



**State Administration
and
General Government**

**2015-16
Budget Conference Committee
on AB 93**

**Senator Mark Leno, Chair
Assembly Member Shirley Weber, Vice Chair
Members: Senator Ricardo Lara, Senator Jim Nielsen
Assembly Member Richard Bloom, and Assembly Member Melissa A. Melendez**

Table of Contents

<u>Item #</u>	<u>Title</u>	<u>Page</u>
<u>State Administration and General Government</u>		
0690	Office of Emergency Services	
	Regional Railroad Accident Preparedness and Immediate Response Fund.....	1
	Youth Emergency Telephone Referral Network	2
	Anti-Human Trafficking Program	3
	Nonprofit Security Grant Program	4
0820	Department of Justice	
	Initiatives Workload.....	5
	Armed Prohibited Persons System	6
	Cardroom Licensing Workload	7
0950	State Treasurer’s Office	
	Information Technology Staff Augmentation	8
0971	California Alternative Energy and Advanced Transportation Authority	
	Position Authority for California Hub for Energy Efficiency Financing.....	9
	Delay in Loan Repayment to Renewable Resource Trust Fund.....	10
1110/1111	Department of Consumer Affairs	
	BreEZe	11

Table of Contents

<u>Item #</u>	<u>Title</u>	<u>Page</u>
<u>State Administration and General Government</u> – (continued)		
2240	Department of Housing and Community Development	
	Drought Housing Relocation Assistance	12
	Farmworker Housing	13
7730	Franchise Tax Board	
	Earned Income Tax Credit	14
7730/0845	Franchise Tax Board/Department of Insurance	
	Seismic Safety Retrofit Programs	15
7760	Department of General Services	
	High-Speed Rail Project	16
	Surplus Property Inventory	17
	Statewide Disability Access Program.....	18
8260	California Arts Council	
	Permanent Augmentation.....	19
8270	Historic State Capitol Commission	
	Support of Historic State Capitol Commission	20

Table of Contents

<u>Item #</u>	<u>Title</u>	<u>Page</u>
<u>State Administration and General Government</u> – (continued)		
8885	Commission on State Mandates Funded and Suspended Local Government Mandates – Election Mandates	21
8940	California Military Department Work for Warriors.....	22
8955	California Department of Veterans Affairs County Subvention..... Veterans Claims Backlog.....	23 24
9210	Local Government Financing District Hospitals..... Technical Correction.....	25 26
<u>Control Sections:</u>		
6.10	Statewide Deferred Maintenance Allocation of General Fund for Selected Deferred Maintenance Projects	27

0690 Office of Emergency Services

Issue	Description	Difference (dollars in thousands)	Conference Action
-------	-------------	--------------------------------------	-------------------

0690-001-3260 Office of Emergency Services

Regional Railroad Accident Preparedness and Immediate Response Fund

Governor proposed trailer bill language that would create the Regional Railroad Accident and Preparedness and Immediate Response Force in the Office of Emergency Services (OES).

Senate

Assembly

TBL

Difference

TBL

Senate rejected Governor’s proposed language.

Assembly adopted Governor’s proposed language.

0690 Office of Emergency Services

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
0690-101-0001	Office of Emergency Services		
	Youth Emergency Telephone Referral Network	Senate \$0	
	Governor had no proposal.		
	Senate had no proposal.	Assembly \$200	
	Assembly appropriated \$200,000 (General Fund) to support the Youth Emergency Telephone Referral Network, which is administered by the Office of Emergency Services.	Difference \$200	

0690**Office of Emergency Services**

Issue	Description	Difference (dollars in thousands)	Conference Action
0690-101-0214	Office of Emergency Services		
	Anti-Human Trafficking Program	Senate \$0	
	Governor had no proposal.		
	Senate had no proposal.	Assembly \$10,000 TBL	
	Assembly appropriated \$10 million (Restitution Fund) on a one-time basis in order to provide competitive grants to local programs that support anti-human trafficking efforts.	Difference \$10,000 TBL	

