



Floor Report 2020 - 2021 State Budget

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Version 2

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Chair, Assembly Budget
Committee

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OVERVIEW

The Speaker of the Assembly, the President Pro Tempore of the Senate, and the Assembly and Senate Budget Committee Chairs announced a legislative agreement on the 2020-21 state budget on June 3, 2020. This set the stage for legislative negotiations on the budget with the Governor and his administration, which are ongoing. Budget bills considered on June 15 will be amended subsequently via additional budget bills and bills related to the budget.

Building on the Governor's May Revision framework, including the administration's sober economic and revenue forecast, the legislative budget plan reflects a strong likelihood of more federal relief and uses reserves and other state balances to avoid overcutting now when California families are so vulnerable and future revenue and economic trends are so uncertain. Funding K-14 schools above the Proposition 98 minimum guarantee and providing increases in university funding, the plan protects vital health and human services programs and aims to protect jobs and preserve vital services. Funding is provided for local governments, building on the Governor's proposals to provide federal funding for the state's partners in administering public programs.

Assuming receipt of \$14 billion of added federal funds – the amount discussed in the Governor's May Revision – the legislative budget plan contains total reserves of approximately \$11 billion, including about \$2 billion in the discretionary reserve (the Special Fund for Economic Uncertainties, SFEU), \$900 million in the Safety Net Reserve, and \$8.35 billion in the Proposition 2 rainy day fund.

If federal funds are not received, "trigger solutions" take effect under the legislative budget plan. The legislative plan maximizes use of budget reserves and makes selected payment deferrals to minimize cuts to important programs if Washington, D.C. does not play its vital role in the nation's recovery. In the legislative trigger plan, if the federal funds are not received, the following actions would occur:

- \$2.7 billion more in draws from the rainy day fund and Safety Net Reserve
- \$1.3 billion one-time benefit from reinstatement of a longstanding deferral of state payments to CalPERS, including from state special funds
- \$5.9 billion of increased deferrals to Proposition 98 (K-14 education) funding
- \$600 million reduction to the county realignment backfill in this budget plan (leaving \$400 million of county backfill remaining)
- \$770 million of university reductions (\$370 million for UC and \$400 million for CSU)
- \$100 million of reductions to the judicial branch budget.
- At least \$1.5 billion in state employee compensation reductions to be achieved, for represented employees, through the collective bargaining process.

- Potentially another \$1.6 billion from reinstatement of the one-day June payroll deferral that was instituted during the last recession. (This change would be optional at the direction of the Director of Finance.)

If the federal funds do not arrive and these trigger actions take effect, total reserves would be over \$7 billion, including over \$800 million in the SFEU and \$6.5 billion in the rainy day fund.

The legislative plan sets money aside to make additional emergency state expenditures related to the coronavirus. Working with the Governor, the plan anticipates a new process to enhance legislative control and oversight over up to \$2.9 billion of coronavirus emergency funding proposed by the Governor in the May Revision (about \$700 million of which would be paid—net—from the General Fund, with the remainder coming from anticipated federal match funding).

The legislative plan reflects key Assembly priorities with \$350 million of funding for homelessness programs and a historic expansion of the California Earned Income Tax Credit program to all eligible families, including those with Individual Taxpayer Identification Numbers (ITINs), with children under age 6. The legislative plan also aims to expand Medi-Cal to more seniors, regardless of immigration status, in 2022 if funds are available. The legislative plan, therefore, reflects California's values of building more opportunity for all, even as the state's leaders use its substantial reserves to preserve vital programs during this time of economic challenge.

SUMMARY CHART

2020-21
General Fund Budget Summary
Preliminary Scoring of SB 74
(\$ in millions)

	2019-20	2020-21
Prior Year Balance	\$11,279.9	\$1,131.4
Revenues and Transfers	\$138,996.6	\$139,783.4
Transfer to/from BSA	-\$2,160.0	\$7,806.0
Total Resources Available	\$148,116.5	\$148,720.8
Non-Proposition 98 Expenditures	\$94,633.2	\$95,659.1
Proposition 98 Expenditures	\$52,351.9	\$47,319.7
Total Expenditures	\$146,985.1	\$142,968.8
Fund Balance	\$1,131.4	\$5,752.0
Budget Reserves:		
Reserve for Liquidation of Encumbrances	\$3,175.1	\$3,175.1
Special Fund for Economic Uncertainties	-\$2,043.7	\$2,576.9
Safety Net Reserve	\$900	\$900
Budget Stabilization Account/Rainy Day Fund	\$16,156.4	\$8,350.4

HEALTH

California Health and Human Services Agency

- Approves of the May Revise withdrawal of the Administration's January budget proposal to establish the Office of Healthcare Affordability to analyze the health care market for cost trends and drivers of spending, enforce health care cost targets and create a state strategy for controlling the cost of health care and ensuring affordability for consumers.
- Defers without prejudice the May Revision request for General Fund expenditure authority of \$197,000 in 2020-21, and \$184,000 in 2021-22 and 2022-23, to support research and analytical tasks associated with the Governor's proposal to establish a state generic drug label.

Office of the Surgeon General

- Approves of the May Revise withdrawal of the Administration's January budget request for \$10 million General Fund to develop a cross-sector training program and public awareness campaign for Adverse Childhood Experiences.

Department of Health Care Services

- Rejects the Administration's withdrawal of the January budget proposal to expand full-scope Medi-Cal coverage to income-eligible seniors regardless of immigration status, and instead delays implementation to January 1, 2022. Adopts trailer bill to allow the Governor to delay further or implement early, depending on the availability of funding, and requires DHCS to complete eligibility system modifications by July 1, 2021.
- Restores \$54.3 million General Fund to continue all Medi-Cal optional benefits that were proposed to be eliminated in the May Revise, including: adult dental (partial reduction), optometry, optician/optical lab, audiology, incontinence creams/washes, pharmacist-delivered services, speech therapy, podiatry, acupuncture, nurse anesthetists, occupational therapy, physical therapy, and the Diabetes Prevention Program.
- Rejects the May Revise proposal to eliminate \$1.2 billion in Proposition 56-funded supplemental payments to various Medi-Cal providers, including:
 - Physician services - \$389 million
 - Dental services - \$183.8 million
 - Women's health services - \$18.7 million
 - Family planning - \$35.9 million
 - Developmental screenings - \$20.8 million

- CBAS/ADHC - \$6.7 million
 - Non-emergency medical transportation - \$2.7 million
 - Intermediate Care Facilities – Developmental Disabilities (ICF-DD) - \$12.4 million
 - Hospital-based pediatric physicians - \$2 million
 - Adverse childhood experiences (ACEs) screening - \$7.6 million
 - ACEs provider training - \$21 million
 - Physician and dentist loan repayment program - \$297.8 million
 - Value-Based Payment Program - \$147 million
- Rejects the elimination of the Community Based Adult Services (CBAS) program (also known as Adult Day Health Care or ADHC), including \$95.2 million General Fund.
 - Restores the 2019 augmentation for the Caregiver Resource Centers, which provide support to family caregivers of adults needing assistance to allow them to remain in the community, for \$10 million General Fund in 2020-21.
 - Rejects the May Revise proposal to reinstate a pre-2016 Medi-Cal estate recovery policy, which recovered the costs of all health care services from deceased beneficiaries' estates. Includes \$16.9 million General Fund to continue the current policy which recovers only long-term care costs, consistent with federal requirements.
 - Rejects the May Revise request to restore the "senior penalty" in Medi-Cal, thereby continuing to implement the increase in income eligibility for the Aged and Disabled Program to 138 percent of the federal poverty level approved in the 2019 Budget Act. DHCS estimated this proposal would result in General Fund savings of \$67.7 million in 2020-21.
 - Rejects the May Revise request to eliminate the Medicare Part B disregard to determine eligibility for the Aged and Disabled program, pursuant to AB 1088 (Wood, Chapter 450, Statutes of 2019). DHCS estimated this proposal would result in General Fund savings of \$478,000.
 - Approves of \$1.9 million (\$765,000 General Fund and \$1.1 million federal funds) in 2020-21 to support Medi-Cal Rx, the carve-out and ongoing management of the Medi-Cal pharmacy benefit in the fee-for-service delivery system. DHCS assumes General Fund savings of \$54.6 million for the Medi-Cal Rx transition.
 - Restores, by rejecting the withdrawal of the January budget proposal, \$52.5 million (\$26.3 million General Fund and \$26.3 million federal funds) to provide supplemental payments to non-hospital providers in the federal 340B program. These payments are intended to replace lost revenue from implementation of Medi-Cal Rx, which DHCS intends to do on January 1, 2021.

- Rejects the May Revise proposal to withdraw the January proposal to establish a program that provides hearing aids and related services to children up to 600 percent of the federal poverty level. Restores \$1 million to make necessary automation changes in 2020-21 in order to implement beginning July 1, 2021, and assumes \$10 million General Fund in ongoing annual costs beginning in 2021-22.
- Approves and modifies the Administration's May Revise proposal to adjust managed care capitation payments for the period of July 2019 to December 2020, by lowering the gross medical expense portion of the capitation payments for this period due to anticipated lower costs and utilization related to the pandemic, and to implement other efficiencies, while rejecting proposed policies that would result in reduced funding to hospitals, for total savings of \$243.4 million General Fund.
- Restores \$34.3 million General Fund to implement the extension of pregnancy-only Medi-Cal coverage for up to 12 months after delivery for patients diagnosed with a maternal mental health condition, as approved through the 2019 budget.
- Rejects the May Revise proposal, for \$50 million General Fund, to eliminate carved-out services from a community clinic's Prospective Payment System (PPS) rate.
- Rejects the May Revise proposal to eliminate \$1.1 million General Fund for the Family Mosaic Project, which manages children diagnosed with emotional disturbance who are at risk for out-of-home placement. The program is state-funded and based in San Francisco.
- Rejects the May Revise proposal to eliminate \$8.2 million in supplemental payments to the Martin Luther King Jr. Community Hospital in Los Angeles.
- Rejects the May Revise proposal to revert unspent funds from 2019 Budget Act augmentations, including: 1) Medi-Cal Enrollment Navigators (\$15 million General Fund); 2) Medi-Cal Interpreters Pilot (\$5 million General Fund); and 3) Behavioral Health Counselors in Emergency Departments (\$20 million General Fund).
- Rejects the May Revise proposal to eliminate \$2.1 million General Fund for the California Health Information Exchange Onboarding Program (Cal-HOP), which provides funding to assist Medi-Cal providers to access and use health information exchange technology.
- Rejects the May Revise proposal to eliminate \$466,000 General Fund for screening, brief intervention, and referral to treatment (SBIRT) for opioids and other drugs, as adopted in the 2019 Budget Act.

- Rejects the May Revise proposal to eliminate \$6.6 million General Fund for case management for counties administering the Early and Periodic Screening Diagnosis and Treatment (EPSDT) benefit to Medi-Cal eligible children.
- Rejects the May Revise proposal to freeze cost-of-doing-business increases for county Medi-Cal eligibility determination workload, which was estimated to result in General Fund savings of \$11 million.
- Rejects the May Revise proposal to eliminate the Health Insurance Premium Program, which covers premiums and cost-sharing for Medi-Cal beneficiaries with a high-cost medical condition that voluntarily enroll in other health coverage, for \$336,000 in General Fund savings.
- Defers without prejudice the Administration's January budget proposal to eliminate dental managed care in Sacramento and Los Angeles, for \$8.9 million General Fund.
- Approves of DHCS-proposed trailer bill to implement several initiatives and other changes to reduce the cost of prescription drugs in the state, including: 1) allowing Medi-Cal to negotiate for rebates based on the international "best price", 2) allowing DHCS to seek federal approval to establish a prescription drug rebate program for non-Medi-Cal populations, and 3) eliminating copays and the six prescription limit in Medi-Cal fee-for-service.
- Approves of the May Revise withdrawal of a January budget proposal to implement a Behavioral Health Quality Improvement Program to incentivize system changes and process improvements in county behavioral health programs. This was part of the Behavioral Health Payment Reform component of the California Advancing and Innovating in Medi-Cal (CalAIM) initiative, which DHCS is also delaying.
- Approves of the May Revise withdrawal of the January budget proposal to provide \$347.5 million for enhanced care management benefits and incentives for the provision of in-lieu-of services as part of the CalAIM initiative.
- Approves the May Revise modified January proposal to implement the provisions of the federal SUPPORT for Patients and Communities Act, which prohibits states from terminating Medi-Cal eligibility for a juvenile under age 21 or foster care youth under age 26 while incarcerated. Approves of \$3.7 million (\$1.2 million General Fund and \$2.5 million federal funds) in 2020-21, and \$139,000 (\$70,000 General Fund and \$69,000 federal funds) annually thereafter. Includes trailer bill language to align state law with the SUPPORT Act.
- Assumes approximately \$8 billion (primarily federal funds) to reflect increased Medi-Cal costs as a result of the COVID-19 pandemic, including: increased caseload, suspension

of annual redeterminations, increased federal flexibilities, and the increase in the federal matching percentage.

- Approves of \$1.4 billion General Fund to repay the federal government for inappropriately claimed federal financial participation for non-emergency services provided to eligible, non-exempt, qualified immigrants. Includes budget bill Language to direct the Administration to seek more favorable repayment terms from the federal government.
- Approves of \$199.7 million of Proposition 64 revenue in 2020-21 to support education, prevention, and treatment of youth substance use disorders, unchanged from the level approved in 2019-20.
- Approves the May Revise proposal to eliminate funding for a broker to coordinate the delivery of the Medi-Cal non-medical transportation benefit. DHCS estimates this proposal will result in General Fund savings of \$8.8 million.
- Approves of \$1.2 million (\$620,000 General Fund and \$620,000 federal funds) to reimburse the Department of Public Health for lease-revenue bond based rental payments at its Richmond Laboratory.
- Adopts trailer bill language to eliminate obsolete requirements for rate reviews for physician and dentist services to align with federal access-to-care requirements. The language would allow review every three years, clarify the review refers to fee-for-service, specify consistency in rate review with DHCS' federally approved access monitoring plan, and remove obsolete references to data sources for the review.
- Approves of four positions and expenditure authority of \$1.2 million (\$605,000 General Fund and \$605,000 federal funds) in 2020-21, \$1.1 million (\$569,000 General Fund and \$569,000 federal funds) in 2021-22, and \$585,000 (\$293,000 General Fund and \$292,000 federal funds) annually thereafter to assist county mental health plans and Drug Medi-Cal Organized Delivery System programs comply with federal network adequacy requirements for the delivery of behavioral health services.
- Approves \$283,000 (\$142,000 General Fund and \$142,000 federal funds) in 2020-21 and 2021-22 to support reporting, monitoring, and evaluation of the Whole Person Care, Seniors and Persons with Disabilities, and California Children's Services Programs. This request is a two-year extension of previously approved resources.
- Approves \$279,000 (\$140,000 General Fund and \$139,000 federal funds) in 2020-21 to continue oversight, monitoring, and analysis of county eligibility funding, pursuant to SB 28 (Hernandez, Chapter 442, Statutes of 2013).

- Approves \$661,000 (\$331,000 General Fund and \$330,000 federal funds) in 2020-21 and \$625,000 (\$313,000 General Fund and \$312,000 federal funds) in 2021-22 and 2022-23 to oversee the procurement, contract transition, and related activities for annual procurement of the Administrative Services Organization contract for the Denti-Cal program.
- Adopts trailer bill language to provide statewide reimbursement to all State Plan Drug Medi-Cal certified providers for the provision of Medication Assisted Treatment services to treat opioid use disorders. Currently, reimbursement is only allowed for methadone and naltrexone. This language would allow reimbursement for all FDA-approved medication for the treatment of opioid use disorders, as well as counseling services and behavioral therapy pursuant to the requirements of the federal SUPPORT for Patients and Communities Act.
- Adopts trailer bill language to change the name of the Electronic Health Record Incentive Program to the Medi-Cal Promoting Interoperability Program, to reflect a renewed focus on program and data interoperability, and to extend the sunset date for the program from July 1, 2021, to January 1, 2024.
- Defers without prejudice a request for expenditure authority of \$1.9 million (\$186,000 General Fund and \$1.7 million federal funds) annually to increase monitoring, oversight, and program integrity activities of the Family PACT program.
- Approves expenditure authority of \$1.4 million (\$500,000 General Fund and \$949,000 federal funds) in 2020-21, and \$1.4 million (\$482,000 General Fund and \$931,000 federal funds) annually thereafter to support the External Quality Review Organization for monitoring of managed care provider network adequacy standards, pursuant to AB 1642 (Wood, Chapter 465, Statutes of 2019).
- Approves expenditure authority of \$280,000 (\$140,000 General Fund and \$140,000 federal funds) to support implementation and oversight of the managed care enrollment tax implemented by AB 115 (Committee on Budget, Chapter 348, Statutes of 2019).
- Approves expenditure authority of \$140,000 (\$70,000 General Fund and \$70,000 federal funds) in 2020-21 and \$131,000 (\$66,000 General Fund and \$65,000 federal funds) annually thereafter to implement secondary waiting lists for home- and community-based services programs specific to military families on active duty, pursuant to SB 289 (Archuleta, Chapter 846, Statutes of 2019).
- Approves expenditure authority of \$1 million (\$460,000 PACE Oversight Fund and \$549,000 federal funds) in 2020-21, and \$1.7 million (\$771,000 PACE Oversight Fund and \$917,000 federal funds) annually thereafter to support transfer of oversight and regulatory responsibilities for PACE licensure exemption process from the Department of

Public Health to DHCS, pursuant to AB 1128 (Petrie-Norris, Chapter 821, Statutes of 2019).

- Approves expenditure authority of \$1.4 million (\$690,000 General Fund and \$690,000 federal funds) in 2020-21 and 2021-22 to continue monitoring, oversight, and approvals of mental health services in Short-Term Residential Therapeutic Programs (STRTPs). These resources were previously approved in the 2018 Budget Act in the Department of Social Services through an interagency agreement with DHCS. This request would extend those resources for an additional two years and fund them in the DHCS budget.
- Approves of the withdrawal of the January budget proposal to address departmental data transparency efforts, including HIPAA-compliant data management and reporting, as well as data submissions to the Open Data Portal.
- Approves of the January budget proposal, as modified at May Revision, for oversight of Drug Medi-Cal Organized Delivery System (DMC-ODS) programs, for \$1.2 million (\$575,000 General Fund and \$575,000 federal funds) in 2020-21 to support the External Quality Review Organization contract, which conducts independent review of DMC_ODS counties for quality of care, timeliness of services, and access to services (as required by the terms of the state's 1115 Waiver).
- Approves of the withdrawal of the January budget allocation of \$181 million of prescription drug rebate funds to the Drug Rebate Fund. This fund was created to smooth volatility in prescription drug rebate revenue to the state. Instead, these rebate reserve funds will support the delivery of health care services in the Medi-Cal program.
- Approves, with any changes necessary to conform to other actions, the May 2020 Medi-Cal Estimate which includes \$99.5 billion (\$23 billion General Fund, \$65.3 billion federal funds, and \$12.8 billion special funds and reimbursements) for expenditures in 2019-20, and \$112.1 billion (\$23.2 billion General Fund, \$72.9 billion federal funds, and \$16.1 billion special funds and reimbursements) for expenditures in 2020-21. These figures represent a decrease in estimated General Fund expenditures in the Medi-Cal program of \$332.3 million in 2019-20 and \$2.8 billion in 2020-21 compared to the Governor's January budget.
- Approves of the administration's estimate of net revenue from the Managed Care Organization tax of \$1.7 billion, which offsets the non-federal share of expenditures in the Medi-Cal program, as recently approved by the federal government effective January 1, 2020.
- Approves of increased federal fund expenditure authority of \$18.5 million in Item 4260-115-0890 and \$124.7 million in 4260-116-0890 to reflect the receipt of federal grant funds for mental health and substance use disorder treatment.

- Approves the May Revise proposal to utilize balances from the following special funds to support the Medi-Cal program: 1) Fund 3156 - Children's Health and Human Services Special Fund (\$100 million); and 2) Fund 3311 – Health Care Plan Fines and Penalties Fund (\$36.6 million).
- Approves of the reauthorization of a quality assurance fee on free-standing skilled nursing facilities that supports the non-federal share of reimbursement increases to these facilities. This fee was originally enacted by AB 1629 (Frommer, Chapter 875, Statutes of 2004), and the current authority for the fee expires on July 31, 2020. DHCS estimates the General Fund cost of implementation of its new fee proposal, along with the associated increased reimbursement rates, will be \$92.8 million in 2020-21.
- Approves, with any changes necessary to conform to other actions, the May 2020 Family Health Estimate which includes \$199.9 million (\$148.1 million General Fund, \$38.5 million federal funds, and \$90.3 million special funds and reimbursements) for expenditures in 2019-20, and \$267.7 million (\$226.8 million General Fund, \$5.1 million federal funds, and \$35.7 million special funds and reimbursements) for expenditures in 2020-21. These figures represent a decrease in estimated General Fund expenditures of \$46.6 million in 2019-20 and an increase of \$32.3 million in 2020-21 compared to the January budget. The 2019-20 changes are primarily attributed to increased rebates in the California Children's Services program and the 2020-21 changes are attributed to increased costs in the Genetically Handicapped Persons Program for base expenditures.
- Defers without prejudice the January budget request, modified at May Revision, for \$467,000 (\$234,000 General Fund and \$233,000 federal funds) annually to support oversight and auditing of the Medi-Cal Dental Program.
- Approves the withdrawal of the January budget proposal to perform monitoring and oversight of contracted vendors, establish quality improvements in contracts, and address other workload increases in the Medi-Cal Dental Program.
- Approves of the May Revise request to modify the resources allocated for the Medi-Cal Eligibility Data System (MEDS) Modernization project, currently overseen by the Office of Systems Integration at CHHSA, for a reduction in the DHCS budget of \$4.6 million (\$402,000 General Fund and \$4.2 million federal funds) to reflect a shift in focus to an enterprise-wide modernization approach, known as Medi-Cal Enterprise System (MES).
- Approves of \$11.2 million (\$1.1 million General Fund and \$10 million federal funds) in 2020-21 to continue the Federal Draw and Reporting (FDR) project, which was part of the California Medicaid Management Information System (CA-MMIS) project. CA-MMIS, MEDS, and the California Behavioral Health Data System Modernization projects are being combined into the new Medi-Cal Enterprise System (MES) enterprise-wide modernization effort. Includes budget bill language to allow an augmentation of up to \$1.1

million of General Fund, contingent upon satisfactory progress of milestones for the project.

