



**State Administration
and
General Government**

**2014-15
Budget Conference Committee
on SB 852**

**Assembly Member Nancy Skinner, Chair
Senator Mark Leno, Vice Chair**

**Members: Assembly Member Richard Bloom, Assembly Member Jeff Gorell, and Assembly Member Shirley Weber
Senator Loni Hancock, Senator Ricardo Lara, and Senator Jim Nielsen**

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0690 Office of Emergency Services

Issue	Description	Difference (dollars in thousands)	Conference Action
0690-102-0425 Office of Emergency Services			
400	Victim Identification and Notification Everyday	Senate \$0	
	Governor proposed \$1.8 million (Victim-Witness Assistance Fund) to support the Victim Identification and Notification Everyday system.	Assembly -\$1,800	
	Senate (no action taken).	Difference \$1,800	
	Assembly rejected proposal.		

0820**Department of Justice**

Issue	Description	Difference (dollars in thousands)	Conference Action
0820-002-00044 Department of Justice			
402	Bureau of Investigations – Special Operations Unit	Senate \$	
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$9,400	
	Assembly provided \$9.4 million (Motor Vehicle Fund) funding to expand the Special Operations Unit by 22.0 positions to investigate violent criminals and organized crime throughout the state.	Difference \$9,400	

Issue	Description	Difference (dollars in thousands)	Conference Action
401	Registry of Charitable Trust Fund Augmentation	Senate \$	
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$200	
	Assembly provided increased funding from the Registry of Charitable Trust Funds (3088) to support 2.0 positions to address increased workload associated with enforcement of the Supervision Act related to charities, trustees, and fundraisers.	Difference \$200	

0840 State Controller's Office

Issue	Description	Difference (dollars in thousands)	Conference Action
0840-001-0001	State Controller's Office		
001	21 st Century Project Legal Fees		
	<p>Governor proposed 5.0 positions and \$6.529 million (\$3.59 million General Fund, \$1.265 million Reimbursement Authority, and \$1.674 million Special Fund) for fiscal year 2014-15 to support ongoing legal costs. The SCO has requested that budget bill language and Control Section language be added to the 2014 Budget Act that will allow for additional legal-cost related expenditures, if needed. This request also includes trailer bill language that would extend the sunset date of the 21st Century Project until June 30, 2017. The requested amendment would allow SCO to assess special funds within the state treasury for costs attributable to the replacement of the state payroll disbursement system.</p> <p>Senate approved requested funding and positions. Modified trailer bill language authority to assess special funds within state treasury for costs attributable to the replacement of the state payroll disbursement system until June 30, 2015.</p> <p>Assembly approved Governor's proposal.</p>	<p>Senate TBL</p> <p>Assembly TBL</p> <p>Difference TBL</p>	

0845 Department of Insurance

Issue	Description	Difference (dollars in thousands)	Conference Action
0845-001-0217	Department of Insurance		
252	Federal Mental Health Parity	Senate	
	Governor (no proposal).	\$1,500	
	Senate approved \$1.5 million (Insurance Fund) and 10.0 positions to the Department of Insurance to enforce federally adopted regulations that require specified health care insurers to provide mental health benefits. Also approved trailer bill language requiring that the Department of Insurance survey insurers and to report to the Legislature on an annual basis.	TBL	
		Assembly	
		\$	
		Difference	
		\$1,500	
		TBL	
	Assembly (no proposal).		

0890**Secretary of State**

Issue	Description	Difference (dollars in thousands)	Conference Action
0890-001-0001	Secretary of State		
300	Support for the California Museum	Senate \$2,000	
	Governor (no proposal).		
	Senate appropriated \$2.0 million (General Fund), ongoing, to the California Museum.	Assembly \$	
	Assembly (no proposal).	Difference \$2,000	

0911**Citizen's Redistricting Commission**

Issue	Description	Difference (dollars in thousands)	Conference Action
0911-001-0001	Citizen's Redistricting Commission		
100	Contracted Fiscal Services and Legal Service Contracts	Senate \$0 (one-time)	
	Governor proposed \$20,000 in General Fund (GF) to support the Citizens Redistricting Commission for FY 2014-15, and ongoing.	Assembly \$0 (ongoing)	
	Senate approved request on a one-time basis, rather than ongoing.	Difference One-time versus ongoing	
	Assembly approved Governor's proposal.		