0690 Office of Emergency Services

Issue	Description	Difference (dollars in thousands)	Conference Action
0690-102-0001	Office of Emergency Services		
	Nonprofit Security Grant Program	Senate \$0	
	Governor had no proposal.		
	Senate had no proposal.	Assembly \$2,000	
	<p>Assembly appropriated \$2,000,000 (General Fund) to support the Nonprofit Security Grant Program. The program is designed to support nonprofit organizations that are at a high risk of a terrorist attack. Currently, the grants are capped at \$75,000 per year per organization. 30-40 organizations are currently able to receive funds from the program; however, the program is significantly oversubscribed, with up to 150 grant applicants on an annual basis.</p>	Difference \$2,000	

0820

Department of Justice

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
--------------	--------------------	--	--------------------------

0820-001-0001 Department of Justice

Initiatives Workload

Senate
\$114

Governor Augmented the Department of Justice’s budget by \$720,000 (General Fund) and four positions to implement the provisions of SB 1253 (Steinberg), Chapter 697, Statutes of 2014.

Assembly
\$720

Senate modified proposal to provide Department of Justice with \$114,000 (General Fund).

Difference
\$606

Assembly adopted Governor’s proposal.

Issue	Description	Difference (dollars in thousands)	Conference Action
0820-001-0460	Department of Justice		
	Armed Prohibited Persons System		
	Governor had no proposal.		
	Senate proposed to convert 22 limited-term positions to permanent, provided Department of Justice with up to \$250,000 (Dealers Record of Sale Account) to properly notify individuals of their status on the Armed Prohibited Persons System list, adopted trailer bill language making local law enforcement grants contingent upon local authorities certifying they are up-to-date on registration of the Automated Firearms System database.	Senate Conversion of 22 LT Positions to Permanent, TBL, and SRL	
	Assembly had no proposal.	Assembly \$0 Difference Conversion of 22 LT Positions to Permanent, TBL, and SRL	

0820-001-0001 Department of Justice

Cardroom Licensing Workload

Governor Augmented the Department of Justice's Bureau of Gambling Control (BGC) budget by \$1.559 million (Gambling Control Fund) and twelve three-year limited-term positions in fiscal year 2015-16, and, \$1.423 million (Gambling Control Fund) in fiscal year 2016-17 and 2017-18 to address the current backlog related to initial and renewal finding of license suitability background investigations for the California Cardroom and Third-Party Providers of Proposition Player Services license applicants.

Senate modified proposal to provide Department of Justice with 12.0 permanent positions and limited funding to three years.

Assembly modified Governor's proposal by limiting funding and positions to two-year limited-term basis.

Senate
12 permanent
positions and
three year
limited-term
funding

Assembly
12 two-year
limited-term
positions

Difference
Position
authority

0950-001-0001 State Treasurer's Office

Information Technology Staff Augmentation

Senate
\$0

Governor proposed increasing reimbursements from the State Treasurer's Office (STO) for purposes of improving technology services, consisting of additional staffing for data and government transparency, project management, and technical support.

Assembly
\$0
Position
Authority

Senate approved the Governor's proposal, but made five data and government transparency positions limited-term.

Difference
\$0

Assembly approved Governor's proposal but made five data and government transparency positions limited-term, and made two technical support positions limited-term.

Position
Authority

Issue	Description	Difference (dollars in thousands)	Conference Action
-------	-------------	--------------------------------------	-------------------

0971-001-0465/0528 California Alternative Energy and Advanced Transportation Authority

Position Authority for California Hub for Energy Efficiency Financing

Senate

-\$85

Positions

Governor proposed additional resources and positions (limited-term and permanent) for the California Hub for Energy Efficiency Financing (CHEEF) administered by California Alternative Energy and Advanced Transportation Financing Authority (CAEATFA).