- Approves of the re-appropriation of expenditure authority of \$18.2 million (\$5.1 million General Fund and \$13.1 million federal funds) for turnover and takeover efforts for the CA-MMIS project.
- Approves of the withdrawal of the January budget proposal for resources to oversee and manage automation projects related to eligibility and enrollment.
- Approves of a stakeholder request to extend the Medically Tailored Meals Pilot Program authority for an additional year, at no additional cost. The 2017 Budget Act included General Fund expenditure authority of \$2 million annually for three years and trailer bill language to implement a pilot project to deliver a medically tailored meals intervention to Medi-Cal beneficiaries with complex and high-cost health conditions. The program was initially scheduled to be completed in three years, but due to delayed implementation, the program will not be able to complete its full, three-year project before the sunset date in statute.

Office of Statewide Health Planning and Development

- Restores \$33.3 million General Fund to be ongoing, as approved in the 2019 Budget Act, for the Song Brown Program.
- Approves of modified trailer bill to: establish the Health Care Payments Data System, provide for data collection, require publicly available reporting and data releases, require the protection of personal information, and allow OSHPD to assess a fee for access to non-public information in the system.
- Approves reimbursement authority of \$2.2 million in 2020-21, \$180,000 in 2021-22, and \$60,000 in 2022-23 to continue to administer the County Medical Services Program Loan Repayment Program.
- Approves one position and expenditure authority from the California Health Data and Planning Fund of \$119,000 in 2020-21 and \$107,000 annually thereafter to implement new data reporting requirements for certain health facilities pursuant to the requirements of SB 343 (Pan, Chapter 247, Statutes of 2019).
- Approves two positions and expenditure authority from the California Health Data and Planning Fund of \$519,000 in 2020-21, and \$245,000 annually thereafter to implement hospital community benefits plan data reporting requirements pursuant to AB 204 (Wood, Chapter 535, Statutes of 2019).

- Approves two positions and expenditure authority from the California Health Data and Planning Fund of \$790,000 in 2020-21, and \$290,000 annually thereafter to implement hospital procurement contract reporting requirements pursuant to AB 962 (Burke, Chapter 815, Statutes of 2019).
- Approves of a \$40 million loan from the Hospital Building Fund to the General Fund.
- Approves the re-appropriation of Mental Health Services Fund expenditures to support the 2014-2019 Workforce Education and Training (WET) Program from prior budget years, as follows: 1) extend the period to liquidate encumbrances for funding approved in the 2017 Budget Act, and 2) re-appropriate \$7.2 million approved in the 2018 Budget Act.
- Approves of the reversion of \$2 million General Fund approved in the 2017 Budget Act for state operations related to the Song-Brown program, which was not spent.
- Approves of the reversion of \$20 million General Fund approved in the 2019 Budget Act for the 2020-2025 WET Program, and replaces the reverted General Fund with \$20 million Mental Health Services Fund from the State Administration account.

Department of Managed Health Care

- Approves of the May Revise request for 14.5 positions and expenditure authority from the Managed Care Fund of \$2.8 million in 2020-21, 18.5 positions and \$4.7 million in 2021-22, and 18.5 positions and \$4.7 million annually thereafter to conduct focused investigations and enforcement of health plan compliance with behavioral health parity requirements.
- Approves of 1.5 positions and expenditure authority from the Managed Care Fund of \$331,000 in 2020-21, and \$379,000 annually thereafter to review health care service plan contracts, documents, and claims coverage of telehealth services, pursuant to AB 744 (Aguiar-Curry, Chapter 867, Statutes of 2019).
- Approves of requested expenditure authority from the Managed Care Fund of \$1.2 million in 2020-21, and \$775,000 in 2021-22 to establish an Independent Dispute Resolution Process, promulgate regulations, receive health plan data regarding cost savings, and review Evidence of Coverage documents to verify health plan compliance with AB 290 (Wood, Chapter 862, Statutes of 2019).
- Approves of the January proposal for two positions and expenditure authority from the Managed Care Fund of \$384,000 in 2020-21, \$368,000 in 2021-22 and 2022-23, and \$328,000 annually thereafter to address information security and cybersecurity vulnerabilities.

- Approves of the January request for five positions and expenditure authority from the Managed Care Fund of \$1.7 million in 2020-21, and \$2.6 million annually thereafter to create a new process for review of rates in the large group market and modify existing reporting requirements in the individual and small group markets, pursuant to AB 731 (Kalra, Chapter 807, Statutes of 2019).
- Approves of a \$2 million loan from the Managed Care Fund to the General Fund.
- Approves of a technical adjustment to reflect funding not approved in the Project Approval Lifecycle process for information technology costs related to implementation of AB 2674 (Aguiar-Curry, Chapter 303, Statutes of 2018), resulting in a reduction of \$472,000 Managed Care Fund.

Department of Public Health

- Rejects the May Revise proposal to reduce \$4.5 million General fund from the Black Infant Health Program.
- Rejects the May Revise proposal to reduce \$500,000 General Fund ongoing for the Safe Cosmetics Program, as approved in the 2019 Budget Act for enforcement positions for the program, which requires cosmetics manufacturers to submit information regarding toxic ingredients in their products.
- Rejects reversions of 2019 augmentations, including partial reversions of funds appropriated for sickle cell disease and a farmworker health study, and an entire reversion of technical support for mental health disparities grants and mental health services grants.
- Approves of the May Revise request to remove provisional language in Items 4265-001-0001 and 4265-111-0001 that suspend funding for sexually transmitted disease, human immunodeficiency virus, and hepatitis C prevention programs adopted in the 2019 Budget Act. Maintains ongoing funding for these programs.
- Approves the withdrawal of the Administration's January budget proposal for \$3.6 million General Fund in 2020-21 for UC Davis to create a comprehensive coordinated statewide dementia care program.
- Adopts trailer bill language to allow for electronic retrieval of AIDS Drug Assistance Program clients' modified adjusted gross income data from the California Franchise Tax Board (FTB).
- Adopts trailer bill language to allow the Pre-Exposure Prophylaxis Assistance Program to pay for an initial 30-day supply of pre-exposure prophylaxis (PrEP) and post-exposure prophylaxis (PEP) medication.

- Approves 15 positions and General Fund expenditure authority of \$3.4 million in 2020-21, and \$3.1 million annually thereafter to standardize processes for immunization medical exemption requests and build new capacity into the California Immunization Registry.
- Adopts trailer bill language to exempt from the Administrative Procedures Act the fee report mechanism implemented in the 2018 Budget Act to address funding issues in the Lead Related Construction Program.
- Approves ten positions and expenditure authority from the Health Statistics Special Fund of \$1.5 million annually to increase department-wide analytics for public health decision-making, to continue implementing master data management strategies, and implementation of data-driven community interventions.
- Approves two positions and General Fund expenditure authority of \$348,000 annually to track and publish data on pregnancy-related deaths and severe maternal morbidity, pursuant to the requirements of SB 464 (Mitchell), Chapter 533, Statutes of 2019.
- Approves one position and General Fund expenditure authority of \$140,000 annually to support the implementation of the Energy Efficiency Low-Income Weatherization Program, including development of a recommended action plan, providing health and financial benefits, and an assessment of the program, as mandated by AB 1232 (Gloria, Chapter 754, Statutes of 2019).
- Approves nine positions and expenditure authority from the ADAP Rebate Fund of \$4.8 million annually to support ongoing maintenance and operations of the ADAP Enrollment System (AES), which manages eligibility determinations, enrollment, and medication access for clients of the ADAP program.
- Approves 53 positions and no additional funding to improve provider application processing times, and centralize provider support and regulatory assistance services in the Center for Health Care Quality.
- Approves nine positions and annual expenditure authority of \$1.9 million from federal funds, various special funds, and reimbursements to address cybersecurity and privacy risks identified by security assessments conducted by the California Military Department, the California Department of Technology, and others.
- Approves the withdrawal of the January budget proposal to implement the final stage of an electronic online licensing process for tissue bank and biologics and for annual maintenance and operations to support the system.

- Approves the May 2020 ADAP Local Assistance Estimate which reflects revised 2019-20 expenditures of \$414.1 million, which is a decrease of \$17.2 million or four percent compared to the January budget. According to DPH, this decrease is primarily due to a reduction in medication expenditures, private insurance premiums and out-of-pocket expenditures. For 2020-21, DPH estimates ADAP expenditures of \$438.3 million, a decrease of \$29.1 million or 6.2 percent compared to the January budget. According to DPH, this decrease is similarly attributable to a reduction in medication costs, and lower insurance premium and out-of-pocket cost projections. Caseload is projected to be 33,884 in 2019-20, an increase of 1,261 or 3.9 percent compared to the January budget, and 36,523 in 2020-21, an increase of 2,604 or 7.7 percent compared to the January budget.
- Approves the May 2020 WIC Estimate which includes total expenditure authority of \$1.1 billion (\$854.9 million federal funds and \$210.1 million WIC manufacturer rebate funds) in 2019-20, a decrease of \$23.2 million (\$25.1 million federal funds offset by an increase of \$1.9 million WIC manufacturer rebate funds) compared to the January budget. The Estimate includes \$1.1 billion (\$834.6 million federal funds and \$189 million WIC manufacturer rebate funds) in 2020-21, a decrease of \$5.3 million (\$1.2 million federal funds and \$4.1 million WIC manufacturer rebate funds) compared to the January budget. The federal fund amounts include state operations costs of \$62.3 million in 2019-20 and \$59.2 million in 2020-21. According to DPH, these declines in expenditures are due to decreased participation in the program. WIC caseload is estimated to be 869,627 in 2019-20 and 818,547 in 2020-21.
- Approves the May 2020 Genetic Disease Screening Program Estimate which includes expenditure authority from the Genetic Disease Testing Fund of \$142.1 million (\$31.4 million state operations and \$110.7 million local assistance) in 2019-20, a decrease of \$893,000 or 0.6 percent compared to the January budget. The estimate also includes \$141.3 million (\$31.7 million state operations and \$109.7 million local assistance) in 2020-21, a decrease of \$1.2 million or 0.9 percent compared to the January budget, and a decrease of \$747,000 or 0.5 percent compared to the revised 2019-20 estimate. According to DPH, the decreased costs in both fiscal years are primarily attributable to reduced estimates of live births in California.
- Approves the May 2020 Estimate for the Center for Health Care Quality which includes \$322.7 million (\$4.3 million General Fund, \$101 million federal funds, and \$217.4 million special funds and reimbursements) in 2019-20, an increase of \$980,000 special fund compared to the Governor's January budget, and \$350.3 million (\$4.3 million General Fund, \$99.6 million federal funds, and \$246.5 million special funds and reimbursements) in 2020-21, an increase of \$2.7 million special funds compared to the Governor's January budget. The center will employ 1,350.3 staff in 2019-20, unchanged from the January budget, and 1,425.3 in 2020-21, a decrease of 16.5 or 1.2 percent compared to the

January budget. As of February 2020, DPH reports a vacancy rate of 3.7 percent in its Health Facilities Evaluator Nurse classification.

- Approves of technical adjustments, as follows: 1) a decrease of \$27,000 in the Breast Cancer Research Fund to reflect changes in cigarette tax revenue; and 2) a net-zero funding shift between programs to accurately display expenditures.
- Approves three positions and General Fund expenditure authority of \$5.9 million in 2020-21 and \$4.8 million annually thereafter to support emergency response, public health laboratory capacity, disease surveillance, and emergency response. These resources extend funding for previously approved positions in the Infectious Disease Laboratory, establish three new positions to assist with COVID-19 and other testing workload for local jurisdictions, and increase whole genome sequencing methods for foodborne disease identification.
- Approves two positions and expenditure authority from the Licensing and Certification Fund of \$424,000 annually to support detection and containment of antimicrobial resistant and high concern pathogens in health care settings.
- Approves expenditure authority from the Federal Health Facilities Citation Penalties Account of \$6 million in 2020-21, 2021-22, and 2022-23, to support federally approved projects to benefit nursing home residents.
- Approves of the following special fund loans to the General Fund, and modified budget bill language to better ensure the ADAP Rebate Fund loan does not impact ADAP clients' access to medication and other support in the program:
 - \$100 million from the ADAP Rebate Fund (3080)
 - \$3 million from the Genetic Disease Testing Fund (0203)
 - \$3 million from the Health Statistics Special Fund (0099)
 - \$3 million from the Infant Botulism Treatment and Prevention Fund (0272)
- Approves expenditure authority of \$15.2 million (\$14.7 million Cannabis Control Fund and \$527,000 reimbursements) in 2020-21, and \$15 million (\$14.5 million Cannabis Control Fund and \$527,000 reimbursements) annually thereafter to continue support for the Medicinal and Adult-Use Cannabis Regulations and Safety Act and to continue the Medical Marijuana Identification Card Program. DPH also requests expenditure authority from the Cannabis Control Fund of \$5.6 million in 2020-21, 2021-22, and 2022-23 to support administrative hearings, IT system maintenance and operations and the California Cannabis Track and Trace System contract and tags.
- Approves a technical adjustment to Proposition 99 tobacco tax revenue amounts, as follows: 1) a reduction of \$3 million in the Health Education Account; 2) a reduction of

\$289,000 in the Research Account; and, 3) a reduction of \$139,000 in the Unallocated Account. These adjustments reflect changes in estimates of Proposition 99 revenue.

- Approves expenditure authority from the Childhood Lead Poisoning Prevention Fund of \$10.3 million annually to increase interventions and other activities designed to reduce children's exposure to lead.
- Approves expenditure authority from the Lead Related Construction Special Fund of \$415,000 annually to support the Lead Related Construction Program's new online certification and payment system, conduct required activities, and address the program's financial sustainability.

Department of State Hospitals

- Approves the May Revise withdrawal of the January budget proposal for a six-year pilot program in three counties to provide incentives to treat and serve individuals deemed incompetent to stand trial on felony charges in the community, including \$364.2 million General Fund (the full cost of the proposed 6-year program).
- Rejects the May Revise proposal to decrease five positions and General Fund expenditure authority of \$535,000, approved in the 2019 Budget Act, for disaster preparedness, response, and recovery.
- Approves the withdrawal of the January budget proposal to support clinical compliance audits, quality assurance planning, policy development, plans of correction, licensing and accreditation surveys, risk mitigation, and auditing.
- Approves the withdrawal of the January budget proposal to support operating expenses and equipment related to the activation of new beds within the five state hospitals.
- Defers without prejudice the January budget request for 46.3 positions and General Fund expenditure authority of \$7.9 million in 2020-21, 47.8 positions and \$13.4 million in 2021-22, and \$12 million annually thereafter to implement the first phase of a staffing standard to support protective services functions at the Department of State Hospitals (DSH).
- Approves five positions and General Fund expenditure authority of \$831,000 annually to establish a statewide Employee Post-Incident Debriefing and Support Services program. This program would provide resources and medical, physical, and emotional support to DSH employees involved in a violent incident or assault.
- Adopts trailer bill language to extend the sunset date from September 2020 to September 2030 to continue to operate 1,530 beds at Patton State Hospital.

- Adopts trailer bill language to transfer appointment authority of state hospital medical directors from the DSH Director to the Governor, upon recommendation from the Director. The language also allows the Director to designate additional employees as officers beyond the hospital administrator, hospital director, and chief of police services.
- Approves General Fund expenditure authority of \$229,000 in 2020-21 for the working drawings phase of the project to install a potable water booster pump system at Atascadero State Hospital.
- Approves of the withdrawal of the January budget request for four positions and General Fund expenditure authority of \$6.4 million in 2020-21, \$4.1 million in 2021-22, and \$700,000 annually thereafter to support a Cooperative Electronic Document Management System for the three entities, including DSH, scheduled to relocate to the Allenby building.
- Defers without prejudice the January budget proposal, modified at the May Revision, for four positions and General Fund expenditure authority of \$2.4 million in 2020-21 and eight positions and \$3.2 million annually thereafter, to continue planning and procurement of the electronic health record (EHR) component of the “Continuum” patient care system. These resources were requested to support the completion of Stages 3 and 4 of the Project Lifecycle Approval process.
- Approves of the withdrawal of the January budget proposal for General Fund expenditure authority of \$483,000 in 2020-21 and 2021-22 to manage workload related to the promulgation of regulations.
- Approves of re-appropriation language to extend the liquidation period for the construction phase of funding for the Metropolitan Fire Alarm System Upgrade project due to delays in the regulatory review process.
- Approves of re-appropriation language for the construction phase of the Patton Fire Alarm System Upgrade project due to delays in the regulatory review process and to allow DSH to complete the working drawings phase of the project and proceed to construction in 2020-21.
- Defers without prejudice the January budget proposal, modified at the May Revision, to modify clinical treatment staffing to support additional workload for providing psychiatric and medical care to DSH patients, as determined by a Clinical Staffing Study developed by DSH and the Department of Finance. The request was for 36.3 positions and General Fund expenditure authority of \$9.4 million in 2020-21, 149.9 positions and \$37.7 million in 2021-22, 198.6 positions and \$49.7 million in 2022-23, 228.6 positions and \$57.5 million in 2023-24, and 250.2 positions and \$64.2 million in 2024-25. The total General Fund cost across the five year budget horizon would be \$218.5 million.

- Approves General Fund expenditure authority of \$928,000 in 2020-21, \$5.6 million in 2021-22, and \$823,000 annually thereafter to support the modernization of pharmacy management systems in state hospitals. The 2019 Budget Act included \$2.2 million to fund complete Project Lifecycle Approval stages 2 through 4 by May 2020. The modification delays the timeline for Phase 2 of this project, with all five hospitals completed by 2022-23.
- Approves General Fund expenditure authority of \$3.3 million in 2020-21 to support the relocation of DSH, and two other departments, to the Clifford L. Allenby Building. This request includes budget bill language to allow expenditure of these funds until June 30, 2023, and that they shall not be available until the State's evaluation of telework and restacking opportunities is complete.
- Defers without prejudice the January budget proposal, modified at the May Revision, to contract for a Statewide Integrated Health Care Provider Network, including prior authorization and third-party administration services. The modified request was for General Fund expenditure authority of \$3.2 million in 2020-21, \$2.2 million in 2021-22 and 2022-23, and \$1.4 million annually thereafter.
- Approves of the January budget proposal, modified at the May Revision, to mitigate ligature risk within four of its Joint Commission accredited hospitals. The modified request is for General Fund expenditure authority of \$5.3 million in 2020-21 and 2021-22, \$8.4 million in 2022-23 and 2023-24, and \$15.4 million in 2024-25, 2025-26, and 2026-27.
- Defers without prejudice a request for one position and \$26.7 million in 2020-21 and \$129,000 annually thereafter to replace three of the most extensively deteriorated roofs at Napa, Metropolitan, and Patton.
- Approves of the May Estimate for the Admission, Evaluations and Stabilization (AES) Center, which reflects General Fund costs of \$432,000 in 2019-20 and \$5.3 million in 2020-21, a reduction of \$3.1 million in 2019-20 and no change in 2020-21 compared to the Governor's January budget for activation of beds at the Kern AES Center. These changes are the result of unforeseen delays in Kern County's process for procuring service contracts to renovate treatment space. DSH expects to complete this 30-bed expansion in the fall of 2020.
- Approves of the May Estimate for the Conditional Release Program (CONREP) Continuum of Care, which reflects a one-time reduction of \$3.4 million General Fund compared to the January budget for the establishment of a 78 bed step-down program for patients ready for the CONREP program in 18-24 months, as adopted in the 2019 Budget Act. According to DSH, this reduction is due to delays in regulatory approvals for building retrofits and DSH expects program activation to begin in July 2020.

