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Honorable Denise Moreno Ducheny, Chair
Senate Budget and Fiscal Review Committee

Attention: Mr. Danny Alvarez, Staff Director (2)

Honorable Noreen Evans, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

Amendment to Budget Bill Items 3910-001-0387, 3910-001-0890 and Reimbursements, Support, Integrated Waste Management Board

It is requested that Item 3910-001-0890 be increased by \$126,000 to provide federal grant funding awarded to the Integrated Waste Management Board (Waste Board) for the Education and the Environment Initiative (EEI) and the National Environmental Information Exchange Network (NEIEN). It is also requested that Reimbursements be increased by \$250,000 to provide reimbursement authority for additional EEI funding. It is requested that 3910-001-0387 be amended to reflect these changes.

Education and the Environment Initiative

The United State Environmental Protection Agency (US EPA) has awarded a \$26,000 grant to the Waste Board for the EEI. The purpose of the US EPA grant is to fund the development of Waste Board's plan to disseminate the EEI curriculum and train teachers in its use. The Waste Board plans to begin dissemination and training in the summer of 2010.

The State Water Resources Control Board (Water Board) has agreed to provide \$250,000 from the State Water Pollution Cleanup and Abatement Account (CAA) to the Waste Board for EEI development. The CAA provides funds for water quality improvement projects undertaken by the Water Board for the purpose of abating the effects of waste on the water of the state. These resources will be used to fund graphic design and printing of a sample curriculum to circulate for review and subsequently be used for writing and editing of the final curriculum.

Chapter 655, Statutes of 2003 (AB 1548) directed the Office of Education and Environment within the Waste Board to develop an environmental education model curriculum, obtain approval of the curriculum from the State Board of Education, and make it available to California's K-12 public schools. The EEI team has completed the curriculum's environmental principles and concepts and is conducting field tests of draft documents.

National Environmental Information Exchange Network

In September 2008, the Waste Board was awarded a \$250,000 Unified Program Data System Enhancement Grant to further California's participation in the NEIEN. Increased authority of \$150,000 was provided during 2008-09 through a Section 28.00 request. The remaining \$100,000 will be used in 2009-10 to enhance California's participation in the exchange of its environmental data through the NEIEN.

The federal NEIEN grant program provides funds to state organizations to improve web-based access to environmental information. The program is based on a national model developed by a multi-state partnership of the Environmental Council of the States (ECOS), an association of more than 55 member states and territories and US EPA. The ECOS and US EPA's Office of Environmental Information designed and published the Blueprint for a NEIEN and California is implementing this national network model.

The effect of my requested action is reflected on the attachment.

If you have any questions or need additional information regarding this matter, please call Ken DaRosa, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL C. GENEST
Director
By:

/s/ Ana J. Matosantos

ANA J. MATOSANTOS
Chief Deputy Director

Attachment

cc: Honorable Christine Kehoe, Chair, Senate Appropriations Committee
Attention: Mr. Bob Franzoia, Staff Director
Honorable Bob Dutton, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Kevin de Leon, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Roger Niello, Vice Chair, Assembly Budget Committee
Attention: Mr. Peter Schaafsma, Staff Director
Honorable Joe Simitian, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Ira Ruskin, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Mr. Ivan Altamura, Chief of Staff, Assembly Republican Leader's Office
Mr. Mark Leary, Executive Director, Integrated Waste Management Board
Mr. Tom Estes, Admin Deputy Director, Integrated Waste Management Board
Ms. Suzanne Blihovde, Budget Officer, Integrated Waste Management Board



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Honorable Noreen Evans, Chair
Assembly Budget Committee

Attention: Mr. Christian Griffith, Chief Consultant (2)

**Amendment to and Addition of Various Budget Bill Items, Support and Local Assistance,
State Water Resources Control Board**

Underground Storage Tank Programs

It is requested that Item 3940-011-0439 be added to transfer \$10.0 million from the Underground Storage Tank Cleanup Fund (USTCF) to the School District Account, Underground Storage Tank Cleanup Fund (SDA-UST). Additionally, it is requested that Item 3940-101-3134 be added in the amount of \$10.0 million and Item 3940-101-0001 be amended to reflect this change. These changes will provide funding to reimburse Priority Class D school district sites for corrective action costs associated with the cleanup of petroleum contamination caused by leaking underground storage tanks.

It is requested that Item 3940-012-0439 be added to transfer \$20.0 million from the USTCF to the Underground Storage Tank Petroleum Contamination Orphan Site Cleanup Fund (UST-OSCF). It is also requested that Item 3940-101-3145 be added in the amount of \$20.0 million and Item 3940-101-0001 be amended to reflect this change. These changes will provide resources to remediate petroleum contamination at brownfield sites where no responsible party has been identified to pay for remediation activities.

It is requested that Item 3940-001-0439 be decreased by \$30.0 million to reflect the transfer of \$20.0 million to the UST-OSCF and the transfer of \$10.0 million to the UST-SDA. The proposed transfers and appropriation adjustments are consistent with the provisions of Chapter 616, Statutes of 2008 (SB 1121) for the UST-OSCF and Chapter 644, Statutes of 2008 (AB 2729) regarding the UST-SDA.

Budget Bill language to facilitate the transfers and necessary language amendments are included in (see Attachment A).