Assembly

\$0

Difference

-\$85

Positions

Senate approved the Governor's resources for limited-term positions, rejected the two permanent positions, and approved BBL and TBL governing the use of funds CHEEF program.

Assembly approved the Governor's proposal, except for funding one of the proposed permanent positions as limited-term, along with BBL and TBL approved by the Senate.

0971

California Alternative Energy and Advanced Transportation Authority

Issue

Description

Difference
(dollars in thousands)

Conference Action

0971 California Alternative Energy and Advanced Transportation Authority

Delay in Loan Repayment to Renewable Resource Trust Fund

Senate
\$0

Governor proposed BBL delaying the repayment of a loan from the Renewable Resource Trust Fund to CAEATFA from June 30, 2016, and restructuring repayment through three payments, to be received June 30 of 2017, 2018 and 2019.

Assembly
BBL
Difference
BBL

Senate did not approve the loan delay and restructuring.

Assembly approved the Governor's proposal.

1110/1111 Department of Consumer Affairs

Issue	Description	Difference (dollars in thousands)	Conference Action
1110-405, 1111-404	Department of Consumer Affairs		
	BreEZe		
	<p>Governor proposed a spring finance letter requesting \$23.248 million (Special Funds) in fiscal year 2015-16, and \$24.433 million (Special Funds) in fiscal year 2016-17, to support the continued implementation of the BreEZe information technology project. DCA has also requested an increase of 29.8 personnel year's (PY's) for fiscal year 2015-16, and 34 PY's for fiscal year 2016-17, and ongoing.</p>	<p>Senate BBL + Limited-Term Funding for positions</p> <p>Assembly \$0</p>	
	<p>Senate modified proposal to add BBL to allocate costs associated with this project to boards and bureaus that are part of Release 1 and Release 2 and provided funding for positions on a limited-term basis, rather than ongoing.</p>	<p>Difference BBL + Limited-Term Funding for positions</p>	
	<p>Assembly adopted Governor's proposal.</p>		

Issue	Description	Difference (dollars in thousands)	Conference Action
2240-111-0001	Department of Housing and Community Development (HCD)		
	Drought Housing Relocation Assistance	Senate BBL	
	Governor proposed \$6 million and seven positions to provide grants for a housing relocation assistance program for individuals and families affected by the drought.	Assembly BBL	
	Senate approved the Governor's proposal and adopted budget bill language stating that expenditures may not be made sooner than 15 days after submitting program guidelines to the Joint Legislative Budget Committee.	Difference BBL	
	Assembly approved the Governor's proposal and adopted budget bill language that directs HCD to include an assessment of alternatives to relocation that may be available to families and on which the relocation assistance funds could otherwise be spent. This would assist households apprehensive about relocation because of their ties to the community.		

2240**Department of Housing and Community Development**

Issue	Description	Difference (dollars in thousands)	Conference Action
-------	-------------	--------------------------------------	-------------------

2240-104-0001 Department of Housing and Community Development**Farmworker Housing**Senate
\$225

Governor had no proposal.

Senate approved \$225,000 for Napa County Farmworker Housing Centers.

Assembly
\$20,000

Assembly approved \$20 million for various farmworker housing programs. This includes:

Difference
\$19,775

- \$12 million for the Joe Serna, Jr. Farmworker Housing Grants Program.
- \$3.75 million for the Office of Migrant Services.
- \$4 million for the California Self-Help Housing Program.
- \$250,000 for the Napa County Farmworker Housing Centers.

7730-001-0001 Franchise Tax Board

Earned Income Tax CreditSenate
\$0

Governor proposed an Earned Income Tax Credit (EITC) that will provide a refundable tax credit for households with incomes of up to \$6,580 (if there are no dependents) and up to \$13,870 (if there are three or more dependents). The mean credit would be approximately \$460 and result in decreased General Fund revenues of \$380 million annually. Franchise Tax Board (FTB) budget was increased by \$21.9 million for purposes of administering the credit.