- Approves of the November (unchanged at May Revise) Estimate for the CONREP-Non Sexually Violent Predators (Non-SVP), which reflects General Fund costs of \$2.2 million in 2020-21 and \$2.4 million in 2021-22 to increase support of placement evaluations for CONREP-Non-SVP patients through the use of contracted staff. According to DSH, these resources are needed to address increased caseload in this population.
- Approves of the May Estimate for the Enhanced Treatment Program (ETP), which reflects reduced General Fund costs of \$8.4 million in 2019-20 and \$994,000 in 2020-21, as well as a reduction of 53.4 positions in 2019-20 and 9.9 positions in 2020-21, due to delayed activation of ETP units at Atascadero and Patton.
- Approves of the May Revision estimate for the Incompetent to Stand Trial (IST) Off-Ramp Services, which reflects General Fund costs of \$1 million in 2020-21 and \$2 million annually thereafter for the IST Off-Ramp team in Los Angeles County, which assesses potential IST patients for restoration of competency prior to admission to a DSH program. These costs represent a \$1 million reduction in 2020-21 compared to the January budget, due to a delay in activation.
- Approves of the May Estimate for the Jail-Based Competency Treatment Program (JBCT), which reflects a reduction of General Fund costs of \$3.7 million in 2019-20 and \$6.9 million in 2020-21 due to delayed activation of existing JBCT programs, which are administered by counties to provide restoration of competency services to IST patients while in county jail facilities. The May Estimate also reflects increased General Fund costs of \$76,000 in 2019-20 and \$6.1 million in 2020-21 for expansions of new JBCT programs in new counties. Bed capacity is expected to increase in three northern California counties, one central California county and one southern California county.
- Approves of the May Estimate for the Lanterman-Petris-Short services, which reflects increased reimbursements from counties of \$5.8 million in 2020-21 and \$5.8 million in 2021-22 to reflect increased referrals of involuntary civil commitments under the Lanterman-Petris-Short Act.
- Approves of the May Estimate for the Metropolitan State Hospital Secure Bed Capacity Increase, which reflects decreased General Fund costs of \$34.4 million in 2019-20 and \$6.5 million in 2020-21, and increased General Fund costs of \$294,000 in 2021-22, related to delays in the activation of secure bed capacity at Metropolitan State Hospital due to construction and fire marshal delays. The Estimate also reflects reduction of 222.4 positions in 2019-20 and 41.7 positions in 2020-21.
- Approves of the May Estimate for Court Evaluations and Reports, which reflects decreased General Fund costs of \$895,000 in 2019-20, \$3.3 million in 2020-21, and \$2 million in 2021-22 due to delays in recruiting and hiring for court evaluation and legal staff

approved in the 2019 Budget Act. The Estimate also reflects reduction of 2.7 positions in 2019-20, 17.7 positions in 2020-21, and 7.7 positions in 2021-22.

- Approves of the May Estimate for Direct Care Nursing, which reflects decreased General Fund costs of \$11.1 million in 2019-20, \$21 million in 2020-21, and \$15.1 million in 2021-22 to reflect a revised implementation timeline of direct care nursing staff approved in the 2019 Budget Act due to the COVID-19 pandemic. The May Estimate also reflects reduction of 83.5 positions in 2019-20, 162.1 positions in 2020-21, and 135.5 positions in 2021-22.
- Approves the re-appropriation of loan funding approved in the 2017 Budget Act for earthquake repairs at Napa State Hospital to allow additional time for receipt of Federal Emergency Management Agency (FEMA) funding.
- Approves a technical adjustment to reflect a net-zero funding shift between programs to accurately display expenditures and to simplify administrative processes for the augmentation in the 2019 Budget Act related to vocational services and patient wages in state hospitals.

Mental Health Services Oversight and Accountability Commission

- Provides the administration authority to: 1) pause reversion of county Mental Health Services Act funds for 12 months to allow counties to renegotiate plans with MHSOAC that reflect the pandemic; 2) allow the MHSOAC to enter into contracts for previously authorized expenditures including, but not limited to, for school mental health, youth drop-in centers, and early psychosis prevention; and 3) authorize flexibility for the OAC to redirect existing resources to support suicide prevention and COVID-19 response activities.
- Approves one position and expenditure authority from the Mental Health Services Fund of \$144,000 annually to support one Information Technology Associate to mitigate the risks due to key-person dependence, mitigate IT security risks, address increased IT help desk assistance workload, and address recently implemented web-based technologies workload.
- Approves two positions and expenditure authority from the Mental Health Services Fund of \$272,000 annually to support administrative responsibilities under SB 1004 (Wiener, Moorlach, Chapter 843, Statutes of 2018), including analyzing Prevention and Early Intervention program reports, providing logistical support, developing meeting materials, and providing technical assistance to counties.

Covered California

- Approves of the May Revise requested reduction in General Fund expenditure authority of \$164.2 million in 2019-20 and \$90.3 million in 2020-21 to reflect lower than projected state subsidy program enrollment in the Covered California Health Benefit Exchange.
- Adopts trailer bill language to allow Exchange plans in the Bronze metal tier to vary from the 60 percent actuarial value requirement by plus five percent or minus two percent. Federal rules that govern benefit design in these plans has resulted in actuarial values that exceed the plus four percent variance limit in state law. This language would align with the federal upper limit variance of plus five percent. Without this language, Bronze plans approved for the 2021 plan year would not be allowed.
- Adopts trailer bill to amend the statute that governs the enforcement of the healthcare individual mandate tax penalties, created through the 2019 Budget Act. Specifically, it eliminates several unintended and unwarranted detriments to taxpayers and avoids unnecessary costs and risks to Franchise Tax Board processes by addressing an unintended drafting error in payment priority rules. Also codifies a cap on the penalty amount comparable to the federal cap.

Emergency Medical Services Authority

- Approves of one position and General Fund expenditure authority of \$356,000 in 2020-21, \$342,000 in 2021-22, and \$171,000 annually thereafter to implement provisions of SB 438 (Hertzberg, Chapter 389, Statutes of 2019), which prohibits a public agency from delegating, assigning, or entering into a contract with a non-public agency for “911” call processing services regarding the dispatch of emergency response resources.
- Approves of \$365,000 General Fund annually to improve regional medical and health mitigation, preparedness, response and recovery by funding three additional Regional Disaster Medical Health Specialists (RDMHS), including provisional language (proposed at May Revision) to augment these General Fund resources by up to an additional \$365,000 to fund additional RDMHS positions.
- Approves of the withdrawal of a technical adjustment of \$200,000 in the EMS Personnel Services Fund to reflect available resources.

HUMAN SERVICES

CalWORKs

- Adopts trailer bill language to move to a single 60-month CalWORKs time limit, with access to barrier removal services in the Welfare-to-Work program during this time, to take effect May 1, 2022 and provides that time clocks untick during a state emergency and when the state is experiencing high unemployment.
- Rejects the Governor's May Revision proposal that would have cut, absent a federal funds trigger restoration, \$665 million General Fund in 2020-21 for CalWORKs Employment Services and Child Care, based on revised assumptions for these services.
- Rejects the Governor's May Revision proposal that would have cut, absent a federal funds trigger restoration, all but the base funding for CalWORKs Subsidized Employment, yielding \$134.1 million General Fund in 2020-21, and rejects the associated May Revision trailer bill language proposal from the Administration.
- Approves a one-time \$30 million General Fund cut in 2020-21 for the CalWORKs Home Visiting program, restoring the funding in 2021-22. The Governor's May Revision had proposed this cut on-going. This one-time reduction is not expected to impact families currently receiving these services in the program.
- Approves a one-time \$21 million General Fund cut in 2020-21 for the CalWORKs Outcomes and Accountability Review (CalOAR) effort, restoring the funding in 2021-22, and adopts modified trailer bill language that conforms the activities in CalOAR to this one-year funding suspension. The Governor's May Revision had proposed this cut on-going.
- Adopts adjusted caseload estimates from the Legislative Analyst's Office for the program in lieu of the Governor's May Revision estimates.
- Rejects the Governor's May Revision proposal to cut \$32.9 million General Fund from CalWORKs child care due to a Regional Market Rate reduction of ten percent.
- Adopts the Administration's trailer bill language related to delaying the Stage One Child Care permanent removal from the CalWORKs Single Allocation for the 2020-21 fiscal year, to take effect in 2021-22.
- Adopts a modified version of the Administration's trailer bill language related to CalWORKs Child Care 12-Month Immediate and Continuous Eligibility, to clarify the ability for sanctioned participants to be able to access services as they re-engage.

- Adopts trailer bill language allowing for the same treatment of Pandemic Unemployment Compensation (PUC) income for CalWORKs applicants as for CalWORKs recipients, creating administrative efficiencies.
- Defers the Administration's trailer bill language proposals for CalLearn Program Design and CalWORKs Identity Verification.
- Approves the Governor's modified January proposal to decrease funds for CalWORKs and CalFresh Program Improvement by \$3 million General Fund and 20 positions consistent with reevaluation of a workload budget.
- Approves the May Revision proposal to decrease General Fund by \$1.9 million to reflect revised CalWORKs county administration funding.
- Approves the May Revision proposal to transfer \$600 million of federal Temporary Assistance for Needy Families (TANF) funds from California Student Aid Commission to CalWORKs and reflect a decrease in the amount of federal TANF block grant funds available to offset General Fund costs in the Cal Grant program.
- Acknowledges the Governor's rescinding of the May Revision proposal to decrease General Fund by \$50 million to reflect the County Medical Services Program Board reserve redirection to offset General Fund costs in the CalWORKs program.
- Approves trailer bill language that modifies, extends, and codifies actions taken in this program by the Governor through Executive Order and departmental guidance to grant flexibilities to counties in the administration of the program during the shelter in place order and to provide protections and services to individuals who are recipients of this program during the economic recession and unemployment crisis resulting from the COVID-19 pandemic. Additionally adopts county indemnification policies to recognize the COVID crisis and prevent unwarranted penalties and other adverse consequences for counties in light of the extraordinary circumstances.

In-Home Supportive Services (IHSS)

- Rejects the Governor's May Revision proposal that, absent additional and sufficient federal funds that would trigger this reduction off, would have cut IHSS service hours by seven percent effective January 1, 2021, resulting in \$205 million General Fund in 2020-21.
- Rejects the Governor's May Revision proposal that assumed a savings of \$9.2 million General Fund in 2020-21 from the Department of Social Services entering into a contract with the state Case Management, Information, and Payroll System vendor to perform IHSS payroll functions.

- Rejects the Governor's May Revision proposal that assumed a reduction of \$72.6 million General Fund in 2020-21 from avoidance of movement of cases into the IHSS Residual Program due to a temporary loss of Medi-Cal coverage.
- Approves the Governor's May Revision proposal to freeze IHSS county administration funding at the 2019-20 level, yielding \$12.2 million General Funding in 2020-21.
- Approves \$112,000 in the Department of Health Care Services budget for sick day coverage parity for Waiver of Personal Care Services providers, and adopts trailer bill language to effectuate this change.
- Approves trailer bill language related to IHSS provider orientations to set noticing and scheduling requirements, and provides for when such orientation is modified from onsite or in-person.
- Adopts the Administration's trailer bill language related to mandatory IHSS social worker training, however changes the date by which this shall occur to December 21, 2021.
- Aligns to the action taken in the Department of Health Care Services budget to fund IHSS services for undocumented persons over age 65 for whom expansion of Medi-Cal will be implemented, if funds are available, starting January 1, 2022.
- Approves the May Revision proposal for \$15.8 million General Fund to eliminate prorating protective supervision hours for IHSS recipients who are in the same household.
- Approves the May Revision proposal for \$26.9 million General Fund to expand paid sick leave to IHSS providers per H.R. 6201, establish a provider back-up system for IHSS recipients whose provider is sick, and provide pay differential to back-up providers. The expanded paid sick leave benefit, provider back-up system, and pay differential are effective until January 1, 2021.
- Approves the May Revision proposal for \$240,000 General Fund to convert three limited-term positions to permanent to address workload associated with IHSS county maintenance-of-efforts and provider wage negotiations.
- Approves trailer bill language that modifies, extends, and codifies actions taken in this program by the Governor through Executive Order and departmental guidance to grant flexibilities to counties in the administration of the program during the shelter in place order and to provide protections and services to individuals who are recipients of programs during the economic recession and unemployment crisis resulting from the COVID-19 pandemic. Additionally, adopts county indemnification policies to recognize the COVID crisis and prevent unwarranted penalties and other adverse consequences for counties in light of the extraordinary circumstances.

- Conforms the suspension policy for specified investments to the Governor's proposal to extend these from December 31, 2021 to June 30, 2023, with appropriate updating of suspension boilerplate language.

Supplemental Security Income/State Supplementary Payment (SSI/SSP)

- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, withheld and absorbed the anticipated federal January 2021 cost of living adjustment to the SSI portion of the SSI/SSP grant, which would have resulted in \$33.6 million General Fund in 2020-21. Rejects associated trailer bill proposal.
- Approves the May Revision proposal to add provisional language to allow for the reappropriation of unexpended funds for the Housing and Disability Advocacy Program.

Child Welfare Services and Foster Care

- Rejects the Governor's May Revision proposal to eliminate the Foster Family Agency social worker rate increases in 2020-21, which would have resulted in a cut of \$4.8 million General Fund, with trailer bill language that allows for this cost to be backfilled by federal funds resulting from a time study that will produce additional federal financial participation.
- Rejects the Governor's May Revision proposal to eliminate the Family Urgent Response System (FURS), that would have resulted in a cut of \$30 million General Fund for 2020-21 and approves trailer bill language in an effort to expedite implementation. Reverts \$15 million General Fund for 2019-20, which does not have a material effect on the 2020-21 expected implementation.
- Rejects the Governor's May Revision proposal to eliminate the Public Health Nurse Early Intervention Program in Los Angeles County, that would have resulted in a cut of \$8.3 million General Fund for 2020-21 and approves trailer bill language in an effort to facilitate timely implementation of this program.
- Rejects the Governor's May Revision proposal to cut rates by five percent for Continuum of Care Reform (CCR) short-term residential treatment program providers and assume a suspension of additional level of care rates 2 through 4, which would have together resulted in a cut of \$28.8 million General Fund in 2020-21. Rejects associated trailer bill proposals.
- Rejects the Governor's May Revision proposal to remove funding of \$8.3 million for the Public Health Nursing Early Intervention Program in Los Angeles County. Approves trailer bill language to facilitate implementation of the program in the 2020-21 fiscal year or as soon as is practicable.
- Approves the Governor's May Revision proposal to provide \$2.6 million General Fund to reflect Continuum of Care Reform true-up related to county Child and Family Teams actual expenditures for fiscal years 2016-17 and 2017-18.

- Approves trailer bill language that modifies, extends, and codifies actions taken in this program by the Governor through Executive Order and departmental guidance to grant flexibilities to counties in the administration of the program during the shelter in place order and to provide protections and services to foster children, vulnerable older youth, foster family providers, and emergency caregivers during the economic recession and unemployment crisis resulting from the COVID-19 pandemic. Additionally, adopts county indemnification policies to recognize the COVID crisis and prevent unwarranted penalties and other adverse consequences for counties in light of the extraordinary circumstances.
- Approves \$13.4 million General Fund one-time for foster placements prior to Resource Family Approval, extending a basic support that has been provided previously for placed children when a county has a delay in approval, for the 2020-21 fiscal year only, with trailer bill language to effectuate this change.
- Approves \$4 million General Fund, on-going, for a housing supplement for older youth in the Transitional Housing Program, to prevent homelessness among these youth living in high cost rental market areas of the state, with trailer bill language to effectuate this change.
- Conforms the suspension policy for specified investments to the Governor's proposal to extend these from December 31, 2021 to June 30, 2023, with appropriate updating of suspension boilerplate language.

CalFresh and Emergency Food

- Approves the Governor's May Revision proposal to provide an additional \$30 million General Fund to support food bank response to COVID-19 in 2020-21.
- Approves trailer bill language to achieve simplifications in the CalFresh program that will help those enrolled to retain benefits and those who are eligible to access the program more readily, and provides \$27.5 million General Fund for the costs of these changes (these costs reduce over time). Caseloads have increased dramatically during the COVID-19 crisis.
- Rejects the Governor's May Revision proposal to cut \$413,000 General Fund from the Restaurant Meal Program and rejects associated trailer bill language.
- Approves the Governor's May Revision proposal to provide \$639,000 and four permanent positions to address workload related to administering state-funded emergency food programs.
- Approves the Governor's May Revision proposal to provide \$74.2 million General Fund for CalFresh county administration support, reflecting revised estimates.
- Approves the Governor's May Revision trailer bill proposal related to CalFresh administration funding rebase.

- Approves placeholder trailer bill language that modifies, extends, and codifies actions taken in this program by the Governor through Executive Order and departmental guidance to grant flexibilities to counties in the administration of the program during the shelter in place order and to provide protections and services to individuals who are recipients of CalFresh during the economic recession and unemployment crisis resulting from the COVID-19 pandemic. Additionally, adopts county indemnification policies to recognize the COVID crisis and prevent unwarranted penalties and other adverse consequences for counties in light of the extraordinary circumstances.

Additional Budget Actions for the Department of Social Services

- Rejects the Governor's May Revision proposal to remove funding for the Immigration Justice Fellowship Program and the Youth Civic Engagement Initiative. Both programs were funded in the 2019 Budget.
- Approves the Governor's modified January proposal to provide \$1.4 million General Fund and 10 positions in 2020-21 and 20 positions ongoing necessary to address increased workload and reduce federal penalties associated with the state hearings backlog. Defers without prejudice the Governor's proposed trailer bill language regarding state hearings.
- Approves the Governor's May Revision proposal to provide \$245,000 General Fund to convert a limited-term position to permanent to provide legal support to the Immigration and Refugee programs.
- Approves the Governor's May Revision proposal to provide \$6.8 million General Fund to procure, configure, and deploy a Platform as a Service solution to support Community Care Licensing programs, called the New Facility Management System for Certification Approval and Licensing.
- Approves the Governor's May Revision proposal to decrease funds by \$60,000 General Fund to reflect a shift in focus from the Medi-Cal Eligibility Data System modernization project to an enterprise-wide modernization approach.
- Approves the Governor's May Revision proposal to provide \$295,000 General Fund, authority for five positions, and the redirection of one limited-term position and associated resources from the Office of Systems Integration to the Department of Social Services for the planning and development of the Statewide Verification Hub.
- Approves the Governor's May Revision proposal related to the Federal Medical Assistance Percentage (FMAP) increase, decreasing General Fund by \$825.8 million and increasing federal funds by the same amount due to the enhanced FMAP, which is assumed to be effective until June 30, 2021.
- Approves the Governor's May Revision proposal to decrease General Fund by \$38 million to reflect increased AB 85 savings.

- Approves Budget Bill Language to revert available funding where it does not reduce or eliminate programs, unless otherwise noted, and approves a technical change related to the Child Welfare Services-California Automated Response and Engagement System.
- Rejects a series of May Revision smaller reductions, including a cut to the Office of Tribal Affairs and reductions that were associated with recently enacted legislation.
- Unless otherwise noted, approves the Governor's May Revision caseload adjustments for all Department of Social Services programs, including realigned programs.

Developmental Services

- Rejects the Governor's withdrawal of the supplemental rate increases for Early Start Specialized Therapeutic Services, Infant Development Programs and Independent Living services, first proposed in the Governor's January Budget, which cost \$10.8 million General Fund in 2020-21 and \$21.6 million in 2021-22, with trailer bill language to effectuate this change.
- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, proposed to adjust provider rates and review expenditure trends with a total cut target of \$300 million General Fund in 2020-21. Rejects associated trailer bill proposal.
- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, established a cost-sharing program that would result in additional \$2 million General Fund in 2020-21 and \$4 million ongoing. Rejects associated trailer bill proposal.
- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, implemented the uniform holiday schedule outlined in Welfare and Institutions Code section 4692, resulting in a cut of approximately \$31.3 million General Fund in 2020-21. Rejects associated trailer bill proposal.
- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, reduced the operations budget for Regional Centers, resulting in a cut of \$30 million General Fund in 2020-21 and \$55 million ongoing. Rejects associated trailer bill proposal.
- Rejects the Governor's May Revision proposal on creating additional federal reimbursement opportunities for additional individuals with developmental disabilities eligible for and enrolled in Medi-Cal and new waiver eligible services, which was proposed to result in General Fund savings of \$27 million General Fund in 2020-21 and \$40 million ongoing. Rejects associated trailer bill proposal. Instead, due to concerns about impacts to families and limited time to review the proposal, adopts Supplemental Report Language asking the Legislative Analyst's Office to review the possible impacts and implications of such a proposal, and provide this information to the Legislature by March 1, 2021.