0971 California Alternative Energy and Advanced Transportation Financing Authority

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
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0971-001-0528 California Alternative Energy and Advanced Transportation Financing Authority

100 **Implementation of the CPUC Energy-Efficiency
Financing Pilot Project**

This item will be heard under 8660-001-0462 (California
Public Utilities Commission) on page 36.

1690 Seismic Safety Commission

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
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1690-001-0217 Seismic Safety Commission

251 **Technical Clean-up** Senate

Governor proposed trailer bill language to clarify that the \$0.15 fee applies to each person who owns, rents, or leases residential and commercial property that is insured by a property insurance policy. Currently, the language in Insurance Code Section 12975.9 does not specify that renters are subject to the assessment.

Assembly
TBL

Difference
TBL

Senate did not adopt Governor's proposal.

Assembly adopted Governor's proposal.

2240**Department of Housing and Community Development**

Issue	Description	Difference (dollars in thousands)	Conference Action
2240-001-0001	Department of Housing and Community Development		
000	Assembly Infrastructure Plan Multifamily Housing Program	Senate \$0	
	Governor (no proposal).	Assembly \$200,000	
	Senate (no proposal).	(General Fund)	
	Assembly appropriated \$200 million General Fund to support multifamily housing programs that were previously supported by bond proceeds. Specifically, the Assembly appropriated \$100 million General Fund to the Multifamily Housing Program, which supports the construction, rehabilitation, and acquisition of rental housing, and \$100 million to the Multifamily Housing Program – Supportive Housing, which performs a similar function to the Multifamily Housing Program, but has an emphasis on supporting individuals that are either homeless or very low-income.	Difference \$200,000 (General Fund)	

7100**Employment Development Department****Issue****Description****Difference**
(dollars in thousands)**Conference Action****7100-001-0870 Employment Development Department (EDD)**

301	Paid Family Leave Outreach Program	Senate \$1,000 SRL
	Governor (No proposal).	
	Senate provided \$1 million to begin a three-year outreach initiative for the Paid Family Leave program and supplemental reporting language requiring EDD to report on the type of, and effectiveness of, outreach activities.	Assembly \$0 Difference \$1,000 SRL
	Assembly (No proposal).	

7502 Department of Technology

Issue	Description	Difference (dollars in thousands)	Conference Action
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7502-0001-9730 Department of Technology

300 **Statewide Project Management Office** Senate
\$208

Governor proposed 2.0 PYs and \$208,000 (General Fund) for FY 2014-15 and \$304,000 (General Fund) in FY 2015-16, to form the initial elements of the Statewide Project Management Office within the Department of Technology. Assembly
\$
Difference
\$208

Senate approved a modified proposal that provided the Department of Technology with 2.0 two-year limited-term PYs.

Assembly did not hear this proposal.

7502	Department of Technology	Difference (dollars in thousands)	Conference Action
Issue	Description		

7502 Department of Technology

Sunset Extension

Senate

Governor proposed repealing statute that would sunset the Department of Technology on January 1, 2015.

Assembly
TBL

Senate rejected this proposal.

Difference
TBL

Assembly adopted Governor's proposal.

7760	Department of General Services	Difference (dollars in thousands)	Conference Action
Issue	Description		

7760 Department of General Services

Capital Area Development Authority

Senate
TBL

Governor (no proposal).

Assembly
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Senate adopted placeholder trailer bill language that will:
 (1) allow for the sale of CADA-managed property to CADA with the intent of maintaining the viability of affordable housing in the Capitol Area, (2) allows for DGS to withdrawal from the CADA Joint Powers Agreement (JPA), and (3) specifies that the state is not responsible for debts, liabilities or obligations of the JPA.

Difference
TBL

Assembly (no proposal).

7760**Department of General Services**

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
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7760-001-0666 Department of General Services

201	Water Conservation and Drought Response	Senate	
		\$0	
	Governor proposed a one-time increase in expenditure authority of \$5.4 million (Service Revolving Fund) to implement water efficiency and conservation measures in state-owned facilities.	Assembly	
		\$5,400	
	Senate rejected proposal.	Difference	
		\$5,400	
	Assembly adopted proposal.		