Assembly
\$0
TBLDifference
\$0
TBL

Senate adopted the Governor's proposal, along with BBL requiring FTB to revert funds not necessary for EITC implementation.

Assembly adopted the Governor's proposal, along with BBL requiring FTB to revert funds not necessary for EITC implementation, and intent language regarding potential expansion of the EITC.

7730/0845 Franchise Tax Board/Department of Insurance

Issue	Description	Difference <small>(dollars in thousands)</small>	Conference Action
7730-001-0001	Franchise Tax Board / 0845-001-0001 Department of Insurance		
	Seismic Safety Retrofit Programs	Senate \$0	
	Governor had no proposal.		
	Senate had no proposal.	Assembly \$15,000 TBL	
	Assembly adopted an allocated credit for seismic retrofit programs, totaling \$15.0 million annually for five years. \$12.0 million would be attributable to the income taxes and administered by the Franchise Tax Board, with \$3.0 million administered by the Department of Insurance.	Difference \$15,000 TBL	

7760 Department of General Services

Issue	Description	Difference (dollars in thousands)	Conference Action
7760-004-0666	Department of General Services		
	High-Speed Rail Project		
	Governor proposed to provide the Department of General Services, Real Estate Division with 5.0 permanent positions and \$841,000 (Service Revolving Fund) to address workload associated with the High-Speed Rail Project.	Senate Limited-term funding	
	Senate modified proposal to provide the Department of General Services with 5.0 permanent positions to support the workload and limited funding to two years.	Assembly Permanent funding	
	Assembly approved Governor's proposal.	Difference Two year limited-term funding vs. permanent funding	

7760

Department of General Services

Issue	Description	Difference (dollars in thousands)	Conference Action
-------	-------------	--------------------------------------	-------------------

7760 Department of General Services

Surplus Property Inventory

Governor requested that agricultural district associations report their real property information to the Department of General Services.

Senate adopted proposed trailer bill language, and modified to include that a surplus property disposition plan must be submitted to the Legislature prior to the Administration moving forward with the disposition of property that has been deemed surplus by the Legislature.

Assembly adopted proposed trailer bill language, which does not address the disposition of surplus property.

Senate
Modified
TBL

Assembly
TBL

Difference
Modified
TBL

7760 Department of General Services

Issue	Description	Difference (dollars in thousands)	Conference Action
-------	-------------	--------------------------------------	-------------------

7760 Department of General Services

Statewide Disability Access Program

Senate
\$0

Governor provided the Department of General Services, Division of the State Architect, with a three-year extension of one limited-term position and \$132,000 (Disability Access and Education Revolving Fund) to meet workload requirements associated with SB 1186 (Steinberg, Chapter 383, Statutes of 2012).

Assembly
\$0
TBL

Difference
TBL

Senate approved as budgeted.

Assembly approved Governor’s proposal and adopted trailer bill language that would repeal certain reporting requirements associated with the statewide disability access program.

8260**California Arts Council**

Issue

Description

Difference
(dollars in thousands)

Conference Action

8260-001-0001 California Arts Council**Permanent Augmentation**Senate
\$5,000

Governor proposed a permanent augmentation of \$5.0 million (General Fund) in fiscal year 2015-16, and ongoing.

Assembly
\$144

Senate adopted Governor's proposal and provided the California Arts Council with an additional \$5.0 million for a permanent augmentation of \$10.0 million (General Fund) in fiscal year 2015-16, and ongoing.

Difference
\$4,856

Assembly adopted Governor's proposal for the California Arts Council with an additional \$144,000 General Fund for expert panel review of grant applications and 2.0 permanent positions.