- Approves the Governor's withdrawal of the Enhanced Performance Incentive Program that was proposed in the Governor's January Budget, which was proposed to cost \$60 million General Fund in 2020-21, 2021-22 and 2022-23.
- Approves the Governor's withdrawal of the Enhanced Caseload Ratios for Young Children that was proposed in the Governor's January Budget, which was proposed to cost \$11.8 million General Fund in 2020-21.
- Approves a delay during 2020-21 of the Systemic, Therapeutic, Assessment, Resources and Treatment Training for services to individuals with co-occurring developmental disabilities and mental health needs that was proposed in the Governor's January Budget, for a savings of \$2.6 million General Fund in 2020-21 only.
- Approves the Governor's May Revision proposal to provide \$237 million in additional supports to developmental services to reflect impacts of COVID-19 on the system. These changes reflect increased costs associated with increased utilization in purchase of services specific to residential settings, respite, and personal attendants. These costs also reflect surge development at the developmental centers and in the community.
- Approves trailer bill language for the State Council on Developmental Services to provide an update in 2021 on the state of implementation of the Self-Determination Program and observations from families in the developmental services system.
- Includes Budget Bill Language that would allow the Department of Developmental Services to assess the balance of funds unspent for the state minimum wage provider supplement in the spring of 2021 and pass through the one dollar provider supplement, to the extent the balance allows, to providers that were not eligible for the original supplement due to their location in areas with local minimum wage ordinances.
- Approves the modified Governor's proposal for \$477,000 General Fund and two positions for resources to support the planning and implementation efforts for Electronic Visit Verification Phase II, a system to electronically verify in-home service visits as required by federal law.
- Approves the modified Governor's proposal to decrease \$860,000 General Fund to reduce the level of resources associated with the department's move to the Clifford L. Allenby Building, a new facility. The department's relocation will be evaluated consistent with the Administration's proposal to make state government more efficient through workforce telework opportunities that may result in restacking of state offices. Requested Budget Bill language is also approved requiring the use of funding be contingent on the completion of this evaluation.
- Approves the Governor's May Revision proposal related to the Self-Determination Program implementation with a combined \$3.13 million General Fund to address administrative costs and workload related to expanding the Program. Also approves

elimination of Provision 3 of Item 4300-001-0001 and Provision 6 of Item 4300-101-0001, as the flexibility is no longer required given the requested augmentation.

- Approves the Governor's May Revision proposal related to Regional Center caseload and utilization adjustment, with an increase \$415.2 million General Fund for adjustments made in regional center caseload, utilization, and operations. The General Fund increase is primarily attributed to an adjustment to the claiming of federal funds for state-only populations.
- Approves the Governor's May Revision proposal related to the Federal Medical Assistance Percentage (FMAP) increase, decreasing General Fund by \$370.8 million and increasing federal funds by the same amount due to the enhanced FMAP, which is assumed to be effective until June 30, 2021.
- Approves the Governor's May Revision proposal related to Budget Bill Language for the reversion of prior year savings from the Budget Act of 2017 and the Budget Act of 2018 related to purchase of services and state operated facilities.
- Defers without prejudice the Governor's sustained January proposal for \$16.4 million and 71.7 positions for Incompetent to Stand Trial (IST) Capacity, with trailer bill components related to Porterville Developmental Center Secured Treatment Area (STA) unit activation and Enhanced Behavioral Support Homes with Secure Perimeters, to allow additional time to consider how these proposals can work with an appropriate and updated diversion policy that considers the policy construct that currently exists for the Department of State Hospitals and those with serious mental health conditions who are accused of serious crimes.
- Approves the Governor's May Revision trailer bill language proposal authorizing DDS to execute leases, lease-purchases, or leases with the option to purchase for real property necessary for the establishment or maintenance of Stabilization, Training, Assistance and Reintegration (STAR) homes to serve as acute crisis homes operated by the department. Additionally exempts DDS from the requirement to receive lease approval from the Department of General Services for the lease, lease-purchase, or lease with the option to purchase the STAR homes known as North STAR Home 1 and North STAR Home 2, both located in Vacaville, CA.
- Approves trailer bill language requiring Regional Center planning teams to review the individual program plan no later than 7 days after the request is submitted if necessary for the consumer's health and safety or to maintain the consumer in their home.
- Conforms the suspension policy for specified investments to the Governor's proposal to extend these from December 31, 2021 to June 30, 2023, with appropriate updating of suspension boilerplate language.

- Eliminates \$2 million General Fund on-going that was in the Governor's January proposal for Best Buddies. Best Buddies is currently supported with \$2 million General Fund on-going absent this change.

Department of Aging

- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, eliminated the Community-Based Adult Services (CBAS) and Multipurpose Senior Services Program (MSSP) programs. The effective date in the Governor's proposal for CBAS elimination would be January 1, 2021, for a savings of \$1.6 million General Fund in 2020-21 and \$2.7 million ongoing. The effective date in the Governor's proposal for MSSP would be July 1, 2020, for a savings of \$22.2 million General Fund in 2020-21 and \$21.8 million ongoing.
- Rejects the Governor's May Revision proposal that would have cut \$8.5 million General Fund for the Senior Nutrition program, also known as Meals on Wheels, in 2020-21.
- Rejects the Governor's May Revision proposal that would have cut \$2 million General Fund for the State Long-Term Care Ombudsman Program. Approves an increase of \$1 million for the Ombudsman Program to reflect the transfer of funds from the Department of Public Health State Health Citations Penalty Account, which allows fund balance in excess of \$6 million to go toward the Ombudsman Program.
- Rejects the Governor's May Revision proposal that would have cut \$3 million General Fund for the Aging and Disability Resource Centers.
- Approves the modified Governor's proposal for \$743,000 to support the relocation of Department of Aging and Commission on Aging's headquarters. With the new office location identified and under contract negotiation, the increased costs are primarily attributable to revised one-time tenant improvement costs. This move is necessary due to health and safety concerns as well as capacity.
- Approves the Governor's May Revision proposal for ongoing authority to spend \$2.2 million from the federal Medicare Improvements for Patients and Providers Act (MIPPA) grant. The Administration for Community Living, part of the U.S. Department of Health and Human Services, recently indicated that the MIPPA funding will now be ongoing.
- Approves loan authority for \$5 million from the Health Insurance Counseling and Advocacy Program Fund to General Fund in response to the coronavirus pandemic.
- Conforms the suspension policy for specified investments to the Governor's proposal to extend these from December 31, 2021 to June 30, 2023, with appropriate updating of suspension boilerplate language.

Child Support Services

- Rejects the withdrawal of the child support disregard pass-through statutory change proposal that was part of the Governor's January Budget and adopts the change to increase the pass-through payment to families in the CalWORKs program, effective January 1, 2022, with trailer bill language to effectuate this change.
- Rejects the Governor's May Revision proposal that would have, absent a federal funds trigger restoration, reverted the funding levels for local child support agencies to the 2018 funding level, resulting in a cut of \$38.2 million General Fund in 2020-21.
- Rejects the Governor's May Revision proposal that would cut the Department of Child Support Service's state operations and contract costs by \$8.3 million General Fund in 2020-21.
- Approves the Governor's May Revision proposal to reduce General Fund by \$1 million to reflect revised forecasts of child support collections.

Department of Rehabilitation

- Rejects the Governor's May Revision proposal that would have reduced funding for Independent Living Centers by \$2.1 million General Fund.
- Approves the Governor's May Revision proposal to increase reimbursement authority by \$1.2 million to continue the CalFresh outreach and application assistance to Supplemental Security Income (SSI) recipients who are newly-eligible for CalFresh benefits as part of the reversal of the SSI cash-out policy.

Department of Community Services and Development

- Approves the Governor's May Revision proposal for Budget Bill Language related to reappropriation and extension of liquidation of Greenhouse Gas Reduction Funds (GGRF) for the Low Income Weatherization Program. Of the reappropriated balance, it \$750,000 is transferred to allow the Department of Community Services and Development to meet its contractual and programmatic obligations. The liquidation period is also extended to June 30, 2022 for funds from the Budget Act of 2016 due to projects delayed as a result of COVID-19.

Health and Human Services Agency

- Approves the modified Governor's proposal for \$2.4 million General Fund on a one-time basis and three positions to support planning activities to comply with federal electronic visit verification Phase II requirements.
- Approves the May Revision withdrawal of the Governor's proposal for statutory changes to implement the Office of Health Care Affordability.

- Defers without prejudice the Governor's sustained January proposal to adopt trailer bill language related to the Center for Data Insights and Innovation.
- Defers without prejudice the Governor's sustained January proposal related to administrative resources for prescription drug proposals.
- Approves the Governor's May Revision request related to the Medi-Cal Enterprise Systems Modernization, with \$3.4 million and 19 positions shifting on a three-year basis to the Department of Health Care Services for the implementation of an enterprise-wide modernization approach.
- Approves the Governor's May Revision request for \$926,000 General Fund and one position to reflect a shift of resources to the Department of Social Services for the planning and development of the Statewide Verification Hub, a centralized client eligibility verification system for public assistance programs.
- Approves the Governor's May Revision request for \$13.4 million in federal Preschool Development Grant funding to strengthen the state's early learning and child care system.
- Approves the Governor's May Revision request for Budget Bill Language to be added to revert \$4,350,000 General Fund included in the 2019 Budget Act to reduce the Early Childhood Policy Council funding.

K-12 EDUCATION AND EARLY CHILDHOOD EDUCATION**Proposition 98**

- Leverages anticipated and in-hand federal funds to spend above the Proposition 98 minimum guarantee in General Fund at \$78.5 Billion, for the 2020-21 Budget Year.
- Adopts the May Revise “Pay Back” schedule for the difference between total Prop 98 funding level and Test Two in the Guarantee.

Major K-12 Education Adjustments

- Proposes total K-12 funding from all sources at \$107.9 Billion in the Budget Year, for \$18,416 per student.
- Projects Budget Year per-pupil spending to increase, across all funding sources, for all LEAs.
- Rejects 10% LCFF reduction from May Revise.
- Adopts an LCFF COLA of 2.31%.
- Defers \$1.87 billion in Proposition 98 funding in the 2019-20 budget year to the 2020-21 budget year, and defers an ongoing total of \$3.412 billion in funding from the 2020-21 budget year to the 2021-22 budget year. Lack of federal funds triggers an additional \$4.625 billion in 20-21 deferrals. Creates authority for up to \$300 million in deferral hardship funds for LEAs.
- Allocates \$4.56 Billion in discretionary federal funds for one-time COVID closure impacts on schools and children:
 - \$1.5B to all LEAs, based on Special Education enrollment for Learning Loss
 - \$2.9B to all LEAs, based on LCFF for Learning Loss
 - \$45m for existing Community School models
 - \$112.2m for LEA school meal reimbursements during summer and COVID closures
 - \$6m for professional development via the UC Subject Matter projects
- Allocates \$1.4B in federal ESSER funds directly to LEAs based on mandatory Title I allocation.

- Provides \$2.3 billion (\$1 billion in Budget Year) funding relief for Local Education Agency (LEA) statutory contributions to the STRS and PERS retirement systems.
- Provides \$645 million Proposition 98 funding for special education services and supports: \$545m to base rate increases, \$100m for low-incidence pool.
- Restores all May Revise reductions to K-12 regular public school categorical programs to fully fund Career Tech, after school, and Adult Education programs.
- Adopts May Revise proposal for over \$23 million in federal IDEA funds for teacher scholarships, mediation costs, and various policy studies and workgroups, with some legislative amendments. Provides \$2m IDEA for Dyslexia research and dissemination of resources.
- Appropriates \$50 million to a new Early Literacy Support Block Grant and \$3 million for Literacy expertise at CDE.

Major K-12 Education Policy Changes

- Extends the ADA Hold Harmless to the 2020-21 School Year, contingent on student engagement reporting and local Continuity of Learning plan elements.
- Maintains instructional day requirements but allows flexibility for instructional minutes in 2020-21 School Year.
- Adopts January Budget changes to the Local Control and Accountability Plan Template and community engagement requirements, and funds LCAP database development and SACS January Budget proposal.
- Adopts short-term fiscal flexibilities:
 - Increases LEA inter-fund borrowing allowances.
 - Allow sale of surplus LEA property for one-time spending purposes.
 - Excludes on-behalf pension payments from the Routine Restricted Maintenance Account requirements.
 - Extends audit timelines.
 - Clarifies LEA uses of SB 117 (2020) COVID relief funds.
- Adopts short-term academic flexibilities:
 - Placeholder trailer bill language to align Continuity of Learning plans and LCAPs for 2020-21 Budget Year and freezes LCAP Dashboard.
 - Moves the Transitional Kindergarten credential deadline to August 2021.

- Waives assessment requirement for the State Seal of Biliteracy in 19-20 school year.
 - Extends the testing window for English Language Proficiency Assessments.
- Adopts LCFF fiscal carryover guidance (AB 1835).
- Adopts education system flexibilities for 2020-21:
 - Delays development of observation protocol for Teachers of English Learners.
 - Extends the teacher credential exam validity period and the credential fee validity period.
 - Reduces clinical practice requirement to one school setting.
 - Extends the project performance period for the Bilingual Teacher Professional Development grant.
- Adopts various January Budget and May Revise education finance omnibus items.
- Adopts May Revise “micro-college” prohibition.
- Adopts January and May Revise Special Education base grant calculation changes and various fund freezes. Rejects 3 Year rolling average policy.
- Adopts May Revise clarifications for excess ERAF calculations. Rejects penalties.
- Defers charter school age cap proposal.
- Requires Oakland Unified School District and Inglewood Unified School District to meet AB 1840 requirements as a condition of state funding.
- Appropriates \$1 million for Southern California Regional Occupational Center with reporting conditions.
- Adopts various technical clean-up proposals for AB 1200 process for LEAs in fiscal distress and FCMAT. Exempts FCMAT from merit system requirements.
- Adopts various May Revise technical clean-ups for AB 1505/AB 1507 pursuant to charter schools.
- Eliminates SBE approval requirements for LEA Joint Occupancy Agreements.
- Suspends statutory split of Proposition 98 between PK-12 education and community colleges.

Major Early Education and Child Care Adjustments

- Rejects the May Revise 10% trigger cuts to all child care programs.
- Rejects January Budget and May Revise General Fund and Prop 98 reductions to Alternative Payment programs, General Child Care, and California State Preschool Program for negative growth.
- Adopts 2.31% statutory COLA for the Budget Year for all capped child care programs.
- Provides \$53.3 million in new federal CCDBG funds in 2020-21 to the Alternative Payment Programs (CAPP) for approximately 5.6K new ongoing childcare service spaces.
- Allows rollover of \$50 m SB 89 Essential Worker Child Care vouchers into 20-21.
- Provides an additional \$73 million in CARES for one-time essential worker child care vouchers via the Alternative Payment Program. Prioritizes vouchers for SB 89 children.
- Provides \$125 million in CARES for one-time child care provider stipends for AP and CalWORKS providers, methodology based on difference between site licensed capacity and COVID attendance.
- Provides Hold Harmless to direct-contract childcare providers for attendance if open in 20-21, and if closed due to short-time staff quarantine or school site closure.
- Provides \$8 million in CARES to extend the family fee waivers through June 30, 2020.
- Adopts a “Child Care Trigger” for anticipated federal CCDBG aid, to fund additional child care access, re-opening grants for centers and family child care homes, and rate increases, pursuant to legislation.
- Reduces planned California State Preschool Program full-day/full-year investments in 2020 and 2021 by \$159.4 million, reducing planned preschool expansion by 20K service spaces, consistent with the May Revise.
- Reduces the school-based California State Preschool Program by an additional \$130 million in on-going Proposition 98 funds, consistent with the May Revise.

- Eliminates 2019-20 Budget Act child care investments including:
 - \$300 million in unspent full-day Kindergarten facility grants
 - \$245 million provided for grants to renovate and construct facilities
 - \$195 million provided for workforce development
 - \$10 million provided to improve CDE's early education data system
- Reduces \$2.2 million for the Early Childhood Policy Council.
- Reduces CalWORKS Stages 2 & 3 caseloads estimates by \$35.9 million.
- Appropriates \$13.4 million one-time federal Preschool Development Grant funds to HHS.
- Defers May Revise Child Care shift to DSS.

HIGHER EDUCATION**University of California**

- Restores the Governor's Budget proposal to increase General Fund support for UC operations by 5%, or \$169.2 million.
- Approves a trigger cut to UC of \$370 million. The cut would be enacted on Oct. 1 if federal funding is not received by the state.
- Restores the Governor's Budget proposal to provide \$25 million ongoing General Fund to the UC Riverside School of Medicine.
- Restores the Governor's Budget proposal to provide \$15 million ongoing General Fund to the UC San Francisco School of Medicine Fresno Branch Campus, in partnership with UC Merced.
- Provides \$4 million one-time General Fund to support summer financial aid for students.
- Approves budget bill language redirecting unspent deferred maintenance funds from 2019-20 to be used in 2020-21 to support core operations, including enrollment and student support services.
- Rejects the May Revision proposal to provide \$5 million one-time General Fund to support the UC Davis Grant Program for Animal Shelters.
- Rejects the May Revision proposal to provide \$6 million in federal funds to the UC Subject Matter Projects. The funds will be used for other K-12 purposes.
- Approves the May Revision proposals to withdraw Governor's Budget proposals regarding the Agriculture and Natural Resources division, the UC San Diego Center for Public Preparedness, the UC Subject Matter Projects, and the UC Extension Degree Completion program.
- Removes one-time funding from the 2019-20 budget for the UC Extension Degree Completion program.
- Makes adjustments to the graduate medical education, breast cancer research and medical research programs.

- Approves the May Revision proposal to allow an increased assessment for the UC Path program, with budget bill language requiring annual reporting on staffing and funding levels and whether this program has reduced campus costs.
- Defers without prejudice trailer bill language allowing UC, CSU and community colleges the ability to transfer funding among different programs for 2020-21 through 2023-24.

California State University

- Restores the Governor's Budget proposal to increase General Fund support for CSU operations by 5%, or \$199 million.
- Approves a trigger cut to CSU of \$400 million. The cut would be enacted on Oct. 1 if federal funding is not received by the state.
- Provides \$6 million one-time General Fund to support summer financial aid for students.
- Approves budget bill language redirecting unspent deferred maintenance funds from 2019-20 to be used in 2020-21 to support core operations, including enrollment and student support services.
- Approves the May Revision proposal to withdraw the Governor's Budget proposal to provide \$6 million for CSU Extension Degree Completion programs.

California Community Colleges

- Eliminates Calbright College. Requires Calbright Board of Trustees to develop a closure plan by December 2020.
- Rejects the May Revision proposal to cut apportionment funding, and adds \$17 million ongoing Proposition 98 General Fund to apportionments redirected from Calbright College.
- Provides \$75 million one-time Proposition 98 General Fund redirected from Calbright College to support a basic needs/learning loss/COVID 19 response block grant to colleges to support expenses such as mental health services, housing and food insecurity, re-engagement for students who left college in Spring 2020, technology and development of online courses and student supports.
- Rejects the May Revision proposals to reduce funding for the Strong Workforce and K-12 Strong Workforce programs, keeping the programs at 2019-20 spending levels.
- Restores the Governor's Budget proposal to provide a \$167.7 million Proposition 98 General Fund cost-of-living adjustment to the Student Centered Funding Formula.

- Restores the Governor's Budget proposal to provide \$31.9 million ongoing Proposition 98 General Fund to support enrollment growth.
- Rejects the May Revision proposal to reduce support for the Student Equity and Achievement Program, keeping the program at the 2019-20 spending level.
- Rejects the May Revision proposal to reduce support for adult education, keeping the program at the 2019-20 spending level.
- Defers without prejudice the Governor's Budget proposal to create the System of Support program.
- Rejects the May Revision proposals to reduce funding for part-time faculty office hours and compensation, and the Academic Senate.
- Increases support for the part-time faculty office hours and compensation programs by about \$10.6 million Proposition 98 General Fund, redirected from Calbright College.
- Rejects the May Revision proposal to move the Dreamer Resource Liaison program into the Student Equity and Achievement Program. Provides \$5.8 million ongoing Proposition 98 General Fund to support the Dreamer Resource Liaison program.
- Approves the May Revision proposal to extend the hold harmless period for the Student Centered Funding Formula by an additional two years.
- Approves a \$332 million deferral from 2019-20 to 2020-21, and a \$662.1 million deferral from 2020-21 to 2021-22. Includes placeholder trailer bill language to allow hardship exemptions.
- Approves an Oct. 1 trigger deferral of \$739.9 million Proposition 98 General Fund if the state does not receive federal funding.
- Rejects the May Revision proposal to create a food pantry expense within the Student Equity and Achievement Program. Provides \$11.4 million ongoing Proposition 98 General Fund to support food pantries.
- Provides \$20 million one-time Proposition 98 General Fund to support costs associated with apprenticeship instructional hours.
- Approves the Governor's Budget and May Revision proposals to support 25 new and 15 continuing capital outlay projects using Proposition 51 funding. Also approves the May Revision proposal to reappropriate funds for 9 projects.

- Approves the Governor's Budget proposal to provide \$700,000 one-time General Fund to support a working group to review current rules governing the use of athletes' names, images and likeness per the Fair Pay to Play Act.
- Makes technical funding adjustments to various programs, including the Mandates Block Grant, Student Success Completion Grant, California College Promise, Financial Aid Administration, local property taxes, student fees, oil and mineral reserves, and the Education Protection Account.
- Approves the May Revision proposal to withdraw several Governor's Budget proposals, including funding for textbooks for dual enrollment students, zero-textbook-cost degrees, the faculty diversity fellowship program, work-based learning models, budget year apprenticeship instructional hours; increases to the California Apprenticeship Initiative and Chancellor's Office; and cost-of-living adjustments for adult education and other categorical programs.
- Approves the Governor's Budget proposal to provide ongoing support for immigrant legal services.

