DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Addition of Budget Bill Items 3125-301-6051 and 3125-496, Capital Outlay, California Tahoe Conservancy

Environmental Improvement Plan Funding—Proposition 84

It is requested that Item 3125-301-6051 in the amount of $4.0 million and Item 3125-496 be added to appropriate Proposition 84 funds to the California Tahoe Conservancy (Conservancy) to fund land acquisitions and site improvements for the Lake Tahoe Environmental Improvement Program (See Attachment A). The Conservancy expects to encumber approximately $4 million for this program during the budget year for acquisitions and site improvements in the Lake Tahoe Basin. The Conservancy's current appropriation for this purpose has an unencumbered balance of approximately $6 million and expires on June 30, 2013. This proposal will revert the remaining balance to provide the necessary funds for a new appropriation.

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 Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

APR 1 2013

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Patrick Prior, Administrative Office, California Tahoe Conservancy
Mr. David Gregorich, Budget Officer, California Tahoe Conservancy

APR 1 2013

(Attachment A)

New Item

3125-301-6051 – For capital outlay, California Tahoe Conservancy, payable from the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006.....$4,000,000

Schedule:

(1) 50.30.009—Land acquisition and site improvements for the implementation of the Environmental Improvement Program for the Lake Tahoe Basin, pursuant to Title 7.42 (commencing with Section 66905) of the Government Code.....$4,000,000

Provisions:

1. The acquisition of real property or an interest in real property with funds appropriated in this item is not subject to the Property Acquisition Law when the value is $550,000 or less and therefore is not subject to approval by the State Public Works Board.

2. The amount appropriated in this item is available for expenditure for capital outlay or for local assistance until June 30, 2016. Expenditures of funds for grants to public agencies and grants to nonprofit organizations, as authorized by subdivision (a) of Section 66907.7 of the Government Code, are exempt from State Public Works Board review.

New Item

3125-496—Reversion, California Tahoe Conservancy. As of June 30, 2013, the unencumbered balance for the appropriation provided in the following citation shall revert to the fund balance from which the appropriation was made:

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3125-301-6051, Budget Act of 2007 (Chs. 171 and 172, Stats. 2007), as reappropriated by Item 3125-491, Budget Act of 2010 (Ch. 712, Stats. 2010)

(1) 50.30.009—Land acquisition and site improvements for the implementation of the Environmental Improvement Program for the Lake Tahoe Basin, pursuant to Title 7.42 (commencing with Section 66905) of the Government Code

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Amendment to Budget Bill Items 3340-001-0001 and 3340-001-0318, Support, California Conservation Corps

Increase of Reimbursement Authority

It is requested that Item 3340-001-0318 be increased by $163,000 and that Item 3340-001-0001 be amended to reflect this change.

This proposal will enable the California Conservation Corps (Corps) to perform a number of property maintenance activities for the California Department of Transportation, such as trash and weed removal, graffiti abatement, and erosion control. Reimbursement for these activities will be deposited into the Collins-Dugan Reimbursement Account to support the Corps' Training and Work Program that provides young adults with jobs, education, and life skills by serving the state through resources conservation activities.

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 Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. David Muraki, Director, California Conservation Corps
Ms. Maria Berumen, Chief of Administration, California Conservation Corps
Mr. Brian Marshall-Winks, Budget Officer, California Conservation Corps

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Addition of Budget Bill Item 3340-491, Capital Outlay, California Conservation Corps

It is requested that Item 3340-491 be added to reappropriate the following project phases (See Attachment A) :

(1) 20.10.150—Delta Service District Center: Acquisition, preliminary plans, working drawings, and construction.

(2) 20.10.180—Delta Service District Center: Construction.

The working drawings are nearly complete but have taken longer than previously estimated and are not expected to be finished until August 2013. Therefore, the reappropriation will allow the project to start construction in 2013-14 as currently scheduled.