8270**Historic State Capitol Commission**

Issue	Description	Difference (dollars in thousands)	Conference Action
8270-001-8095	Historic State Capitol Commission		
	Support of Historic State Capitol Commission	Senate \$0	
	Governor had no proposal.	BBL	
	Senate adopted BBL establishing the Historic State Capitol Fund for support of the Historic State Capitol Commission.	Assembly \$0	
	Assembly had no proposal	Difference \$0 BBL	

8885**Commission on State Mandates**

Issue	Description	Difference (dollars in thousands)	Conference Action
8885-001-0001	Commission on State Mandates		
	Funded and Suspended Local Government Mandates—Election Mandates	Senate \$76,000	
	Governor proposed suspending eight election mandates in the budget, for a General Fund savings of \$76.0 million.	Assembly \$0	
	Senate funded the election mandates.	Difference \$76,000	
	Assembly adopted the Governor’s proposal.		

8940	California Military Department	Difference (dollars in thousands)	Conference Action
Issue	Description		

8940 California Military Department

Work for Warriors Senate
\$670

Governor had no proposal.

Senate increased the Military Department reimbursement authority by \$670,000 in order to utilize available Workforce Opportunity Investment Act discretionary funds to support the Work for Warriors program. Assembly
\$700

Assembly increased the Military Department reimbursement authority by \$700,000 in order to utilize available Workforce Opportunity Investment Act discretionary funds to support the Work for Warriors program. Difference
\$30

8955**Department of Veterans Affairs**

Issue	Description	Difference (dollars in thousands)	Conference Action
8955-101-0001	California Department of Veterans Affairs		
	County Subvention	Senate \$0	
	Governor had no proposal.		
	Senate had 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 County Veterans Service Officer's.	Difference \$3,000	

8955

Department of Veterans Affairs

Issue	Description	Difference (dollars in thousands)	Conference Action
8955-001-0001	California Department of Veterans Affairs		
	Veterans Claims Backlog	Senate \$0	
	Governor had no proposal.		
	Senate had no proposal.		
	Assembly converted funding, which was set to expire on June 30, 2016, to ongoing. The Budget Act of 2013 appropriated \$3.0 (General Fund) to the California Department of Veterans Affairs in order to support federal efforts to reduce the claims backlog within the state.	Assembly Converted limited-term positions to permanent Difference Position authority	

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

9210 Local Government Financing

District Hospitals	Senate \$0
Governor had no proposal.	
Senate had no proposal.	Assembly \$0 TBL
Assembly adopted placeholder trailer bill language that would clarify the identification requirements of individuals employed by district hospitals that perform services specifically for the emergency department of a district hospital.	Difference TBL

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

9210 Local Government Financing

Technical Correction

Senate

Governor had no proposal.

Assembly
TBL

Senate had no proposal.

Difference
TBL

Assembly made a technical correction to clarify the intent to delete a requirement that Orange County have two auditor positions, which was adopted as part of the Budget Act of 2014.

C.S. 6.10 Deferred Maintenance

Issue	Description	Difference (dollars in thousands)	Conference Action
-------	-------------	--------------------------------------	-------------------

C.S. 6.10 Deferred Maintenance

Allocation of General Fund for Selected Deferred Maintenance Projects

Senate
-\$3,000
BBL

Governor proposed \$125 million across a range of state programs and departments, including \$25 million each to University of California and CSU, \$20 million to Dept. of Parks and Recreation and \$15 million to Dept. of Corrections and Rehabilitation. Particular projects would be identified and notification given to the Joint Legislative Budget Committee (JLBC). The amount was reduced to \$123.0 million through a technical adjustment.

Assembly
\$0
Difference
-\$3,000
BBL

Senate approved additional BBL requiring projects be specified in SRL, with JLBC to be notified of any proposed deviation from the project list. Reduced Governor’s proposed amount by \$3.0 million for state special schools, which will be paid out of Proposition 98 funding, and incorporated technical correction.

Assembly approved Governor’s request and incorporated technical correction.