California Student Aid Commission

- Provides \$15 million one-time General Fund to support emergency financial aid for undocumented students at UC, CSU and the community colleges. These students were denied federal emergency aid. Funding is available by pausing the Dreamer Service Incentive Grant program, which will re-launch in 2021-22.
- Rejects the May Revision proposal to provide \$500,000 one-time General Fund for a student loan working group.
- Rejects the May Revision proposal to reduce Cal Grant support for students attending non-profit institutions. Students will receive the 2019-20 level of support.
- Approves Governor's Budget proposal to provide \$5.3 million General Fund to support the Grant Delivery Modernization project.
- Rejects the May Revision proposal to eliminate state funding for the Golden State Teacher Program. Approves the May Revision proposal to provide \$15 million in federal funds to support grants for special education teachers.
- Approves the May Revision proposal to reduce 2019-20 support for the college savings program, from \$25 million one-time General Fund to \$10 million one-time General Fund.

- Approves the May Revision proposals to withdraw the Governor's Budget proposal to provide \$1.8 million General Fund to relocate the CSAC offices and amend the Governor's Budget proposal regarding the National Voter Registration Act.
- Approves the May Revision proposals for technical adjustments to the APLE, SNAPLE, John J. Justice Grant, and Middle Class Scholarship programs.

Hastings College of the Law

- Restores the Governor's Budget proposal to increase General Fund support for Hastings by \$1.4 million ongoing General Fund.
- Approves a trigger cut to Hastings of \$1.5 million General Fund. The cut would be enacted on Oct. 1 if federal funding is not received by the state.

California State Library

- Approves the Governor's Budget proposal to provide \$500,000 ongoing General Fund to support the Braille Institute of Los Angeles.
- Approves the May Revision proposal to withdraw support for the Zip Books and Lunch at the Library programs.
- Reduces support for the California Library Services Act by \$1.5 million General Fund.
- Approves Governor's Budget proposal to increase General Fund support by about \$200,000 to cover CENIC dues.
- Approves May Revision proposal to withdraw Governor's Budget proposal to support a new legislative affairs position.

Scholarshare

- Rejects the May Revision proposal to reduce 2019-20 funding for the California Kids Investment and Development Savings program. Retains \$25 million one-time General Fund for the program.

RESOURCES & ENVIRONMENTAL PROTECTION**Natural Resources Agency**

- Approves the withdrawal of \$210K Special Fund for the Forest Management Task Force administration and research support.
- Approves the withdrawal of \$80M General Fund for the Innovation and Improving Use of Technology: Light Detection and Ranging Data (LiDAR).
- Approves \$515K General Fund for the one-time litigation costs associated with the federal biological opinions.
- Approves the withdrawal of the \$4.8B Climate Bond.
- Approves the reduction of \$4.823M General Fund for the Natural Resources Agency New Facility relocation.
- Approves a number of technical adjustments, reappropriations and extensions of liquidation.
- Approves \$12.01M Proposition 84 funds for the continuation of the San Joaquin River Restoration Project.
- Approves two positions for the Salton Sea Management Plan operations.
- Approves a \$17M loan from the Environmental Enhancement and Mitigation Program Fund to the General Fund.
- Approves \$1M Special Fund for the Museum Grant Program with provisional language to require CNRA to prioritize the funds for cultural/historical institutions affected by COVID19 and those serving underserved/title I students.
- Approves \$1M Special Fund for once-through cooling interim mitigation at the Ocean Protection Council.
- Approves \$360K Special Fund for environmental justice and tribal affairs.
- Approves trailer bill language for the Good Neighbor Authority Fund.

California Tahoe Conservancy

- Approves \$603K Special Fund for a lease renewal.
- Approves the reappropriations for Proposition 1 and Propositions 68 funds.
- Approves an increase in reimbursement and Federal Trust Fund authority.
- Approves a net-zero shift between the Lake Tahoe Science and Lake Improvement Account State Operations and Local Assistance.
- Approves the reversion of Proposition 1.
- Approves \$850K Special Fund for various minor capital outlay projects.
- Approves \$622K Special Fund for conceptual feasibility planning.

California Conservation Corps

- Approves the withdrawal of \$318K General Fund and \$230K Special Fund for Fi\$cal.
- Approves the withdrawal of \$96K General Fund and \$458K Special Fund for baseline program support.
- Approves the withdrawal of \$1.253M General Fund for the Los Pinos Residential Center.
- Approves the withdrawal of \$2.2M for the Auberry Residential Center.
- Approves \$1.293M Proposition 84 for Local Conservation Corps funding.
- Approves \$150K Special Fund for the continued operation and maintenance of the C-Cubed system.
- Approves a number of technical adjustments.
- Approves \$61.582M Special Fund for the replacement of the existing Ukiah Residential Center.
- Approves the reversion of the funds for the Tahoe Base Center: Equipment Storage relocation.

Department of Conservation

- Approves 128 positions and \$24,323,000 Oil, Gas and Geothermal Administrative Fund for the CA Geologic Energy Management Division (CalGEM) to strengthen oversight and enforcement of oil and gas operations. These resources are also intended to limit the state's financial liability, improve public transparency, and implement chaptered legislation.
- Approves \$119K for the Stream Gage Plan implementation (SB 19).
- Approves the reappropriation of funding for the Well Statewide Tracking and Reporting (WellSTAR) System.
- Approves a net-zero technical reimbursement authority adjustment.
- Approves a \$10M loan from the Hazardous and Idle-Deserted Well Abatement Fund to the General Fund.
- Approves a \$5.4M loan from the Strong-Motion Instrumentation and Seismic Hazard Mapping Fund to the General Fund.
- Approves \$1.2M Special Fund for lease cost increase.
- Approves \$146K Special Fund for the Oil and Gas Environmental Remediation Account.
- Approves \$600K Special Fund for tsunami hazard zone mapping.
- Approves \$250K Proposition 68 for the California Farmland Conservancy Program.

Department of Forestry and Fire Protection

- Approves 172 firefighting positions and \$85.6M General Fund ongoing for surge capacity and staffing relief. Rejects without prejudice the requested position and resources for the outyears.
- Approves the withdrawal of \$10.798M General Fund and \$5.784M Special Fund for fire protection enhancements: direct mission support.
- Approves the withdrawal of \$986K for the State Fire Training Program enhancements.
- Approves the withdrawal of \$2.725M General Fund and \$137K Special Fund for increased workers' compensation costs (SB 542) as the Administration indicated this cost can be absorbed within existing resources.

- Approves the withdrawal of \$5.6M General Fund for the Wildfire Forecast and Threat Intelligence Integration Center (SB 209). This bill will still be implemented, the funding for this is within CalOES' budget.
- Approves the withdrawal of \$1.689M General Fund for law enforcement use of deadly force policy and training update (SB 230/AB 392) as the Administration indicated this cost can be absorbed within existing resources.
- Approves the withdrawal of \$1.653M General Fund for the Davis Mobile Equipment Staffing.
- Approves the withdrawal of \$19M General Fund for mobile equipment replacement.
- Approves the withdrawal of \$5M General Fund for the Wildland Firefighting Research Grant Program.
- Approves the withdrawal of resources for the following capital outlay projects:
 - \$1.490M General Fund for the Prado Helitack Base.
 - \$2.745M General Fund for the Butte Fire Center.
 - \$1.931M General Fund for the Hemet-Ryan Air Attack Base.
 - \$559K General Fund for the Temecula Fire Station.
 - \$3.831M General Fund for the Intermountain Conservation Camp.
 - \$550K General Fund for the Howard Forest Helitack Base.
 - \$859K General Fund for the Kneeland Helitack Base.
- Approves the reduction of \$3.033M Special Fund for the Forest Resources Improvement Fund expenditure authority re-baseline.
- Approves the reduction of \$933K General Fund for the Wildfire Mitigation Financial Assistance Pilot Program and Defensible Space (AB 38).
- Approves the reduction of \$9.704M General Fund for the C130 Air Attack Base Infrastructure improvements.
- Approves the reduction of \$1.950M General Fund for minor projects – technical adjustments.
- Approves the reduction of \$5.998M General Fund for the Shasta Trinity Unit Headquarters/Northern operations.
- Approves the shift of \$10.708M from General Fund into Special Fund for the Ishi Conservation Camp Kitchen project replacement.

- Approves \$1.48M and two positions for Emergency Medical Services – Dispatch (SB 438).
- Approves budget bill language for the Joint Institute for Wood Projects Innovation.
- Approves budget bill language for the Board of Forestry and Fire Protection Effectiveness Monitoring Services.
- Approves \$4.355M General Fund and 24 positions for implementation of the Innovation Procurement Sprint.
- Approves a number of technical adjustments, baseline adjustments, reappropriations and extensions of liquidation.
- Approves a \$2.8M loan from the Forest Resources Improvement Fund to the General Fund.
- Approves a \$3M loan from the California Hazardous Liquid Pipeline Safety Fund to the General Fund.
- Approves \$1.9M Special Fund for the San Luis Obispo Unit Headquarters replacement project.
- Approves the halting of design and construction of the Ventura Training Center.
- Approves the halting of design of the Potrero Forest Fire Station: replace facility.
- Approves \$5.012M General Fund for the Enhanced Industrial Disability Leave (SB 334 and SB 1134).
- Approves \$3.969M in Proposition 40 and 84 for urban forestry.
- Approves \$689K Special Fund for the Fire Safe Building Standards and Defensible Space Program (SB 190).
- Approves \$356K Special Fund for the protection of underground infrastructure (AB 1166).
- Approves \$50K Special Fund for peer support (AB 1116).
- Approves \$2.263M General Fund for the Perris Emergency Command Center remodel.
- Approves \$24.638M Special Fund for the Bieber Forest Fire Station/helitack base.

- Approves \$2.102M General Fund for the lake/Napa unit auto shop and warehouse replacement.
- Approves trailer bill language for the Forest Resources Improvement Fund clean-up.

State Lands Commission

- Approves the reduction of \$3.778M General Fund and \$628K Special Fund for increased lease costs.
- Approves the reduction of \$2.5M General Fund for the Oil and Gas Decommissioning Environmental Review and Feasibility study.
- Approves the reduction of \$739K General Fund for administrative support staffing.
- Approves the reappropriation of the oil and gas plug abandonment.
- Approves a \$32M loan from the School Land Bank Fund to the General Fund.
- Approves \$2M Special Fund for the Bolsa Chica Lowlands Restoration Project.

Department of Fish and Wildlife

- Rejects the \$33.7M General Fund ongoing baseline cut to the Department of Fish and Wildlife.
- Rejects trailer bill language to roll back of the Habitat Conservation Fund sunset date.
- Rejects the transfer of \$18.9M from the General Fund to the Biodiversity Protection Fund.
- Approves the withdrawal of \$420K General Fund for the proposed water transfers from groundwater basins underlying desert lands (SB 307). The Administration indicated the cost to implement this bill can be absorbed within existing resources.
- Approves \$214K General Fund for the Freshwater and Estuarine Harmful Algal Bloom Program (AB 834).
- Approves the withdrawal of \$1.119M General Fund for the Streamlined Temporary Permit and Temporary Change Order Water Permitting for Groundwater Sustainability Implementation (AB 658). The Administration indicated the cost to implement this bill can be recovered through fees.

- Approves the withdrawal of \$275K General Fund for the Camp Fire Assistance Act of 2019 Implementation (AB 430). The Administration indicated the cost to implement this bill can be absorbed within existing resources.
- Approves \$2.742M General Fund for the Statewide Bobcat Management (AB 1254).
- Approves \$24K General Fund for the Stream Gage Plan (SB 19).
- Approves the withdrawal of \$883K General Fund for law enforcement use of deadly force policy and training update (AB 392/SB 230). The Administration indicated the cost to implement this bill can be absorbed within existing resources.
- Approves two positions for the Salton Sea Management Plan Operations.
- Approves \$757K Special Fund for the Dedicated Fish and Game Preservation Fund realignment.
- Approves \$9.565M Special Fund augmentation of reimbursements to various programs.
- Approves a number of technical adjustments, reappropriations and extensions of liquidation.
- Approves an increase of \$3M in Federal Trust Fund authority for various programs.
- Approves \$760K Special Fund for the Environmental Enhancement Fund realignment.
- Approves \$344K General Fund for Federal Endangered Species Act litigation attorney's fees.
- Approves a \$30M loan from the Oil Spill Response Trust Fund to the General Fund.
- Approves \$12.717M Special Fund for the continuation of the cannabis regulatory and enforcement program.
- Approves \$880K Special Fund for various minor capital outlay projects.
- Approves trailer bill language to amend Chapter 678, Statutes of 2019 (AB 658).
- Approves \$4M General Fund for the "Cutting Green Tape" Initiative, to increase the scale and pace of restoration work, incorporate efficiencies into grant programs, and incorporate the use of programmatic permitting options.

Wildlife Conservation Board

- Approves a number of technical adjustments, extensions of liquidation, and reappropriations for Proposition 1, 12, 68, and 84.
- Approves a \$1M reduction in Proposition 40 reimbursement authority.
- Approves \$684K reduction in Wildlife Restoration Fund State Operations authority.
- Approves the reappropriation of \$10M General Fund for the purposes of acquisition, planning, design, development, public access, rehabilitation, restoration, protection, and expansion of wildlife corridors and open space, including projects to improve connectivity and reduce barriers between habitat areas in the Upper Guadalupe, Los Gatos Creek, Saratoga Creek and adjacent areas from the San Jose Water Company and other land owners, until June 30, 2025.

California Coastal Commission

- Approves six positions for regulatory compliance of coastal zone transportation projects.
- Approves \$300K Special Fund for public access violation enforcement support.
- Approves \$375K Special Fund for the Federal Coastal Zone Management Program grant.

State Coastal Conservancy

- Approves the withdrawal of \$1M Special Fund for the Explore the Coast Program support and local assistance.
- Approves a number of reappropriations for Proposition 12, Proposition 68, General Fund, and other funds.
- Approves \$6M in Proposition 68 to restore reimbursement current service level.
- Approves a number of Proposition 68 reversions and new appropriations.
- Approves \$17.087M Proposition 84 for local assistance.
- Approves \$257K Proposition 1 to support appropriations.

Native American Heritage Commission

- Approves the reduction of \$350K for the Truth and Healing Council.

Department of Parks

- Rejects the \$30M General Fund ongoing baseline cut to the Department of Parks that is scheduled to begin 2021-22.
- Approves \$20M General Fund for the Outdoor Environmental Education Grant Program (AB 209).
- Approves \$2M for the state beaches and parks smoking ban implementation (SB 8).
- Approves the withdrawal of \$15M for a new state park and approves retaining \$5M for a new state park.
- Approves the withdrawal of \$2.88M Special Fund for the K-12 Access Program expansion.
- Approves the withdrawal of \$619K General Fund for law enforcement use of deadly force training policy and update (SB 230/AB 392). The Administration indicated the cost to implement this bill can be absorbed within existing resources.
- Approves the withdrawal of \$1.6M General Fund for public safety dispatch radio console replacement.
- Approves the withdrawal of \$2.66M Special Fund for the Candlestick Point State Recreation Area: build out of park.
- Approves \$285K for statewide bond costs and website management
- Approves \$197.333M Proposition 68 for local assistance grants.
- Approves various reappropriations, extension of liquidations, and reimbursement authority.
- Approves \$8.8M Proposition 84 for local assistance grants.
- Approves \$44.343M Proposition 68 for deferred maintenance.
- Approves \$3.317M Special Fund for sewer and utility modernization of Torrey Pines State Natural Reserve.
- Approves \$827K Special Fund for sediment track-out prevention at the Oceano Dunes State Vehicle Recreation Area.

- Approves \$178K Special Fund for low cost accommodations study at the Silver Strand State Beach.
- Approves the reversion of working drawing and construction funding for the California Indian Heritage Center.
- Approves \$\$8.915M Proposition 68 for program delivery and projects.
- Approves \$4.875M Special Fund for non-profit operated park unit deferred maintenance.
- Approves \$15M Special Fund for the museum collection storage facility acquisition.
- Approves \$4.6M Special Fund for the State Park System Acquisition Program.
- Approves \$572K Special Fund for the Colonel Allensworth State Historic Park Visitor Center.
- Approves \$225K Special Fund for the Humboldt Redwoods State Park to replace Founders Grove restroom.
- Approves \$414K Special Fund for the Lake Perris State Recreation Area to replace the lifeguard headquarters.
- Approves \$583K Special Fund for the river front improvements at the Old Sacramento State Historic Park.
- Approves \$150M General Fund to backfill the loss of revenue from parks fees and fuel tax as a result of COVID.

Santa Monica Mountains Conservancy

- Approves various reappropriations.

San Francisco Bay Conservation and Development Commission

- Approves \$343K General Fund for Public Records Act litigation attorney's fees.
- Approves \$330K General Fund for attorney general fees.

San Joaquin River Conservancy

- Approves the withdrawal of \$75K Special Fund for the maintenance of parkway habitat.

- Approves \$84K Special Fund for enhanced access at the San Joaquin River Parkway.

San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy

- Approves the reappropriation of Proposition 1 funds.
- Approves \$2.821M Proposition 68 funds.

Baldwin Hills Conservancy

- Approves the reversion and new appropriation of \$96K Proposition 1.
- Approves the reversion and new appropriation, and reappropriations of Propositions 1, 68, and 84 funds.

Coachella Valley Mountains Conservancy

- Approves \$73K Proposition 12 for local assistance.
- Approves the reappropriation of Propositions 1, 12, 40, and 84 for local assistance.
- Approves a \$16M reduction of reimbursement authority.

San Diego River Conservancy

- Approves an adjustment of \$1.375M in Proposition 1 funds.
- Approves the reversion and new appropriations of \$50M Proposition 68 funds.
- Approves various technical adjustments.

Sierra Nevada Conservancy

- Approves the reappropriation and reversion Proposition 68.
- Approves \$1.45M Sierra Nevada Conservancy Fund for a cash flow adjustment.
- Approves a \$4.093M increase in Federal Trust Fund and reimbursement authority.
- Approves the reversion and new appropriations of \$5M in Proposition 68 funds.
- Approves the reversions and technical adjustments of \$42K in Proposition 1 funds.

Department of Water Resources

- Approves \$18M General Fund and \$10M Proposition 68 for the New River Project.
- Approves \$9.637M General Fund for the continued implementation of the Sustainable Ground Water Management Act (SGMA). Approves the withdrawal of \$30M General Fund for local assistance grants to those impacted by SGMA implementation.
- Approves the withdrawal of \$35M General Fund for the Tijuana River Project.
- Approves \$383K General Fund for Stream Gaging Plan implementation (SB 19).
- Approves the withdrawal of \$6M General Fund for the hydrometeorology and surface water observations.
- Approves the withdrawal of \$853K for flood management support.
- Approves the elimination of \$2.283M General Fund and replaces funding with \$2.089M Special Fund for flood planning resourcing.
- Approves \$400K Special Fund for DWR's Charge Fund legal support.
- Approves six positions for the Salton Sea Management Plan operations.
- Approves \$34.68M Special Fund for systemwide flood risk reduction.
- Approves \$2.7M for the Grizzly Slough Floodplain project.
- Approves two positions for regulatory support for the Delta Compliance Program.
- Approves various adjustments, reappropriations, extensions of liquidation, and reversions.
- Approves \$6.75M Proposition 68 for the Central Valley Flood Protection Plan update.
- Approves \$19.25M Proposition 68 for the Salton Sea Authority North Lake Pilot Project.
- Approves \$96M Special Funds for systemwide flood improvement projects.
- Approves \$46M General Fund for the American River Common Features Project for urban flood risk reduction.

- Approves \$5M Special Fund for the Perris Dam Remediation Plan.
- Approves \$54.575M Proposition 68 for continuation of various flood and restoration programs.
- Approves \$4.010M General Fund for the continuation of existing staff at the Central Valley Flood Protection Board.
- Approves six positions for the Public Affairs Office.
- Approves \$38.911M Special Fund for the continuation of various bond programs.
- Approves \$3.250M Special Fund for the Federal Emergency Management Agency Grant reimbursement.
- Approves \$6.592M Special Fund and 23 positions for the Transmission Operator compliance support.
- Approves \$1.964M Special Fund and 11 positions for the Charge Fund Program Implementation (AB 1054).
- Approves trailer bill language to extinguish remaining unissued bond authority (Propositions 122/82). This trailer bill reduces the amount of indebtedness authorized by the Earthquake Safety and Public Buildings Rehabilitation Bond Act of 1990 and Water Conservation Bond Law of 1988 to \$292.51 and \$54.765 million, respectively.

Sacramento-San Joaquin Delta Conservancy

- Approves a number of reappropriations and extensions of liquidation.

Delta Stewardship Council

- Approves the reduction of \$490K Special Fund for the Delta Plan implementation.
- Approves extensions of liquidation.

California Environmental Protection Agency

- Approves \$515K General Fund for the one-time litigation costs associated with the federal biological opinions.
- Approves the reappropriation and extension of liquidation of the Environmental Justice Small Grants Program.

- Approves a \$750K Special Fund reduction to the Unified Program Account expenditures.

Air Resources Board

- Approves \$50M Air Pollution Control Fund for AB 617 implementation.
- Approves \$185K Special Fund for the San Diego County Air Pollution Control District Audit (AB 423).
- Approves \$1.047M Special Fund for the Heavy-Duty Vehicle Inspection and Maintenance Program (SB 210).
- Approves \$5.510M Special Fund for the Wildfire Smoke Clean Air Shelters for Vulnerable Populations Incentive Pilot Program (AB 836).
- Approves the withdrawal of \$2.492M Special Fund for cutting toxic air pollution in California communities.
- Approves \$6.724M Special Fund for the Southern California Headquarters relocation and building management.
- Approves \$2.9M Special Fund for Information Technology projects for the Community Air Protection program (AB 617).
- Approves the reappropriation of greenhouse gas reduction funds.
- Approves the reappropriation of \$270.121M in lease revenue bonds.
- Approves \$172K Special Fund and three positions for monitoring and laboratory division and information services program support.
- Approves the reappropriation for extension of liquidation for low carbon transportation and zero/near-zero emission warehouse facilities program funds.
- Approves a technical adjustment to the Proposition 1B grant program.
- Rejects trailer bill language to delay implementation of the Heavy-Duty Vehicle Inspection and Maintenance Program (SB 210).