7760

Department of General Services

Issue	Description	Difference (dollars in thousands)	Conference Action
Board of Equalization Building	Governor (no proposal).	Senate --	
Senate (no proposal).		Assembly TBL	
	Assembly adopted placeholder trailer bill language that will allow the Department of General Services to utilize \$2.0 million from the Architecture Revolving Fund to begin to solicit proposals for a new Board of Equalization building.	Difference TBL	

7870

Victims Compensation and Government Claims Board

Issue

Description

Difference
(dollars in thousands)

Conference Action

7870

Victims Compensation and Government Claims Board

Trauma Recovery Centers

Senate

Governor (no proposal).

Assembly
TBL

Senate (no proposal).

Difference
TBL

Assembly adopted trailer bill language that will amend current statute so that the \$2.0 million grant program administered by the Victims Compensation and Government Claims Board shall be ongoing.

Issue	Description	Difference (dollars in thousands)	Conference Action
Exonoree Compensation	Governor (no proposal).	Senate TBL	
	Senate adopted trailer bill language that would further clarify and streamline the compensation process for individuals that have been wrongfully convicted in either a state or federal court, and clarifies compensation for wrongfully convicted individuals.	Assembly Difference TBL	
	Assembly (no proposal).		

8260 California Arts Council

Issue	Description	Difference (dollars in thousands)	Conference Action
8260-001-0001	California Arts Council		
201	Funding increase		Senate
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$10,000	
	Assembly provided a permanent \$10 million (General Fund) augmentation and 4.0 permanent positions for the California Arts Council.	Difference \$10,000	

8820**Commission on the Status of Women and Girls**

Issue	Description	Difference (dollars in thousands)	Conference Action
8820-001-0001	Commission on the Status of Women and Girls		
201	General Fund Augmentation		
	Governor (no proposal).	Senate \$	
	Senate (no proposal).	Assembly \$200	
	Assembly provided \$200,000 GF to the Commission on the Status of Women and Girls.	Difference \$200	

8885**Commission on State Mandates**

Issue	Description	Difference (dollars in thousands)	Conference Action
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8885-295-0001 Commission on State Mandates

302- 307	Election Mandates	Senate \$99,667
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Governor proposed suspending six election mandates for to total cost savings of \$99.7 million. The mandates include Absentee Ballots, Absentee Ballots-Tabulation, Modified Primary Election, Permanent Absentee Ballots, Voter Identification, and Voter Registration. The mandates have been suspended in previous years.

Assembly \$0

Difference \$99,667

Senate rejected the Governor’s proposed suspension and funded the mandates.

Assembly adopted the Governor’s January proposal.

8885**Commission on State Mandates**

Issue	Description	Difference (dollars in thousands)	Conference Action
308	Local Agency Ethics Mandate	Senate \$0	
	Governor proposed suspending the Local Agency Ethics mandate.	Assembly \$35	
	Senate adopted the Governor's proposal to suspend the Local Agency Ethics mandate and adopted language.	Difference -\$35	
	Assembly rejected the Governor's proposal to suspend the Local Agency Ethics mandate and funded the mandate.		
	TBL		

8940**California Military Department**

Issue	Description	Difference (dollars in thousands)	Conference Action
8940-001-0001	California Military Department		
210	Work for Warriors Program		Senate
	Governor (no proposal).	Assembly \$570	
	Senate (no proposal).		
	Assembly provided \$570,000 (General Fund) and 5.0 positions to support the California Military Department's Work for Warriors program	Difference \$570	

8940**California Military Department**

Issue	Description	Difference (dollars in thousands)	Conference Action
210	National Guard Youth Challenge Program	Senate \$	
	Governor (no proposal).		
	Senate (no proposal).	Assembly \$1,500	
	Assembly approved \$1.5 million (General Fund) and 10.0 positions to support the expansion of the California Military Department's Youth Challenge Program.	Difference \$1,500	

Issue	Description	Difference (dollars in thousands)	Conference Action
212	Computer Network Defense Team	Senate	
	Governor (no proposal).		
	Senate (no proposal).		
	Assembly provided one-time funding \$884,000 (General Fund), and \$774,000 ongoing and 6.0 positions to support the California Military Department's Computer Network Defense Teams.	Assembly \$884 for FY 2014-15 and \$774 on going	
		Difference \$884 for FY 2014-15 and \$774 on going	

8955**California Department of Veterans Affairs**

Issue	Description	Difference (dollars in thousands)	Conference Action
8955-101-0001	California Department of Veterans Affairs		
310	County Veterans Service Officers		Senate
	Governor (no proposal)		
	Senate (no proposal)	Assembly \$3,000	
	Assembly provided an ongoing \$3.0 million General Fund to augment the \$2.6 million GF currently provided to the 54 CVSO's.	Difference \$3,000	

