgive the General Fund cashflow loans made pursuant to Item 2240-401.

Statutory changes to amend Item 2240-101-0001 in the Budget Act of 2021:

“2240-101-0001—For local assistance, Department of Housing and Community Development~~255,629,000~~ 405,629,000”

Schedule:

(1) 1665-Financial Assistance Program~~255,629,000~~ 405,629,000

Provisions:

1. Of the amount appropriated in this item, ~~\$250,000,000~~ \$400,000,000 shall be disbursed through the Multifamily Housing Program to be used for the acquisition, conversion, rehabilitation, and operating subsidies for hotels, motels, and other properties to provide housing for individuals and families who are experiencing homelessness or who are at risk for homelessness.
2. The amount identified in Provision 1 shall be available for encumbrance or expenditure and for liquidation of encumbrances until June 30, 2024.
3. Upon order of the Department of Finance, up to 5 percent of the amount identified in Provision 1 may be transferred to Schedule (2) of Item 2240-001-0001 for the costs to administer this program, and shall be available for encumbrance or expenditure until June 30, 2024.
4. The Department of Finance, upon notification of the Joint Legislative Budget Committee, may decrease the amount appropriated in this item and increase Item 2240-102-0890 by a like amount if additional federal funding is received pursuant to Section 3201 of Subtitle B of Title III of the American Rescue Plan Act of 2021 (Public Law 117-2)."

2240-109-0001—For local assistance, Department of Housing and Community Development 250,000,000

Schedule:

(1) 1665-Financial Assistance Program250,000,000

Provisions:

1. Funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2025, and for liquidation of encumbrance until June 30, 2025.
2. Upon order of the Department of Finance, up to 5 percent of the funds appropriated in this item may be transferred to Schedule (2) of Item 2240-001-0001 for the costs to administer this program and shall be available for encumbrance or expenditure until June 30, 2025.
3. The Department of Finance, upon notification of the Joint Legislative Budget Committee, may decrease the amount appropriated in this item and increase item 2240-102-0890 by a like amount if additional federal funding is received pursuant to Section 3201 of Subtitle B of Title III of the American Rescue Plan Act of 2021 (Public Law 117-2).

2240-490—Reappropriation, Department of Housing and Community Development. 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, 2023:

0890—Federal Trust Fund

- (1) Item 2240-002-0890, Budget Act of 2020
- (2) Item 2240-102-0890, Budget Act of 2020

Statutory changes to amend Item 2240-111-0001 in the Budget Act of 2021:

"2240-111-0001—For transfer by the Controller, upon order of the Department of Finance, to the Self-Help Housing Fund145,000,000

Provisions:

1. ~~Notwithstanding any other law, of the Department of Finance may transfer the amount transferred to the Self-Help Housing Fund pursuant to appropriated in this item, \$45,000,000 shall be transferred from the Self-Help Housing Fund to the California Housing Finance Fund for expenditure by the California Housing Finance Agency, to be used to finance low- and moderate-income housing.—~~
2. ~~Notwithstanding any other law, of the amount appropriated in this item, \$100,000,000 shall be transferred to the California Housing Finance Agency, to be used for homebuyer assistance."~~