Department of Pesticide Regulation

- Approves the withdrawal of \$1.879M Special Fund for the Pesticide Air Monitoring Network Continuation.

- Approves the reduction of \$350K General Fund and the addition of \$215K Special Fund for the Integrated Pest Management Work Group.
- Approves \$3.487M Special Fund for the implementation of cannabis regulations.

State Water Resources Control Board

- Approves \$400K General Fund for fish and shellfish public health advisories.
- Approves \$175K Special Fund for business licenses: stormwater discharge compliance (SB 205).
- Approves \$1.5M Special Fund for the Freshwater and Estuarine Harmful Algal Bloom Program (AB 834).
- Approves \$67K General Fund and \$200K Special Fund for the Stream Gage Plan (SB 19).
- Approves \$200K General Fund for the Onsite Wastewater Treatment Systems: Prohibited Chemicals (SB 317).
- Approves \$525K General Fund to update uniform statewide criteria for nonpotable recycled water use (AB 1180).
- Approves the withdrawal of \$1.353M Special Fund for the Oil and Gas Monitoring Program and the Underground Injection Control (UIC) Project review.
- Approves \$1.289M Special Fund for the assessment of surface water quality.
- Approves \$1.473M Special Fund for water quality permitting of transportation projects.
- Approves General Fund reappropriations and extensions liquidation.
- Approves a \$24M loan from the Air Pollution Control Fund to offset General Fund expenditures at the Water Board.
- Approves \$1.838M Special Fund for the water resilience portfolio.
- Approves a \$500M loan from the Underground Storage Tank Cleanup Fund to the General Fund.
- Approves a \$1.784M Special Fund bond technical adjustment.

- Approves 10 positions for administrative and accounting support.
- Approves \$22.556M Special Fund for the continuation of cannabis program.
- Approves 48 positions for the Sage and Affordable Drinking Water program staffing.
- Rejects trailer bill language to delay implementation of AB 834 (Chapter 354, Statutes of 2019).
- Rejects trailer bill language to delay implementation of SB 205 (Chapter 470, Statutes of 2019).

Department of Toxic Substances Control

- Defers action on the DTSC reform package to create a new board and to provide the Board with fee setting authority.
- Approves funding for the following items with a loan from the Underground Storage Tank Fund instead of a shift from the Air Pollution Control Fund:
 - Stringfellow Superfund Site Expenditure Shift - \$11.8M
 - General Fund Expenditure Shift to Air Pollution Control Fund - \$9.5M
 - General Fund Backfill for HWCA - \$19.5M
 - General Fund Backfill for TSCA - \$7.77M
 - Argonaut Dam Phase II - \$2.1M
- Approves the reduction of \$4.223M Special fund for the National Priorities List and State Orphan Sites.
- Approves \$1M Lead Acid Battery Fund for the Exide 2014 Enforcement Order Program oversight.
- Approves \$600K Lead Acid Battery Fund for the Third-Party Quality Assurance Oversight Contract for Exide Closure Implementation.
- Approves a \$4.399M loan from the Air Pollution Control Fund for the lease revenue debt service adjustment.
- Approves a \$749K loan from the Air Pollution Control Fund for the Illegal Drug Lab Cleanup Account backfill shift.
- Approves \$2.710M Special Fund for the Cost Recovery Management System (CRMS) IT project.

- Approves \$3M Special Fund to align reimbursement authority.
- Defers without prejudice trailer bill language to create the Board of Environmental Safety and trailer bill language to provide the newly created Board fee authority.
- Approves trailer bill language to expand the use of the Lead-Acid Battery Cleanup Fund and additionally adopt language to specify that cost recovered from Exide shall be deposited back into this Fund.

Department of Resources, Recycling, and Recovery

- Approves an extension of the loan repayment period for the 2014 loan from the Integrated Waste Management Account to the Used Mattress Recycling Fund.
- Approves \$2.231M General Fund for the Mendocino Complex Fire augmentation.
- Approves a \$4M loan from the Solid Waste Disposal Site Cleanup Trust Fund to the General Fund.
- Approves a \$20M loan from the Electronic Waste Recovery and Recycling Account to the General Fund.
- Approves the reappropriation of greenhouse gas reduction funds.
- Approves \$454K Special Fund for the Pharmaceutical and Sharps Waste Stewardship Program enforcement.
- Approves \$367K Special Fund for solid waste reporting, inspection, and enforcement.
- Approves \$200K for extended producer responsibility program expenditure authority alignment.
- Approves \$119K Special Fund for the Carpet Stewardship Program (AB 719).
- Approves \$390K Special Fund for financing mechanisms and support for in-state recycling manufacturing infrastructure (AB 1583).
- Approves \$103K Special Fund for the used mattress recovery and recycling program (AB187).
- Approves \$126K Special Fund for the Beverage Container Redemption Pilot Project Grant Program (AB 540).

Office of Environmental Health Hazard

- Approves the withdrawal of \$5.962M General Fund for evaluating unassessed chemicals using precision prevention methodologies.
- Approves the withdrawal of \$425K Special Fund for well stimulation treatment health and environmental risks.
- Approves budget bill language for a General Fund cash flow loan.

Department of Food and Agriculture

- Approves the withdrawal of \$20M General Fund for State Water Efficiency and Enhancement Program (SWEEP) Grants.
- Approves \$10M General Fund and six positions for the Farm to School Program.
- Approves \$2M General Fund for the Fresno-Merced Food Innovation Corridor.
- Approves the withdrawal of \$2.25M General Fund for Cal Expo.
- Approves the withdrawal of \$31M General Fund for the Fresno-Merced Food Innovation Corridor.
- Approves the withdrawal of \$494K General Fund for the Laboratory Information Management System for Food Safety Protection Animal Disease Prevention and Emergency Response.
- Approves the withdrawal of \$199K General Fund for the Agricultural and Rural Economic Advisor.
- Approves the withdrawal of \$188K General Fund for food waste recovery.
- Approves the withdrawal of \$1.1M Special Fund for the fairs and exposition branch oversight.
- Approves the withdrawal of \$3M General Fund for the Blythe Border Protection Station replacement.
- Approves the withdrawal of \$10.371M General Fund for the Needles Border Protection Station replacement.
- Approves the shift of \$2.462M from General Fund into Special Fund for the Information Technology workload growth and sustainability.

- Approves the shift of \$1.872M from General Fund into Special Fund for the Anaheim Facility purchase.
- Approves \$2.715M Special Fund for the Navel Orange Worm Pilot Program.
- Approves \$64.08M Special Fund for the continuation of Cannabis Cultivation Program.
- Approves \$1.443M Special Fund for the Farm Animal Confinement implementation (Proposition 12).
- Approves the reduction of \$3.901M General Fund for the California Biodiversity Initiative.
- Approves the reappropriation of Proposition 68 funds.
- Approves \$799K Special Fund for the weights and measures oversight and services.
- Approves four positions for the Milk Producer Security Trust Fund Program (AB 590).
- Approves trailer bill language to provide CDFA fee authority to regulate the law prohibiting confinement of animals (Proposition 12).
- Approves trailer bill language to clean up AB 1499 (Chapter 798, Statutes of 2017).
- Approves \$150M General Fund to backfill the loss of revenue from parks fees and fuel tax as a result of COVID.

Climate Catalyst Fund

- Approves the May Revision proposal to withdraw \$250 million General Fund to establish a new Climate Catalyst Fund.

CAP AND TRADE**Cap and Trade Program**

- Defers action on the \$965 million Cap and Trade Expenditure plan proposed in the January budget and Control Section 15.14. Provides \$133.7 million for ongoing state operations of Cap and Trade Programs.
- Approves the May Revision proposal to increase funding by \$5.3 million in order to build a new Cap and Trade Auction Platform and market registry database to support the Cap and Trade Program. This funding will cover the state's increased membership costs for the Western Climate Initiative, Incorporated, which supports the administration of the program. Provisional language is added to allow advance payments of up to 25 percent of quarterly membership costs.
- Provides \$200,000 and adopts budget bill and trailer bill language directing the State Air Resources Board to consider changes to the Cap-and-Trade Program.

TRANSPORTATION**Secretary for Transportation Agency**

- Approves the May Revision proposal to withdraw \$837,000 for the Transportation Agency's relocation costs because the move has been delayed.

California Department of Transportation

- Approves the May Revision funding estimate of a reduction in fuel tax revenues of \$1.8 billion through 2024-25 (with most of the reduction in 2019-20 and 2020-21).
- Maintains 2019-20 planning and engineering staffing levels to continue developing and designing previously programmed transportation projects.
- Rejects the May Revision proposal to transfer \$130.5 million in interest earnings from the State Highway Account (SHA) to the General Fund.
- Approves the May Revision proposal to loan \$21 million from the Local Airport Loan Account to the General Fund.
- Approves the May Revision proposal to transfer \$32 million from the Traffic Congestion Relief Fund to the General Fund.
- Approves the January budget proposal of an increase of \$31.8 million in 2020-21 increasing to a permanent increase of \$43.4 million in 2024-25 for the Litter Abatement Program to address increased litter. The state will continue to use state staff, community based programs and contracts with the California Department of Corrections and Rehabilitation and other local law enforcement agencies to provide litter abatement and cleanup.
- Approves the January budget proposal for a permanent increase of \$1 million from the State Highway Account for the American with Disabilities Act (ADA) Infrastructure program. The resources will be used for consultant contracts to continue implementing and administering ADA requirements the "Californians for Disability Rights, Inc v. California Department of Transportation, Case No. C 06 5125 Settlement Agreement re Class Action Settlement."
- Approves the January budget proposal of a technical fund shift that reflects a \$96.0 million fund conversion from federal resources to the SHA within the Maintenance Program.
- Approves the January budget proposal of \$5.0 million in 2020-21 for the continuation of 19.5 positions and \$4.9 million in 2021-22 for the continuation of 18.5 positions to continue the administration of the workload associated with Caltrans' responsibilities under Proposition 1B, the "Highway Safety, Traffic Reduction, Air Quality, and Port Security

Bond Act of 2006. Total funding requested in each fiscal year includes \$2.3 million in operating expenses for a project and program audit contract administered by the Department of Finance. The funding reductions reflect workload declining over time.

- Approves the May Revision proposal of \$4.5 million for increased office space related costs.
- Approves the May Revision proposal of \$2.7 million for Department of General Services increased surcharge costs.
- Approves the May Revision proposal of \$4.9 million for increased vehicle insurance premium costs.
- Approves the January budget proposal to transfer \$2.5 million annually from the Local Airport Loan Account to the Aeronautics Program Airport Improvement Program Matching Grant Program to increase the amount of funding available for this program.
- Approves the May Revision proposals to modify January budget proposals as follows:
 - Withdraw \$2.2 million for Pedestrian and Bicyclist Safety Investigations, but will implement within existing resources.
 - Withdraw \$5.4 million for the Transportation Systems Network Information Technology Project, but will implement within existing resources.
 - Withdraw \$1.7 million for Wildfire Litigation costs, but will implement within existing resources.
- Adopts trailer bill language to allow the California Department of Tax and Fee Administration to collect sales tax data from airports as required by the Federal Aviation Administration.

Transit

- Adopts trailer bill language to temporarily hold harmless transit operators that receive state funding and whose ridership levels have been negatively impacted by COVID-19. Also eliminates financial penalties for non-compliance with transit funding efficiency measures in the Transportation Development Act and the State Transit Assistance Program.

High-Speed Rail Authority

- Approves the January budget proposal of \$2.63 million and 15 permanent positions to continue the transition of day-to-day information technology (IT) operational activities from contractor resources to state employees that will be offset by a consultant reduction of 15 full-time equivalent positions, resulting in a reduction of \$4.2 million in IT consulting resources and net ongoing IT savings of \$1.5 million per year.

- Approves the May Revision proposal of net annual savings of \$16.4 million and a net reduction of 18 full-time equivalent positions that would be achieved by reducing 88 consultant positions and adding 70 permanent state positions in response to the California State Auditor's 2018 recommendations.

California Highway Patrol

- Defers the January proposal of \$7 million from the Electronic Cigarette Products Tax Fund on an ongoing basis for 10 positions and contract funding for the Department of Justice and trailer bill language to create a task force charged with combatting illicit vaping devices and products. This proposal is dependent upon the passage of the Administration's proposed vaping tax.
- Approves the May Revision proposals to withdraw the following capital outlay projects reducing special fund expenditures by a total of \$139.7 million:
 - Santa Fe Springs: Area Office Replacement (\$44.3 million)
 - Baldwin Park: Area Office Replacement (\$43.1 million)
 - Quincy: Replacement Facility (\$38.1 million)
 - California Highway Patrol Enhanced Radio System (CHPERS): Replace Towers and Vaults (\$10.2 million Motor Vehicle Account)
 - Humboldt: Area Office Replacement (\$2.1 million)
 - Gold Run: Area Office Replacement (\$1.4 million)
 - Statewide Planning and Site Identification (\$500,000 Motor Vehicle Account)
- Approves the May Revision proposal to suspend annual supplemental pension payments of \$25 million from the Motor Vehicle Account. These payments were to be made annually beginning in 2019-20 through 2022-23. The 2019-20 payment would be made and the remainder suspended.
- Approves the January budget proposal to increase reimbursement authority by \$4.0 million to provide protective services to the Department of Industrial Relations Division of Workers' Compensation district offices statewide.
- Approves the January budget proposal for one-time funding of \$1.1 million Motor Vehicle Account for the costs associated with the mandatory relocation of CHP's Capitol operations to the Capitol Swing Space building.
- Approves the January budget proposal of \$1.8 million for the Keller Peak area office replacement project.
- Defers the January budget proposal for \$1.0 million General Fund and four positions at CHP to support the responsibilities of Cal-CSIC, codified by AB 2813 (Irwin, Chapter 768, Statutes of 2018). Cal-CSIC is a collaborative effort with the California Department of Technology, California Military Department, Office of Emergency Services, and CHP to

provide for a full-time Joint Incident Response Team to analyze cyber threat intelligence, and prepare for, respond to, and mitigate threats to California's cyber infrastructure.

- Approves the May Revision proposal of \$2.9 million Motor Vehicle Account for increased vehicle insurance premium assessments.

Department of Motor Vehicles

- Approves the January budget proposal of \$6.4 million General Fund and 38 positions for continued administration of the Motor Voter Program. This request includes \$900,000 for continued IT vendor support and knowledge transfer.
- Approves the January budget proposal of \$3 million in 2020-21, dropping to \$685,000 in 2021-22 and roughly the same amount ongoing for a new leased Eureka Field Office due to the loss of the lease at the current office.
- Approves the May Revision proposals to withdraw the following capital outlay projects reducing special fund expenditures by a total of \$56.7 million:
 - Santa Maria: Field Office Replacement (\$17.4 million)
 - Reedley: Field Office Replacement (17.4 million)
 - Delano: Field Office Replacement (\$15.3 million)
 - San Francisco: Field Office Replacement (\$2.9 million)
 - Inglewood Swing Space (\$2.0 million)
 - Oxnard: Field Office Reconfiguration (\$1.2 million)
 - Statewide Planning and Site Identification (\$500,000)
 - Oxnard Field Office Swing Space (\$60,000)
- Approves the May Revision proposal of one-time resources of \$1.7 million from the Air Pollution Control Fund for planning activities for an IT project associated with the implementation of SB 210 (Leyva, Chapter 298, Statutes of 2019).
- Approves the May Revision proposal with to reduce funding by \$12.1 million Motor Vehicle Account to reflect a shift in DMV's approach to replacing its legacy IT systems. This is a reduction in expenditures for the Front-End Sustainability Project.
- Adopts trailer bill language that allows DMV to disclose to the Employment Development Department certain information for purposes relating to tax administration and to ensure compliance with specified requirements including unemployment compensation benefit requirements.

ENERGY**Public Utilities Commission**

- Approves the May Revision proposal to loan \$300 million from the LifeLine program to the General Fund. Adds budget bill language to ensure that if actual caseload exceeds the Administration's anticipated caseload for 2020-21 a portion of the loan will be repaid to fund the caseload growth.
- Approves the May Revision proposal to loan of \$60 million from the California High Cost Fund B to the General Fund.
- Approves the May Revision proposal to loan of \$60 million from the California Advanced Services Fund to the General Fund.
- Modifies the January and May Revision proposals for Utility Wildfire and Safety Process Reform to implement SB 901 (Dodd, Chapter 626, Statutes of 2018), AB 1054 (Holden, Chapter 79, Statutes of 2019), and AB 111 (Committee on Budget, Chapter 81, Statutes of 2019). These requests are for \$29.6 million special funds for 103 positions and contract funding. Rather than approving the entire request for positions on a permanent basis, only approves 63 permanent positions for wildfire safety, one position for Diablo Canyon related activities, and nine administrative positions. Also, approves on a three-year limited term basis 16 positions for the fair allocation of wildfire damages, 15 positions for PUC streamlining and efficiency, and \$10 million per year for contracts for three years.
- Approves the May Revision LifeLine Program caseload and state operations costs of \$427.5 million for 2019-20 and \$398.6 million for 2020-21 and adopts placeholder budget bill language to ensure that any unanticipated caseload growth would be funded.
- Approves the January budget proposal of \$398,000 in 2020-21 and \$396,000 in 2021-22 and ongoing from the Public Utilities Commission Utilities Reimbursement Account (PUCURA) to support two permanent positions to report to the public, local governments and the PUC regarding restoral of communications facilities after natural and other disasters, and annually in a public formal report.
- Approves the January budget proposal of \$2.3 million from various special funds and 14 positions to provide CPUC's IT services.
- Approves the January budget proposal of \$1 million (including \$500,000 in one-time contract funding) from various special funds to support three (3) positions to implement AB 1362 (O'Donnell, Chapter 395, Statutes of 2019) which requires the CPUC to post, in a consolidated location on its website, residential electric rate tariffs and programs of Load Serving Entities to enable comparison of rates, services, and environmental attributes.

- Approves the January budget proposal of \$396,000 from various special funds in 2020-21, \$394,000 for 2021-22, and \$161,000 for 2022-23 and ongoing to support one full-time Public Utilities Regulations Analyst III position and one limited-term Attorney IV position to implement the requirements of SB 255 (Bradford, Chapter 407, Statutes of 2019). SB 255 extended requirements of the General Order 156 Utilities Supplier Diversity Program to community choice aggregators, electric service providers, certain wholesale generators selling electricity to retail sellers, distributed energy resource contractors, and energy storage system companies.
- Approves the January budget proposal of \$770,000 from various special funds to support four permanent positions required to implement new work resulting from SB 520 (Hertzberg, Chapter 408, Statutes of 2019) which requires CPUC to develop processes, market rules, and oversight frameworks to monitor new provider of last resort responsibilities in the state's electricity market.
- Approves the January budget proposal of \$1.4 million (PUCURA) in one-time contract authority to secure consultation services for developing scenarios that could expedite the closure of and/or replace the services provided by Aliso Canyon natural gas storage field.
- Approves for the Public Advocate's Office the January budget proposal of \$2.6 million to permanently fund 14 positions authorized in 2019 for one year to address additional utility safety-related, financial-related, and legal workload arising from the adoption of SB 901.
- Approves the May Revision proposal of \$855,000 from the Public Utilities Commission Utilities Reimbursement Account (PUCURA) for four permanent positions to conduct in-house safety-related audits of the telecommunications carriers and Public Purpose Programs.
- Modifies the May Revision proposal of \$2.8 million special funds for three positions and contracting for three years instead of permanently. These resources will be used to identify which areas of the state lack sufficient access to broadband (CalSPEED).
- Approves the May Revision proposals to withdraw the following January budget proposals:
 - \$2.4 million special funds for Transportation Enforcement and Licensing
 - \$1.5 million special funds for CPUC's IT Security program
 - \$405,000 special funds for Cyber and Physical Security
 - \$1.8 million for Energy Division and Management and Support
 - \$1.1 million special funds for Administrative Law Judge Division Management and Support
 - \$2.0 million special funds for Data Analytics
 - \$191,000 special funds for one position to support CalOES and CalFire in the Wildfire Forecast and Threat Intelligence Integration Center created by SB 209.

- Adopts trailer bill language to better enable telecommunications providers to compete for federal funding with the intent of improving access to broadband Internet in California.
- Rejects the Administration's trailer bill proposal to exempt the CPUC Commissioners' salaries from the statutory cap.