Reversion of Proposition 40 and Proposition 50 Funds

It is requested that Item 3940-496 be added to revert \$645,515 California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund (Proposition 40) and revert \$26,474,339 Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002 (Proposition 50) that was previously appropriated for various projects. This action is necessary to recapture the unused balance of funds from completed projects or projects selected for funding that did not proceed. (See Attachment B.)

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Landfills Program Revenue Realignment

It is requested that Item 3940-001-0387 be decreased by \$1,257,000 to align expenditures with anticipated revenue from the Integrated Waste Management Account (IWMA) and that Item 3940-001-0439 be amended to reflect this change. This adjustment will result in the elimination of 9.0 positions (8.5 personnel years). Chapter 656, Statutes of 1993 (AB 1220) provides for a single state fee to fund the State Water Resources Control Board's (Water Board's) Landfills Program. The Water Board receives a designated portion of the tipping fee revenue in lieu of the annual waste discharge requirement fees. However, revenues to the IWMA are declining and this adjustment is necessary to maintain fund solvency.

The effect of my requested action is reflected on the attachments.

If you have any questions or need additional information regarding this matter, please call Ken DaRosa, Principal Program Budget Analyst, at (916) 324-0043.

MICHAEL C. GENEST
Director
By:

/s/ Ana J. Matosantos

ANA J. MATOSANTOS
Chief Deputy Director

Attachment

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Mr. Craig Cornett, Senate President pro Tempore's Office
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Mr. Ivan Altamura, Chief of Staff, Assembly Republican Leader's Office
Mr. Tom Howard, Chief Deputy Director, Water Resources Control Board
Mr. Esteban Almanza, Deputy Director of Administration, Water Resources Control Board
Mr. Bill Damian, Budget Officer, Water Resources Control Board

Attachment A

Add:

- 3940-011-0439 – For transfer by the Controller from the Underground Storage Tank Cleanup Fund to the School District Account, Underground Storage Tank Cleanup Fund (10,000,000)
- 3940-012-0439 – For transfer by the Controller from the Underground Storage Tank Cleanup Fund to the Underground Storage Tank Petroleum Contamination Orphan Site Cleanup Fund..... (20,000,000)
- 3940-101-3134 – For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the School District Account, Underground Storage Tank Cleanup Fund 10,000,000
- 3940-101-3145– For local assistance, State Water Resources Control Board, for payment to Item 3940-101-0001, payable from the Underground Storage Tank Petroleum Contamination Orphan Site Cleanup Fund..... 20,000,000

Attachment B

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3940-496—Reversion, State Water Resources Control Board. As of June 30, 2009, the unencumbered balance of appropriations provided in the following citations shall revert to the balance of the fund from which the appropriations were made:

6029—California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund

(1) \$646,000 or the unencumbered balance of funds appropriated by Chapter 727 of Statutes of 2002, as reappropriated by Item 3940-490, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) corresponding to the following allocation:

(1) Clean Beaches Program.....	\$78,000
(2) Small Community Wastewater Grant Program.....	\$14,000
(3) Urban Storm Water Grant Program.....	\$64,000
(4) Nonpoint Source Pollution Control Program.....	\$12,000
(5) Agricultural Water Quality Grant Program.....	\$8,000
(6) Small Community Groundwater Grant Program.....	\$186,000
(7) Integrated Watershed Management Plans: General.....	\$134,000
(8) Integrated Watershed Management Plans: Groundwater....	\$150,000

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002

(1) \$25,538,000 or the unencumbered balance of funds from Item 3940-101-6031, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3940-491, Budget Act of 2004 (Ch. 2008, Stats. 2004) from bond allocation:

(1) 79540(a)-Clean Water and Water Quality.....	\$1,144,000
(1) 79543(1)-Santa Monica Bay Restoration.....	\$200,000
(2) 79550(g)-Urban and Agriculture Water Conservation, Recycling, and Other Water Use Efficiency.....	\$298,000
(3) 79564.1(a)(1)-Integrated Regional Water Management Southern California.....	\$12,102,000
(4) 79564.1(a)(2)-Integrated Regional Water Management Northern California.....	\$11,794,000

(2) \$78,000 or the unencumbered balance of funds from Item 3940-001-6031, Budget Act of 2006 (Chs. 47 and 48, Stats. 2006) corresponding to the following allocation:

(1) 79543-Coastal Water Quality.....	\$51,000
(2) 79564.1(a)(1)-Integrated Regional Water Management Southern California.....	\$5,000
(3) 79564.1(a)(2)-Integrated Regional Water Management Northern California.....	\$5,000
(4) 79550(g)-Urban and Agriculture Water Conservation, Recycling, and Other Water Use Efficiency.....	\$17,000

(3) \$858,000 or the unencumbered balance of funds from Item 3940-001-6031, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007) corresponding to the following allocation:

(1) 79543-Coastal Water Quality.....	\$40,000
(2) 79543(1)-Santa Monica Bay Restoration.....	\$588,000
(3) 79564.1(a)(1)-Integrated Regional Water Management Southern California.....	\$86,000

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(4) 79564.1(a)(2)-Integrated Regional Water Management Northern California.....	\$86,000
(5) 79550(g)-Urban and Agriculture Water Conservation, Recycling, and Other Water Use Efficiency.....	\$58,000