



CONFERENCE COMMITTEE ON THE BUDGET

Addendum

Table of Contents

<u>Item #</u>	<u>Title</u>	<u>Page</u>
0000	2017-18 Taxes and Revenues	
Issue 1	State Revenues and Local Property Taxes	3
0000	Proposition 2 and Budget Borrowing	
Issue 2	Allocation of Available Debt Payment Resources.....	4
3540	Department of Forestry and Fire Protection	
Issue 3	SB 661 – Clean-up Trailer Bill Language	5
3790	Department of Parks and Recreation	
Issue 4	Micke Grove Zoo.....	6
3860	Department of Water Resources	
Issue 5	Flood Control Infrastructure Repairs and Reimbursements	7
4260	Department of Health Care Services	
Issue 6	Nursing Home Staffing Ratio	8
4260/5180	Department of Health Care Services/Department of Social Services	
Issue 7	Various Technical Changes	9
5225	Department of Corrections and Rehabilitation	
Issue 8	Mental Health Crisis Beds	11
Issue 9	California State Prison - Los Angeles County - Fencing.....	12
6100	Department of Education	
Issue 10	Education Commission for the States	13

Addendum

Table of Contents

6610	California State University	
Issue 11	California State University San Bernardino – Palm Desert Extension.....	14
0000	New Employee Orientation	
Issue 12	New Employee Orientation.....	15
8120	Commission on Peace Officer Training and Standards	
Issue 13	Motor Vehicle Account: Driving Simulator Replacement	16
8955	Department of Veterans Affairs	
Issue 14	Monterey Veterans Cemetery	17

0000 2017-18 Taxes and Revenues

Issue	Description
--------------	--------------------

Revenue Estimates and Assumptions

Issue 1: State Revenues and Local Property Taxes

Governor provided estimates for all state revenues and local property taxes and revised these estimate in the May Revision, with state revenues and transfers totaling \$125.9 billion.

Senate adopted estimates for state revenues and local property taxes estimated by the Legislative Analyst’s Office, with state revenues and transfers totaling \$125.8 billion.

Assembly adopted the Governor’s May Revision estimates for state taxes and local property taxes.

Conference issue is revenue assumptions for state and local revenues.

0000 Proposition 2 and Budgetary Resources - Addendum

Issue	Description
-------	-------------

Debt Payments and Budget Resources

Issue 2: Debt Payment and Budgetary Resources

Governor did not include repayment of loans associated with weight fees under Proposition 2, or incorporate budgetary borrowing.

Senate did not include repayment of loans associated with weight fees under Proposition 2, or incorporate budgetary borrowing.

Assembly included repayment of loans associated with weight fees under Proposition 2, and incorporated budgetary borrowing.

Conference issue is allocation of available Proposition 2 debt repayment and budgetary resources.

3540 Department of Forestry and Fire Protection - Addendum

Issue	Description
-------	-------------

SB 661 - Excavations

Issue 3: SB 661 – Clean-up Trailer Bill Language

Conference issue is clean-up trailer bill language to implement the intent and requirements of the Dig Safe Act of 2016.

3790 Department of Parks and Recreation - Addendum

Issue	Description
--------------	--------------------

Micke Grove Zoo

Issue 4: Micke Grove Zoo

Conference issue is reappropriation of \$500,000 for deferred maintenance, capital outlay, and new exhibits projects for the Micke Grove Zoo.

3860 Department of Water Resources – Addendum

Issue	Description
-------	-------------

Public Safety and Prevention of Damage

Issue 5: Flood Control Infrastructure Repairs and Reimbursements

Governor had no proposal.

Senate heard discussion on appropriation request in subcommittee and held item open.

Assembly heard presentation regarding appropriation request.

Conference issue is an on-going \$100 million appropriation for critical and serious infrastructure repairs and reimbursements for flood control infrastructure consistent with the Central Valley Flood Protection Plan (CVFPP).

4260 Department of Health Care Services - Addendum

Issue	Description
-------	-------------

Nursing Home Staffing Ratio

Issue 6: Nursing Home Staffing Ratio

Governor had no proposal.

Senate had no proposal.

Assembly had no proposal.

Conference issue is \$10 million General Fund ongoing to fund Medi-Cal local assistance payments to skilled nursing facilities to support a phased increase in the minimum direct care nursing hours per patient day (nhppd).