State Energy Resources Conservation and Development Commission (Energy Commission)

- Approves the May Revision proposal of several loans to the General Fund from various special funds. These loans range in size from three million to \$25 million, and provide a total of \$52 million.
- Defers the January Budget proposal of \$51 million one-time for EV charging infrastructure to the Cap and Trade Expenditure Plan discussion.
- Approves the January budget proposal of one-time expenditure authority of \$8.1 million in unspent funds from the Public Interest Energy Research, Natural Gas Subaccount for research funding for energy efficiency, pipeline safety and methane emissions, small grants for natural gas technology entrepreneurs, and program administration.
- Approves the January budget proposal of \$1.0 million in 2020-21 and \$500,000 in 2021-22 for a total request of \$1.5 million in one-time contract funding from the Appliance Efficiency Enforcement Subaccount to upgrade its Modernized Appliance Efficiency Database System (MAEDbS).
- Approves the January budget proposal of \$750,000 in 2020-21 and 2021-22 for four permanent positions and one temporary position from the Public Utilities Commission Utilities Reimbursement Account (PUCURA) to implement the flexible demand appliance standards required by SB 49 (Skinner, Chapter 697, Statutes of 2019). Beginning in 2022-23, and ongoing thereafter, the CEC requests \$600,000 for four permanent positions.
- Approves the January budget proposal to reduce the Energy Resources Programs Account (ERPA) structural deficit by shifting \$1.65 million of eligible expenditures and 11 permanent positions from ERPA to other appropriate fund sources: ten permanent positions and \$1.5 million to the Energy Facility License and Compliance Fund and one permanent position and \$150,000 to the Alternative and Renewable Fuel and Vehicle Technology Fund.
- Approves the May Revision proposal of \$40 million in 2020-21, \$20 million in 2021-22, and \$20 million in 2022-23 from greenhouse gas emission allowances allocated directly to gas corporations and consigned to auction as part of the Cap and Trade program for the Commission to implement the Building Initiative for Low-Emissions Development (BUILD) Program as created by SB 1477 (Stern, Chapter 378, Statutes of 2018). As part

of this program, the Commission will disburse incentives to building developers for near-zero emission technologies in new, low-income residential housing.

- Approves the May Revision proposal to increase the Energy Commission's reimbursements by \$5 million to provide sufficient authority to accept reimbursements from Bay Area Air Quality Management District to fund construction of hydrogen refueling stations. The additional reimbursement authority will enable the Commission to award as many as five additional hydrogen refueling station projects within California.

GENERAL GOVERNMENT**CARES Funding**

- Approves \$550 million through the Department of Housing and Community Development for acquisition or acquisition and rehabilitation of motels, hotels, or hostels; master leasing of properties; acquisition of other sites and assets; conversion of units from nonresidential to residential in a structure with a certificate of occupancy as a motel, hotel, or hostel; purchase of affordability covenants and restrictions for units; and the relocation costs for individuals who are being displaced as a result of rehabilitation of existing units. Adopts placeholder trailer bill to implement project room key. Requires funding to be in compliance with Housing First Principles.
- Provides \$500 million to cities for homelessness, public health, public safety, and other services to combat COVID-19 pandemic as follows:
 - \$225 million directly to cities with a population greater than 300,000 that did not receive a direct allocation from the Federal CARES Act.
 - Allocated based on the share of each city's population relative to the total population of the cities covered by the subsection.
 - \$275 million to cities with a population less than 300,000.
 - Allocated based on the share of each city's population relative to the total population of the cities covered by the section.
 - No city shall receive less than \$50,000.
- \$1.289 billion to counties to be used for homelessness, public health, public safety, and other services to combat COVID-19 pandemic.
 - Allocated based on the share of each county's population relative to the total population of the state while considering prior direct allocation of funding from Federal CARES Act.

Business, Consumer Services, and Housing Agency

- Adopts an additional \$350 million for homelessness subject to legislation.

Department of Housing and Community Development

- Maintains out year funding for the Foster Care Transitional Housing program. The budget provides \$8 million in 2020-21 and \$4 million in 2021-22.
- Maintains funding to support mixed-income housing developments per AB 101 (Committee on Budget), Chapter 159, Statutes of 2019. AB 101 provided \$500 million

over four years to the California Housing Finance Agency for the production of low and moderate income housing, including \$200 million in 2019-20 and \$95 million in 2020-21.

- Maintains funding for the Infill Infrastructure Grant (IIG) Program of 2019, per AB 101 (Committee on Budget), Chapter 159, Statutes of 2019. This program is intended to support the development of additional housing by providing for the construction, rehabilitation, demolition, relocation, preservation, and acquisition of infrastructure that supports the development of housing.
- Approves trailer bill language to allocate \$331 million to the National Mortgage Settlement Trust Fund for housing counseling and mortgage relief (\$300 million) and tenant legal aid (\$31 million).
- Extends the requirement that an agency or department that administers programs that fund recovery housing shall collaborate with the coordinating council to revise or adopt guidelines and regulations that incorporate the core components of Housing First until July 1, 2022. Additionally includes additional requirements for an agency or department that administers programs that fund recovery housing.

California Tax Allocation Committee

- Allocates \$500 million in new State Low Income Housing Tax Credits (LIHTC) for 2020-21.

Governor's Office of Business and Economic Development

- Approves a total of \$100 million to supports the IBank's loan guarantee program that provides financial assistance to small businesses.
- Provides additional operating costs for the California Film Commission.

Employment Development Department

- Includes increased expenditure authority in 2020-21 of \$38 billion, (about \$34 billion federal funds) for Unemployment Insurance.
- Adopts January Budget proposal to extend Paid Family Leave job protections to all workers currently eligible for program, and extend pregnancy/birth disability job protections to all workers currently eligible.

Department of Business Oversight

- Approves merging the historically separated Financial Institutions Fund and the State Corporations Fund into a new Financial Protection and Innovation Fund. These funds are

remnants of the pre-2013 merger of the Department of Financial Institutions and the Department of Corporations into the DBO. Accounting of expenditure and allocation of funds by program will remain transparent and exactly the same.

- Defers action without prejudice on trailer bill language and related resources to expand consumer financial protection activities as the new Department of Consumer Financial Protection and Innovation.

Secretary for Labor Workforce Development Agency

- Defers action without prejudice on creating the Department of Better Jobs and Higher Wages.
- Approves a \$107 million loan from the Labor and Workforce Development Fund (LWDF) to the General Fund. The LWDF is funded through litigation settlements for labor law violations, primary through the Private Attorneys General Act. The LWDF is used to fund labor law outreach, education and enforcement.

Department of Industrial Relations

- Approves \$17.5 million and 103.5 positions in 2020-21, and \$16 million in 2021-22 and 2022-23 from various fund sources for three-year limited term to implement AB 5 for the following: (1) Division of workers compensation (DWC) - 63 positions: to adjudicate and manage workers comps claims, (2) Division of Labor Standards Enforcement (DLSE) - 26.5 positions: to investigate violations and conduct outreach, (3) Division of Occupational Safety and Health (DOSH) - 2 positions: inspections, and (4) Division of Administration - 12 support staff positions.

California Workforce Board

- Approves \$10 million General Fund one-time to fund the Social Entrepreneurs for Economic Development (SEED) Initiative to provide micro-grants and entrepreneurial training to immigrants. This funding targets individuals with limited English proficiency, and individuals who are not US citizens or are undocumented.

Department of Tax and Fee Administration

- Defers action without prejudice on resources to levy an additional, nicotine-based tax of \$1 per 20mg of nicotine tax on e-cigarettes effective Jan 1, 2021. The budget resource request is associated with the e-cigarette (vaping) tax trailer bill proposal, which is also deferred without prejudice.

- Adopts trailer bill language for used car dealer sales tax. This trailer bill language would require used car dealers to remit the sales tax from a vehicle sale to the DMV with the registration fee. This is needed to close the gap between the amount of sales tax collected by CDTFA and DMV used car registration data.
- Defers without prejudice on trailer bill language for vehicle valuation of private party sale. This language would require the DMV to calculate use tax for private party sales as the greater of the vehicle's sale price or the vehicle's standard presumptive value. Proposal would require DMV to collect more information than it does currently, places additional burdens on tax-payers.

Franchise Tax Board

- Extends the California Earned Income Tax Credit and Young Child tax credit to ITIN filers with at least one child six years of age or younger.
- Adopts trailer bill language to expand the first-year exemption from the \$800 Minimum Franchise Tax (MFT) to LLCs, Limited Partnerships, and Limited Liability Partnerships with a three-year sunset. Exemption would be applicable beginning Jan. 1, 2021 and sunset on January 1, 2026.
- Approves temporarily suspending the use of NOL deductions for taxpayers with business income in excess of \$1 million for 2020, 2021 and 2022.
- Approves temporarily limiting the use of business incentive tax credits to offset no more than \$5 million in tax liability for 2020, 2021 and 2022. Exempts the Low Income Housing Tax Credit from the \$5 million cap.
- Provides that for taxable years beginning on or after January 1, 2020, through December 31, 2025, the Advanced Strategic Aircraft Credit could be used to reduce the alternative minimum tax.

CalPERS

- Adopts placeholder trailer bill language to do the following:
 - Withdraw the \$500 million General Fund CalPERS supplemental pension payment provided in the 2019-20 budget act due to the economic crisis.
 - Provide \$243 million Proposition 2 funds, instead of General Fund, to pay for the California Highway Patrol CalPERS unfunded liability.
 - Repurpose the remaining \$2.4 billion of supplemental pension payment to help address state General Fund contributions in 2020-21 and 2021-22.

CalPERS and CalSTRS

- Adopts trailer bill language to do the following:
 - Redirect the \$660 million CalPERS School Pool supplemental pension payment to make supplanting payments to school employer contribution rates. This would increase the supplanting payment in 2020-21 to \$430 million and \$330 million in 2021-22. This would reduce the estimated contribution rate from 22.67 percent to 20.7 percent in 2020-21, and from 24.6 percent to 22.84 percent in 2021-22.
 - Redirect the \$1.64 billion General Fund CalSTRS supplemental pension payment provided in the 2019-20 budget act to make an additional supplanting payment in 2020-21 and 2021-22. This would increase the supplanting payment in 2020-21 to \$1.07 billion and to \$820 million in 2021-22. These payments would reduce the estimated employer contribution rate from in 2020-21 from 18.41 percent to 16.15 percent and from 17.9 percent to 16.02 percent in 2021-22.
 - The budget package reflects use of Prop. 2 debt payment funds to make a portion of state payments on CalSTRS' unfunded liabilities in 2020-21.

Employee Compensation

- Notes legislative expectation that state employee units meet and confer in good faith with the administration on or before July 1, 2020 to achieve up to \$2.9 billion of employee compensation reductions, as proposed by the Governor, in 2020-21, which will be needed in the event that anticipated federal funding is not received. Such reductions shall be achieved (i) through the collective bargaining process for represented employees and (ii) through existing authority for the administration to adjust compensation for non-represented employees.

Local Government Financing

- Maintains funding for Paradise Irrigation District.

Cannabis

- Approves \$148.1 million in mostly ongoing funds from the Cannabis Control Fund to BCC, CDFA, and DPH for cannabis activities. Approves budget bill language allowing for unlimited augmentations to their budgets for licensing, enforcement, and information technology subject to Joint Legislative Budget Committee notification.
- Adopts trailer bill language to shift sworn officers from DCA's Division of Investigation to BCC and delays a January proposal to change the point of collection for cannabis taxes

Department of Real Estate

- Approves the transfer of \$5 million from the Department of Real Estate to the General fund and adopts placeholder trailer bill language.

Secretary of State

- Approves a legislative augmentation of \$35 million General Fund for the November 2020 election and adopts budget bill and trailer bill language to help ensure counties and the state have adequate funding to administer the election and provide education and outreach.
- Provides the SOS authority to spend \$65.5 million in additional federal funds for the implementation of the statewide mandates of the Help America Vote Act of 2002 as it relates to the Consolidated Appropriations Act of 2020 and the CARES Act due to the COVID-19 pandemic.
- Approves the January budget proposal of \$10.97 million in one-time expenditure authority in 2020-21 from the Federal Trust Fund to continue implementation of the statewide mandates of the Help America Vote Act of 2002 (HAVA).
- Approves the January budget proposal \$9.7 million in one-time spending authority in 2020-21 from the Federal Trust Fund to cover the Maintenance and Operations (M&O) and support for security enhancements for the VoteCal statewide voter registration system.
- Approves the January budget proposal of \$94,000 in 2020-21 and \$85,000 in 2021-22 and ongoing from the Business Fees Fund to establish one Program Technician II position and to support related processing costs for the workload anticipated by SB 30 (Wiener, Chapter 135, Statutes of 2019) relating to domestic partnerships filed with the Secretary of State.
- Approves the January budget proposal of three-year limited-term annual funding of \$464,000 from the Voting Systems, Security Measures, and Elections Administration Special Deposit Fund for three positions to continue to implement and administer the provisions set forth in SB 450 (Allen, Chapter 832, Statutes of 2016).
- Approves the January budget proposal of a permanent augmentation of \$448,000 ongoing from the Business Fees Fund to continue support for three existing positions dedicated to cannabis-related business filings and trademark registration workload.
- Approves the May Revision proposal to provide \$14.8 million in special funds to continue implementation of the California Business Connect project and fund one-time resources necessary for contracting and consulting services for system integration vendors and project management services, and other operating expenses related to the project.

- Approves the May Revision proposal to increase funding by \$14.1 million (\$13.4 million General Fund) for the California Automated Lobbying and Campaign Contribution and Expenditure Search System (Cal-ACCESS) Replacement Project to continue the design and development of a Cal-ACCESS replacement system. This request will provide the SOS with one-time funding necessary to continue the support of staff resources and to procure contracted services. Also, adopts budget bill language proposed by the Legislature that requires reporting on project progress.
- Approves the May Revision proposals to withdraw the following January budget proposals:
 - \$847,000 General Fund for Voter Registration Related Mailings
 - \$577,000 Business Fees Fund and \$214,000 General Fund for six positions for Staffing Increase for the Human Resources Bureau
 - \$214,000 Business Fees Fund and \$79,000 General Fund for two positions for IT Division Resources Workload Growth
- Approves the May Revision proposals that modify January budget proposals as follows:
 - Decrease funding by \$63,000 General Fund to implement a Records Management Coordinator (AB 469) for the administration of a records management program.
 - Decrease funding by \$125,000 General Fund for the management and implementation of the Students Vote Project as required by Increasing Civic Engagement of California's Public Postsecondary Institutions (AB 963).
 - Decrease funding by \$25,000 General Fund for Elections Printing Requirements and Ballot Design (AB 623) to contract with ballot design experts and draft regulations.
- Decrease funding by \$150,000 General Fund to support production costs of voter notification cards and to incorporate new language on the printed and uniform electronic vote-by-mail applications as required by Voter Language Preference on Voter Notification Cards and Vote-by-mail Applications (AB 1391).

Department of Consumer Affairs

- Defers action on trailer bill language proposed at the May Revision to increase fees effective January 1, 2021 for the following boards and bureaus:
 - Acupuncture Board
 - Board of Behavioral Sciences
 - Bureau of Private Postsecondary Education
 - Medical Board of California
 - Podiatric Medical Board
- Defers action on the Controlled Substance Utilization Review and Evaluation System (CURES)-related proposals and trailer bill language that would increase the CURES fee

from \$6 to \$14 annually to generate approximately \$1.6 million in annual revenues to fund upgrades to CURES.

- Approves and further modifies the January budget and May Revision workload proposal for various boards and bureaus. The January budget proposal included \$8.3 million in special funds and 41.5 positions for workload increases at various boards and bureaus. The May Revision reduced the proposed expenditure by \$1.4 million and 5 positions. In addition, the Legislature deferred action on \$1.26 million special funds and 10 positions included in this request for the Bureau of Private Postsecondary Education.
- Approves the May Revision proposals to loan the following amounts to the General Fund:
 - \$25 million from the Barbering and Cosmetology Contingent Fund
 - \$900,000 from the Psychology Fund
 - \$30 million from the Vehicle Inspection and Repair Fund
 - \$60 million from the High Polluter Repair or Removal Account
 - \$10 million from the Accountancy Fund
 - \$5 million from the State Dentistry Fund
 - \$30 million from the Board of Registered Nursing Fund
 - \$2.4 million from the Pharmacy Board Contingent Fund
 - \$3.4 million from the Enhanced Fleet Modernization Subaccount, High Polluter Repair or Removal Account
- Modifies the January budget proposal for BreEZe System Maintenance and Credit Card Funding to only approve \$11.5 million, special fund, in 2020-21 and \$10.6 million in 2021-22, rather than approving funding on a permanent basis.
- Approves the January budget proposal of one-time funding of \$5.2 million in 2020-21 to fund system integration, credit card services, software licensing, project management, project oversight costs, and staffing for project activities.
- Approves the January budget proposal of \$3.6 million in 2020-21 and ongoing to address increased rent costs due to various factors, including annual rent increases, new lease agreements at the new market rate, and increased space needs over the past several fiscal years.
- Approves the January budget request \$733,000 total funding for workload at three boards workload associated with implementation of AB 2138 (Chiu, Chapter 995, Statutes of 2018). Specifically, \$150,000 for Bureau of Security and Investigative Services & Private Security Services, \$473,000 for the Contractors State License Board, and \$110,000 for the Dental Board of California.
- Approves the January budget proposal of \$525,000 ongoing to help the Department's Office of Information Services and the Contractor's State License Board cover the costs of transitioning from outdated information technology (IT) classification series to the new

IT classification series, as it relates to the IT Classification Consolidation Plan approved by the State Personnel Board. OIS requests \$401,000 in fiscal year 2020-21 and ongoing. CSLB requests \$124,000 in 2020-21 and ongoing.

- Approves the May Revision proposals to withdraw the following January budget proposals:
 - \$2 million special funds and two positions to increase Information Technology Security.
 - \$296,000 and two positions for the Chief Athletic Inspector and Assistant Chief Athletic Inspector.
 - \$86,000 and 0.5 positions for the Cemetery and Funeral Bureau Endowment Funds.
- Approves the May Revision proposals to modify the following January budget proposals:
 - Decreases funding request of \$1.2 million for the Organizational Change Management Process Improvement proposal by \$297,000 special funds to fund only currently filled positions at this time and only approves funding for three years, rather than permanently as requested.
 - Decrease funding for the Increased Workload Related to Health Care Practitioners and Unprofessional Conduct - Medical Board (SB 425) by \$1.2 million and eight positions to reflect a phase-in of resources.
 - Decrease funding for the Increased Workload Related to Health Care Practitioners and Unprofessional Conduct - Investigation and Enforcement Unit (SB 425) request by \$408,000 to reflect a phase-in of resources.

Department of Veterans Affairs

- Rejects the May Revision proposal to begin closure of the Veterans Home at Barstow and achieves net savings of \$2.6 million General Fund in the budget year. The Legislature adopted budget bill language to study alternatives for the Barstow Home consistent with CalVet's 2020 Master Plan for the Veterans Homes.
- Rejects the May Revision proposal to transfer \$24.5 million from the Southern California Veteran Cemetery Master Development Fund to the General Fund.
- Rejects the May Revision proposal to withdraw a January budget proposal of \$700,000 from the Southern California Veteran Cemetery Master Development Fund for a study of the Southern California Veterans Cemetery.
- Approves the January budget proposal of a one-time augmentation of \$1.2 million General Fund for a new long-term care electronic health record system for the Veterans Homes and headquarters.

- Approves the January budget proposal of \$356,000 and 2.4 positions for the California Central Coast Veterans Cemetery Project Phase II that will offer both in-ground casket and cremains burials.
- Approves the January budget proposal of \$7.3 million General Fund and two positions for core staff and operational costs at the Veterans Homes that include maintenance, medical contracts, utilities, and other supplies.
- Approves the January budget proposal of \$127,000 General Fund for one position to help manage operational needs at the state's three California Veterans Cemeteries.
- Approves the May Revision proposal of \$317.1 million from the Public Buildings Construction Fund to proceed with the Design-Build phase for a new skilled nursing facility at the Yountville Veterans Home.
- Approves the January budget proposal and the May Revision proposal to approve the project and change the funding source proposed for the Yountville steam distribution system renovation project from \$7.8 million from the General Fund to \$7.8 million from the Public Buildings Construction Fund.
- Approves the May Revision proposals to modify the following January budget proposals as follows:
 - Decrease by \$1.2 million General Fund the proposal to improve behavioral health services at the veterans homes by standardizing mental health support staffing. This cost reduction reflects a six-month delay in the implementation.
 - Decrease by \$1.1 million (\$901,000 General Fund) and five positions the proposal to increase staff in the Legal Affairs and Investigation Division.
 - Decrease by \$472,000 (\$398,000 General Fund) and four positions the proposal to fund additional staff to manage FI\$Cal Workload.
- Approves the May Revision proposal to withdraw the January budget proposal of \$497,000 General Fund and three positions for facilities planning and construction management staff.

Office of Planning and Research

- Rejects the proposed \$13 million expansion to the AmeriCorps program to support "Emergency Support Function 17".
- Defers action on Greenhouse Gas Reduction funded programs including climate resiliency research, regional collaboration and implementation.
- Includes technical adjustments to Greenhouse Gas Reduction Fund appropriations from prior years.
- Maintains funding for implementation of the CA Transportation Assessment, pursuant to AB 285 (Friedman, Chapter 605, Statutes of 2019).