Issue	Description	Difference (dollars in thousands)	Conference Action
601	West Los Angeles Veterans Home Kitchen	Senate \$	
	Governor (no proposal)		
	Senate (no proposal)	Assembly \$770 Lease- Revenue Bond Authority	
	Assembly appropriated \$770,000 in lease-revenue bond authority in order to accelerate the construction of the kitchen in the West Los Angeles Veterans Home.	Difference \$770 Lease- Revenue Bond Authority	

9210 Local Government Financing

Issue	Description	Difference (dollars in thousands)	Conference Action
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9210 Local Government Financing

002	<p>Governor proposed language that would establish the State-County Assessor’s Partnership Program, a pilot grant program designed to improve property assessment for purposes of the local property tax. The program would require a dollar for dollar match by the counties. A subsequent finance letter adjusted the metrics for measuring outcomes, expanded the uses of the funds, and made changes to the methodology for distributing funds.</p>	<p>Senate \$0 Assembly \$0 Difference \$0</p>	
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Senate approved placeholder trailer bill language along with changes that would address the county matching amount and the duration of the grants.

Assembly adopted the Governor’s trailer bill language as revised by the subsequent finance letter.

TBL

Non-98 Loan Repayments

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
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Non-98 Loan Repayments

<p>Governor proposed to pay-down various special fund loans and repay local government as part of the overall “wall-of-debt” pay down proposal.</p>	<p>Senate -\$159,000</p>
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<p>Senate rejected the repayment of the \$59 million loan from the Public Utilities Commission and \$100 million for mandate reimbursement claims owed to local governments.</p>	<p>Assembly -\$362,000</p>
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<p>Assembly rejected various special fund loans proposed for repayment totaling \$262 million and \$100 million for mandate reimbursement claims owed to local governments.</p>	<p>Difference -\$203,000</p>
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Control Section 1.50

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
Control Section 1.50 – Intent and Format			
	Technical Corrections	Senate --	
	Governor proposed amending Control Section 1.50 to address the pending implementation of the FI\$Cal accounting system.	Assembly TBL	
	Senate approved Governor’s proposal.	Difference TBL	
	Assembly approved Governor’s proposal, and adopted placeholder trailer bill that would remove references in statute that duplicate references in statute.		

Control Section 6.10

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
Control Section 6.10 – Statewide Deferred Maintenance			
610	Delete Control Section 6.10-Funding for Deferred Maintenance	Senate -\$100,000	
	Governor proposed Control Section 6.10 which gives the Department of Finance the authority to allocate \$100 million General Fund, to various departments, for deferred maintenance projects as follows:	Assembly \$0	
		Difference \$100,000	
	<ul style="list-style-type: none"> • Parks and Recreation \$40,000,000 • Corrections and Rehabilitation \$20,000,000 • Developmental Services \$10,000,000 • State Hospitals \$10,000,000 • General Services \$7,000,000 • State Special Schools \$5,000,000 • California Military Department \$3,000,000 • Forestry and Fire Protection \$3,000,000 • Food and Agriculture \$2,000,000 		

Senate rejected Governor’s proposal.

Assembly approved Governor’s proposal.

Control Section 9.45

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
Control Section 9.45 – Proposition 40-Reporting Requirements			
145	<p>Propositions 40, 50, and 84 Reporting Requirements</p> <p>Governor proposed the elimination of Control Section (CS) 9.45 which required departments to report to the Department of Finance and the Legislature if various criteria were met. These criteria include the use of Proposition 40, 50, and 84 bond funds for a project not approved in statute and total expenditures exceeding \$25 million.</p> <p>Senate rejected Governor’s proposal.</p> <p>Assembly approved Governor’s proposal.</p>	<p>Senate Control Section</p> <p>Assembly -</p> <p>Difference Control section</p>	

Control Section 11.00

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
Control Section 11.00 – EDP/Information Technology Reporting Requirements			
001	Amend Information Technology Reporting Requirements	Senate BBL	
	Governor proposed amending Control Section 11.00 so that Information Technology project reporting requirements focus on changes in scope and future project costs.	Assembly BBL	
	Senate reduced the reporting threshold to ten percent or \$2 million, whichever is less, and revised the notification process to provide the Legislature with a notification prior to the Department of Finance approval of a budget adjustment.	Difference BBL	
	Assembly approved Governor’s proposal.		