Issue**Description****Health and Human Services****Issue 7: Various Items – Technical Changes**

The following Actions/Compromises are proposed for non-conference issues:

Department of Social Services

- Issue 1: In-Home Supportive Services Overtime Exemptions
Conference Compromise: Approve placeholder trailer bill language for a total of approximately \$3.1 million General Fund in 2017-18, \$2.7 million General Fund in 2018-19, \$2.8 million General Fund in 2019-20, and \$2.9 million General Fund In 2020-21 and ongoing that 1) codifies existing exemptions for live-in family care providers and extraordinary circumstances; 2) provides notices and review for IHSS consumers where a denial of a provider exemption would result in a loss of services; 3) adds a one-time notice mailing and exemption request form to providers who may be eligible for exemptions; and 4) adds an annual reassessment evaluation for potential eligibility for exemptions.
- Issue 2: CalWORKs Outcomes and Accountability Review System (Cal-OAR)
Conference Compromise: Approve resources to support the Cal-OAR process pursuant to adopted placeholder trailer bill language in both houses - \$600,000 in 2017-18, \$1.7 million in 2018-19, and \$2.4 million in 2019-10 and on-going (all General Fund).
- Issue 3: Online Client Assessment Tool (OCAT) Automation Integration
Conference Compromise: Approve \$3.7 million in 2017-18, \$8.3 million in 2018-19, and \$3.8 million in 2019-20 and on-going (all General Fund) to enable the OCAT automation integration into the Statewide Automated Welfare System, with placeholder trailer bill language.

Issue	Description
--------------	--------------------

Issue 7 - Continued

Department of Health Care Services

Issue 4: California Childrens' Services Medical Necessity Trailer Bill Costs
Conference Compromise: Approve \$1.6 million General Fund costs to reflect the Legislature's rejection of the Administration's proposed trailer bill to clarify determinations of medically necessary services in educational settings.

Department of Developmental Services

Issue 5: Regional Centers Purchase-of-Services
Conference Compromise: Within the regional center budget, reduce TANF reimbursement funding by \$17.5 million and increase General Fund by the same amount. This conforms to action taken in the Department of Social Services budget.

5225 Department of Corrections and Rehabilitation (CDCR)

Issue	Description
-------	-------------

Mental Health Treatment Capacity

Issue 8: Mental Health Crisis Beds

Governor proposed funding to construct a licensed 50-bed mental health crisis facility at California Institution for Men (CIM), located in Chino. The building will be designed to allow for operation at the intermediate care facility (ICF) level-of-care if treatment acuity needs fluctuate. This proposal requests \$3.7 million in funding for the preliminary plan phase of this project. The total estimated project cost is \$55,308,000.

Senate rejected the Governor's Proposal.

Assembly rejected the Governor's proposal.

5225 Department of Corrections and Rehabilitation (CDCR)

Issue	Description
-------	-------------

Minor Capital Outlay

Issue 9: California State Prison, Los Angeles County - Fencing

Governor proposed funding to extend the height of the level I minimum support facility (MSF) perimeter fence at the California State Prison, Los Angeles County (LAC). This project will raise the height of the looped razor wire topping the fence an additional two feet, mitigating the existing safety and security concerns associated with the current fence design. The total estimated cost of this project is \$299,000 and would allow for the fence to be extended an additional two feet, and would ensure that the razor wire does not dip below eight feet off the ground.

Senate rejected the Governor's Proposal.

Assembly rejected the Governor's proposal.

6100 Department of Education - Addendum

Issue	Description
-------	-------------

Education Commission for the States
--

Issue 10: Education Commission for the States

Conference issue is \$160,000 in General Fund for California’s annual dues for the Education Commission of the States. The Commission is a non-partisan organization that provides education-related research, data reporting, technical support, and opportunities for education policymakers from across the nation to convene and discuss issues.

Issue	Description
--------------	--------------------

California State University San Bernardino- Palm Desert Extension

Issue 11: CSUSB Palm Desert Extension

Governor did not include a proposal.

Senate did not include a proposal.

Assembly included \$3 million one-time General Fund to the Palm Desert off-campus center of CSUSB. This funding would supplement existing support and resources provided to the center by the main campus to recruit students, and expand faculty resources to meet regional needs of the Coachella Valley.

Conference issue is funding for CSUSB Palm Desert.

0000 Orientation - Addendum

Issue	Description
-------	-------------

New Employee Orientation

Issue 12: New Employee Orientation

Governor proposed trailer bill language to require public employers to provide exclusive representatives of public employees access to its new employee orientation, and the manner of the access is to be negotiated. Additionally, trailer bill language also specifies an arbitration process for disputes between the public employer and the exclusive representative, among other provisions.

Senate did not include trailer bill language regarding this issue.

Assembly did not include trailer bill language regarding this issue.

Conference issue is the trailer bill language that the Administration proposed.

8120 Commission on Peace Officer Training and Standards (POST)

Issue	Description
-------	-------------

Driving Simulators

Issue 13: Motor Vehicle Account: Driving Simulator Replacement

Governor proposed limited-term funding of \$1.9 million Motor Vehicle Account in 2017-18 and 2018-19 to replace 16 driving simulators (eight annually) and continue to maintain the remaining simulators that are out of warranty.

Senate rejected the Governor's Proposal.

Assembly rejected the Governor's proposal.

8955 Department of Veterans Affairs - Addendum

Issue	Description
-------	-------------

Veterans Claims and Rights

Issue 14: California Central Coast Veterans Cemetery

Conference issue is funding for an expansion project at the California Central Coast Veterans Cemetery. The proposal includes \$1.14 million General Fund for construction.