- Reduces the Online Learning Program by 20 percent for a \$2 million General Fund savings.
- Reverts \$8.3 million in unencumbered funds for Precision Medicine program.
- Reflects withdraw of Governor's proposals from the January Budget:
 - \$17 million for the Fresno Integrated K-16 Collaborative
 - \$357,000 for additional legal and legislative staff
 - \$1.7 million for AmeriCorps administration expansion
 - \$349,000 to implement the AB 285 Transportation Assessment

State Controller's Office

- Provides \$3.5 million (\$2 million General Fund) and 8 positions for the California State Payroll System project
- Appropriates \$3.1 million (\$1.8 million General Fund) and 14.5 positions for the California Automated Travel Expense Reimbursement System.
- Provides \$898,000 (\$512,000 General Fund) and 7 position to address additional workload associated with administering the Other Post-Employment Benefits deduction for state employees.
- Continues 4 positions and provides \$540,000 Special Fund for workload related to property tax postponement efforts.
- Reflects withdraw of Governor's proposals from the January Budget:
 - \$1.1 million in additional State Controller administrative costs
 - Three proposed fund shifts to support existing activities:
 - \$852,000 (\$486,000 General Fund and \$366,000 Central Service Cost Recovery Fund (CSCRF)) to fund 5.0 existing positions to perform investigative audits and reviews of the oversight of local government agencies.
 - \$303,000 in 2020-21 the Safe Neighborhoods and Schools Fund (SNSF) to support 2.0 existing positions to perform audits of Proposition 47 SNSF grant programs.
 - \$571,000 from the Road Maintenance and Rehabilitation Account (RMRA) to support 4.0 existing positions to conduct audits of the Road Maintenance and Rehabilitation Program (RMRP) pursuant to Streets and Highways Code (SHC) section 2036 and Government Code (GC) section 12410.

Department of Insurance

- Provides \$840,000 General Fund for the Fraud Data Analytics Software (FDAS) system and the eDiscovery Software-as-a-Service (SaaS) solution, tools which assist in fraud investigations.

- Provides \$1.8 million Special Fund to address rental rate increases for departmental buildings.
- Allocates \$3.4 million additional Special Fund to local district attorneys for Worker's Compensation Fraud investigation activities.
- Reflects withdraw of Governor's proposals from the January Budget:
 - \$1 million of administrative resources, including those related to Fi\$Cal accounting needs.
 - \$177,000 from the elimination of a proposed hearing reporter positions.
 - \$120,000 that would have expanded the Disability Program Administration.

Department of General Services

- Transfers \$734 million from the State Project Infrastructure Fund to the General Fund. This fund is set aside for the restoration of the State Capitol Annex, which would now be financed through lease-revenue bonds. \$20 million of the fund is retained for expenses related to the West Wing.
- Provides \$77.7 million in special fund loans to the General Fund from various DGS controlled special funds.
- Provides \$23.3 million Special Fund for the instillation of Electric Vehicle Service Equipment and Infrastructure.
- Establishes 10 positions for the Office of Administrative Hearings Special Education Division to address workload increases.
- Extends \$11.5 million in existing Service Revolving Fund (SRF) expenditure authority for cannabis administrative hearings workload for three years.
- Shifts funding source for School Facilities Program administration.
- Provides \$11.7 million at the Department of General Services for the balance of unreimbursed Camp Fire clean up expenditures.
- Provides \$1.3 million General Fund and 5 positions to implement SB 6 (Beall, Chapter 667, Statutes of 2019) and AB 1255 (R. Rivas, Chapter 661, Statutes of 2019) in the Real Estate Division which require DGS to monitor surplus property that can be made available for affordable housing purposes.
- Provides \$2.3 million (\$710,000 General Fund) and 15 positions for contracted fiscal services workload increases.
- Provides \$723,000 special funds and 4 positions for activities related to the California Pharmaceutical Collaborative.

- Includes \$25,000 to pay claims related to the release of hazardous materials.
- Provides \$700,000 and 2 positions for increased disability access workload.
- Appropriates \$42.2 million General Fund for replacement elevators at the Ronald Reagan, Elihu Harris, and Earl Warren buildings, this funding does not include \$14.2 million that was proposed in January for the Hiram Johnson building.
- Provides \$295,000 Special Fund and 2 positions to expand DGS state emergency management staffing.
- Appropriates \$23.6 million General Fund for Fire Alarm deferred maintenance costs.
- Reflects withdraw of \$721 million of Sacramento state office building capital proposals from the January Budget:
 - \$183.6 million for the Bateson Building
 - \$116.8 million for the Unruh Building
 - \$421.3 million for the Resources Building

Department of Technology

- Rejects proposed \$13 million General Fund Office of Emergency Services/Military/Department of Technology Cybersecurity Integration Center proposal.
- Provides \$706,000 General Fund and 4 positions to fund expected Department of Technology workload increases.
- Increases Statewide Procurement staffing by \$472,000 special fund and 3 positions reflecting a projected increase in workload in the budget year.
- Shifts \$2.5 million special funds to partially offset a \$5 million reduction of General Fund costs to reflect the recovery of costs for the Endpoint Protection Platform.
- Provides \$1.3 million General Fund to support the Cybersecurity Integration Center.
- Retains 49.0 existing Office of Information Security positions for Security Operations and Audit using revenue from the Technology Services Revolving Fund. The Governor's January budget had proposed shifting this \$15 million annual cost to the General Fund.

Government Operations Agency

- Provides \$736,000 (\$286,000 General Fund) and three new positions to reflect increased workload for the Agency.
- Shifts \$252,000 of Agency costs from Special Fund to the General Fund to align with use of the expenditures.

California Art's Council

- Reflects withdraw of a Governor's January proposal that would have provided \$10.5 million in additional one-time funding for the Art's Council, including funding for disaster preparation at cultural institutions.
- Rejects a proposed reversion of funding for the Korean American National Museum.

Department of Finance

- Provides \$10 million General Fund for expenses related to the oversight and litigation costs related to utilities.

California State Treasurer's Office

- Provides \$148,000 Special Fund and one position to increase legislative unit staffing.

Commission on the Status of Women and Girls

- Provides \$288,000 General Fund for new office space for the Commission
- Provides 4 positions to implement the provisions of SB 24 (Leyva, Chapter 704, Statutes of 2019).

California Legislature

- Reflects the Statewide Appropriations Limit adjustment to the budgets for the Assembly, Senate and the Legislative Analyst's Office, pursuant the requirements of Proposition 140.

PUBLIC SAFETY**California Department of Corrections and Rehabilitation**

- Provides total funding of \$13.2 billion to the California Department of Corrections and Rehabilitation.
- Defers all capital outlay proposals.
- Includes trailer bill to close two state owned and operated prisons with legislative guidance beginning in 2021-22 and a second prison beginning 2022-23 resulting in savings of \$100 million in 2021-22, \$300 million in 2022-23 and \$400 million ongoing.
- Reduces the reception center process to 30 days instead of 90-120 days, saving \$3.7 million General Fund in 2020-21 and significantly more in future years.
- Changes good conduct credits that will be applied prospectively with estimated savings of \$2.7 million General Fund in 2020-21 and significantly more in future years.
- Provides \$6.9 million one-time to support the Mental Health Psychiatry Registry.
- Provides \$9.7 million in 2019-20 and \$4.3 million ongoing for Legionella Remediation at the California Health Care Facility.
- Provides \$1.3 million in 2020-21 and \$3 million ongoing for the Youth Offender Rehabilitative Communities proposal at Valley State Prison.
- Consolidates fire camps that are currently not at capacity in coordination with CAL FIRE, with estimated savings of \$7.4 million General Fund in 2020-21 and \$14.7 million ongoing.
- Eliminates the Integrated Services for Mentally Ill Parolee Program and proposes to adjust policies to connect individuals with community resources, resulting in \$8.1 million General Fund savings in 2020-21 and \$16.3 million ongoing General Fund.
- Defers without prejudice the proposal to eliminate Parole Outpatient Clinics.
- Includes trailer bill language to increase the ability to hold additional remote court appearances to enhance efficiencies.
- Proposes to cap parole terms for most parolees at 24 months, establish earned discharge at 18 months for certain Penal Code section 290 registrants, resulting in estimated savings of \$23.3 million General Fund in 2020-21, increasing to \$76 million ongoing General Fund in 2023-24.
- Provides \$246,000 General Fund to implement the provisions related to Chapter 577, Statutes of 2019 (AB 965).

- Includes trailer bill related to elder/compassionate parole, court initiated misdemeanor diversion, and access to college for people with criminal records.
- Provides \$3.84 General Fund million for intake cell retrofits.
- Provides \$5.94 General Fund million for the expansion of the statewide telepsychiatry program.
- Provides \$2.89 General Fund million for Information Technology Security Staffing and Tools.
- Reduces prison maintenance funding by \$18.55 million General Fund.
- Eliminates \$8 million General Fund for the Division of Juvenile Justice Therapeutic Communities.
- Eliminates \$2.13 million General Fund for the tattoo removal programs.
- Stops the transfer of the Division of Juvenile Justice to the Health and Human Services Agency.
- Reduces the Integrated Substance Use Disorder Program due to COVID 19 impacts by \$70 million General Fund.
- Withdraws the January budget proposal for the exonerated Housing assistance (AB 701) as the department will implement the policy using existing resources.
- Includes operational changes at CDCR reentry facilities in order to draw down federal funding for residents' health care resulting in estimated savings of \$4.2 million General Fund in 2020-21 and \$8.5 million ongoing.
- Excludes the following General Fund proposals originally in the Governor's Budget:
 - \$26.9 million for Academic Information Technology Modernization.
 - \$1.8 million for Expanding Higher Education Opportunities.
 - \$4.6 million for Expanded Inmate Visitation.
 - \$21.4 million for Staff Development and Support.
 - \$21.6 million General Fund in 2020-21 and \$2.1 million ongoing for Video Surveillance which was to expand capabilities at three prisons.
 - \$9.9 million General Fund in 2020-21 and \$11.8 million ongoing General Fund for Quality Management and Patient Safety.
 - \$5.9 million one-time funding for Health Care Facility Updates at the California Rehabilitation Center.
 - \$70.8 million associated with the withdrawal of various capital outlay projects, also reducing the overall out year costs for CDCR projects by approximately 67%.

- Provides \$943,000 General Fund for the Centralize Discrimination Complaints proposal.
- Provides \$37.6 million General Fund for one roof replacement at California State Prison, Sacramento.
- Provides \$1 million General Fund for medical imaging equipment to establish funding for replacing and refreshing X-Ray equipment.
- Provides \$377,000 General Fund and 3.5 positions for the Secure Electronic Data Share Unit for patient health records.
- Provides \$1.4 million General Fund to the Custody to Community Transition Reentry Program expansion.

Local Public Safety

- Provides an estimated \$102.9 million General Fund of net savings from Proposition 47.
- Provides county probation departments \$112.7 million General Fund in 2020-21 using the existing SB 678 calculation.
- Provides \$12.9 million General Fund to county probation departments to supervise the temporary increase in the average daily population of offenders on Post Release Community Supervision.
- Excludes the Governor's January probation reform proposal.

Judicial Branch

- Provides total funding of \$4.3 billion (\$2.2 billion General Fund and \$2.1 billion other funds) in 2020-21 for the Judicial Branch, of which \$1 billion is provided to support trial court operations.
- Provides one time \$50 million General Fund in 2020-21 to help trial courts address backlog of cases and resume normal operations.
- Provides \$25 million General Fund in 2020-21 and 2021-22 for modernizing court operations and increasing access to court services online.
- Triggers the reduction of \$100 million in Judicial absent sufficient funding from the federal government but protects the following programs from any reduction: Dependency Counsel; Court Interpreters; California Collaborative and Drug Court Projects; Court Appointed Special Advocate Program; Model Self-Help Program; Equal Access Fund; Family Law Information Centers; and Civil Case Coordination.

- Provides \$238.5 million one-time General Fund in 2020-21 to backfill fine and fee revenue losses.
- Provides \$30 million ongoing General Fund for trial court employee health benefit and retirement costs, which is a decrease of \$5.1 million from the Governor's Budget due to updated cost estimates.
- Provides \$9.9 million General Fund in 2020-21 and \$9.6 million General Fund annually thereafter for increased costs for court interpreters and to purchase equipment for the newly established Video Remote Interpreting Program.
- Provides one-time \$7 million General Fund to assist county law libraries.
- Provides \$11.2 million ongoing Trial Court Trust Fund for administration of the Shriver program to implement the provisions of Chapter 217, Statutes of 2019 (AB 330).
- Includes provisional language to extend the availability of funding for the Court Innovation Grant Program.
- Includes provisional language to allow for the augmentation of the Trial Court Trust Fund with notification to the Joint Legislative Budget Committee.
- Provides a \$5 million loan from the Family Law Trust Fund to the General Fund.
- Excludes \$43.6 million General Fund for Court Facilities to begin the design and construction of courthouse projects, consistent with the Judicial Council Facilities Reassessment. Suspends \$2 billion (\$505 million General Fund) over the next five years as the courts reassess how they use their facilities in the wake of the COVID-19 pandemic
- Excludes the following proposals originally in the Governor's January Budget:
 - \$11.5 million General Fund for the Ability to Pay expansion to expand a pilot program statewide to adjudicate traffic and non-traffic infractions online, which includes an ability to pay assessment.
 - \$10.3 million General Fund in 2020-21 to advance three information technology initiatives.
 - \$8.1 million General Fund in 2020-21 and \$15.5 million ongoing to fund court navigators in trial courts.
 - \$1.2 million ongoing General Fund to support increased costs for contractual services provided by the Supreme Court and the Courts of Appeal Court Appointed Counsel projects.
 - \$1 million ongoing General Fund to support audits conducted by the State Controller's Office.

Department of Justice

- Provides total funding of \$1.1 billion, including \$365.9 million General Fund, to support the Department of Justice.
- Provides General Fund and/or Dealers' Record of Sales Special Account for the following proposals:
 - \$5.9 million General Fund for Chapter 730, Statutes of 2019 (AB 879)
 - \$2.4 million Dealers' Record of Sales Special Account for Firearms Information and Technology Modernization.
 - \$2.1 million Dealers' Record of Sales Special Account for Chapter 737, Statutes of 2019 (SB 61).
 - \$981,000 Dealers' Record of Sales Special Account for Chapter 738, Statutes of 2019 (SB 376).
 - \$128,000 Dealers' Record of Sales Special Account for other firearm registration issues.
 - \$510,000 General Fund, Unfair Competition Law Fund, and Consumer Privacy Fund and 1 position to implement the provisions to implement Chapter 753, Statutes of 2019 (AB 1202).
- Provides \$779,000 General Fund to implement Chapter 296, Statutes of 2019 (AB 5).
- Provides \$1.7 million Attorney General Antitrust Account and 7 positions to implement Chapter 531, Statutes of 2019 (AB 824).
- Provides \$379,000 Gambling Control Fund to implement Chapter 432, Statutes of 2019 (AB 164).
- Provides \$11.62 million to pay for claims related to the Erskine Fire.
- Provides \$50 million loan from the Fingerprint Fees Account to the General Fund.
- Provides \$6.4 million loan from the Firearm Safety Account to the General Fund.
- Provides \$85 million loan from the Gambling Control Fund to the General Fund.
- Provides \$6.5 million loan from the Firearms Safety and Enforcement Special Fund to the General Fund.
- Includes provisional language to allow for the augmentation of the DNA Identification Fund with notification to the Joint Legislative Budget Committee.
- Rejects the reversion of \$4.19 million for sexual assault evidence kits and combatting sex trafficking in Sacramento.

- Withdraws the proposals related to legislative bills (listed below) originally in the Governor's January budget, all of which will be implemented with DOJ's existing resources:
 - AB 164 (Chapter 726, Statutes of 2019)
 - AB 1130 (Chapter 750, Statutes of 2019)
 - AB 528 (Chapter 677, Statutes of 2019)
 - AB 1132 (Chapter 452, Statutes of 2019)
 - AB 1331 (Chapter 581, Statutes of 2019)
 - SB 36 (Chapter 589, Statutes of 2019)
 - SB 172 (Chapter 840, Statutes of 2019)
- Provides \$367,061 General Fund to support two positions in the DOJ to implement AB 1296, Chapter 626, Statutes of 2019. These two positions currently located in the California Department of Tax and Fee Administration were set to expire.
- Provides \$35.8 million one-time funds (\$25.8 million General Fund and \$10 million Fingerprint Fees Account).
- Provides \$724,000 Gambling Control Fines and Penalties Account in 2020-21 for the initial planning and analysis phase of replacing the License 2000 system.
- Updates the implementation timeline for Chapter 541, Statutes of 2017 (SB 384) and aligns the funds accordingly.
- Provides \$3.68 million Fingerprint Fees Account to meet the mandates of Chapter 578, Statutes of 2019 (AB 1076) and updates the implementation timeline.
- Excludes the following proposals originally in the Governor's Budget:
 - \$7.3 million ongoing General Fund for Bureau of Forensic Services Equipment and Facility Maintenance.
 - \$5.7 million ongoing General fund for Chapter 626, Statutes of 2019 (AB 1296), Tax Recovery in the Underground Economy Enforcement Teams.
 - \$2.2 million ongoing General Fund for the Healthcare Rights and Access Section.
 - \$9.5 million for the acquisition of a new consolidated forensic science laboratory campus project.
 - Various workload proposals, including Registry of Charitable Trusts, Public Records Act, and Victim Services.
 - \$867,000 Gambling Control Fund for licensing section support staff in the Licensing Section of the Bureau of Gambling.

- \$5.4 million Gambling Control Fund and 30 positions for Cardroom and Third Party Providers of Proposition Player Services Oversight.

Office of Emergency Services

- Provides total funding of \$500 million to the Office of Emergency Services and more than \$1.1 billion in federal funds.
- Provides \$50 million one-time General Fund for Community Power Resiliency to support additional preparedness measures that bolster community resiliency and budget bill language reflecting the Legislature's priorities.
- Increases the total California Disaster Assistance Act funding availability to \$100.8 million.
- Provides \$17.3 million for the California Early Earthquake Warning through a loan from the School Land Bank Fund.
- Provides \$2 million General Fund for the Wildfire Forecast and Threat Intelligence Integration Center, consistent with Chapter 405, Statutes of 2019 (SB 209), reducing the proposal by \$6.8 million General Fund across various departments.
- Implements the Smart 9-1-1 Feasibility Study (Chapter 686, Statutes of 2019) with existing OES resources.
- Maintains legislative investments made in the 2019 Budget Act, including resources for domestic violence and sexual abuse prevention and the Internet Crimes Against Children Taskforce, school safety communications interoperability grants, the Homeless Youth Emergency Services Housing program, and the California Health Center Security Grant Program.
- Provides \$310,000 General Fund to implement Chapter 714, Statutes of 2019 for sexual assault medical evidentiary examinations.
- Provides \$90,000 as a technical adjustment for the Nuclear Planning Assessment Special Account.
- Excludes the following proposals originally in the Governor's January budget:
 - \$9.4 million (\$9.2 million General Fund) and 50 positions for disaster planning, preparedness, and response to prepare for, respond to, and assist the state in recovering from disasters while maximizing eligible federal reimbursements
 - \$2.5 million (\$503,000 General Fund) to transfer the Seismic Safety Commission to OES.
 - \$7.6 million General Fund and 12 positions for the California Cybersecurity Integration Center to enhance the state's critical cybersecurity infrastructure.

- \$25.84 million General Fund and \$75 million other funds for the Wildfire Mitigation Financial Assistance Program (Chapter 391, Statutes of 2019).

Victim Services

- Provides \$23.5 million one-time General Fund to backfill the Restitution Fund.

Board of State and Community Corrections

- Maintains \$37 million General Fund for the Adult Reentry Grant.
- Maintains critical legislative investments made in the 2019 Budget Act, including the Youth Reinvestment Fund and tribal youth diversion and the California Violence Intervention and Prevention Grant Program.
- Maintains \$9 million ongoing for the California Violence Intervention and Prevention Grant Program.
- Provides \$10 million one-time General Fund for the Board of State and Community Corrections to administer a pilot program to supplement local funding for indigent defense.

Commission on Peace Officer Standards and Training

- Reappropriates \$10 million General Fund that was previously appropriated to create a Distance Learning Grant Program, increase the functionality of POST's Learning Portal, and upgrade previously produced and developed distance learning courses and videos. The Distance Learning Grant Program will develop and deliver training focused on use of force and de-escalation, implicit bias and racial profiling, community policing, cultural diversity, and organizational wellness.

State Public Defender's Office

- Provides \$4 million General Fund in 2020-21 and \$3.5 million ongoing for training and technical assistance to public defender offices.
- Excludes the Governor's January Budget proposal for \$978,000 General Fund to support complex death penalty cases.

California Military Department

- Withdraws from the Governor's January Budget, various sustainable armory renovations programs, a proposal to relocate from a leased facility to a new consolidated headquarters complex, and \$3.2 million General Fund for emergency preparedness and response.

- Reappropriates \$26.85 million for the Los Alamitos National Guard Readiness Center.
- Provides \$81,000 to adjust state active duty compensation.
- Provides \$3.91 million for the Military Department's State Network.
- Reduces the Cadets Corp by \$6.29 million.
- Extends the liquidation period of the performance criteria phase of the consolidated headquarters complex project.

Office of Inspector General

- Preserves \$3.49 million General Fund provided to the Office of Inspector General in the 2019 Budget Act to perform reviews and audits of the California Department of Corrections and Rehabilitation.