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 Brian Dewey, Principal Program Budget Analyst, at (916) 445-9694.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

APR 1 2013

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. David Muraki, Director, California Conservation Corps
Mr. Brian Marshall Winks, Budget Officer, California Conservation Corps

APR 1 2013

Attachment A

3340-491—Reappropriation, California Conservation Corps. The balances of the appropriations provided for in the following citations are reappropriated for the purposes and subject to the limitations, unless otherwise specified, provided for in the appropriations:

0660—Public Buildings Construction Fund

Item 3340-301-0660, Budget Act of 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3340-490, Budget Act of 2006 (Ch. 47, Stats. 2006), Item 3340-491, Budget Act of 2008 (Ch. 268, Stats. 2008), Item 3340-492, Budget Act of 2010 (Ch. 712, Stats. 2010), Item 3340-492, Budget Act of 2011 (Ch. 33, Stats. 2011), and Item 3340-492, Budget Act of 2012 (Chs. 21, Stats. 2012).

(1) 20.10.150—Delta Service District Center: Acquisition, preliminary plans, working drawings, and construction.

Item 3340-301-0660, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3340-492, Budget Act of 2010 (Ch. 712, Stats. 2010), Item 3340-492, Budget Act of 2011 (Ch. 33, Stats. 2011), and Item 3340-492, Budget Act of 2012 (Chs. 21, Stats. 2012).

(1) 20.10.15—Delta Service District Center: Construction.

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Addition of Budget Bill Item 3360-001-0853, Support, Energy Resources Conservation and Development Commission

Appliance Efficiency Database Modernization

It is requested that Item 3360-001-0853 be added in the amount of $2,400,000 to provide funding to modernize the Appliance Efficiency Database (Database).

The Energy Resources Conservation and Development Commission (Commission) appliance efficiency standards specify how manufacturers of energy or water using appliances report appliance performance to the Commission before the appliances are sold in California.

All performance information reported is stored and available to the public through the Database. The Database system contains data for 24 types of appliances (e.g., pool heaters, air conditioners, emergency lighting, etc.). The system was designed in 1999 and no longer has sufficient database capacity.

This proposal will replace the current system with an automated system to allow manufacturers to electronically complete and submit necessary applications and appliance data. The Commission has completed the required Feasibility Study Report.

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 Jesse McGuinn, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

APR 1 2013

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Pat Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Sherri Guzman, Budget Officer, Energy Resource Conservation and Development Commission

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Amendment to Budget Bill Item 3480-001-3046, Addition of Items 3480-001-6051 and 3480-495, Support, Addition of Item 3480-101-6051, Local Assistance, Department of Conservation

Strategic Growth Council—Continuation of Grant Program

It is requested that the following items be added to support the continuation and completion of projects funded by Proposition 84 for the Sustainable Communities Planning Grant and Incentive Program (SCPGIP), which is administered by the Department of Conservation on behalf of the Strategic Growth Council:

1. Item 3480-495: $14,782,000. This item will provide a one-time reversion of unencumbered Proposition 84 funds related to SCPGIP. (See Attachment 1)

2. Item 3480-001-6051: $848,000, and amend Item 3480-001-3046 to reflect addition of this new payable. This item will provide funds to support the competitive grants program identified in Item 3. (See Attachment 2)

3. Item 3480-101-6051: $17,191,000. This item will fund the third of three rounds of grants for SCPGIP, and adds provisional language to allow for encumbrance until June 30, 2016. (See Attachment 2)

These actions will allow for the release of unspent expenditure authority and will provide new appropriations that will consolidate bond funds from numerous enactment years for implementation and support of the efforts of the Strategic Growth Council.

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 Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Pat Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Bryan Cash, Deputy Assistant Secretary, Natural Resources Agency
Mr. Clayton Haas, Assistant Director for Administration, Department of Conservation
Ms. Marni Weber, Assistant Director, Legislation, Department of Conservation
Mr. Ken Lehn, Budget Officer, Department of Conservation

APR 1 2013

Attachment 1

Proposed Budget Bill Language

Add New Item:

3480-495 – Reversion, Department of Conservation. As of June 30, 2013, the balances specified below, of the appropriations provided in the following citations shall revert to the balances in the fund from which the appropriations were made:

6051 – Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3480-001-6051, Budget Act of 2010 (Ch 712, Stats. 2010).....368,000

(2) Item 3480-001-6051, Budget Act of 2011 (Ch 33, Stats. 2011..... 480,000

(3) Item 3480-101-6051, Budget Act of 2010 (Ch 712, Stats. 2010).....13,934,000

APR 1 2013

Attachment 2

Add New Items:

3480-001-6051– For support for Department of Conservation, for payment to Item 3480-001-3046, payable from the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006.....$848,000

3480-101-6051– For local assistance, Department of Conservation, Program 30 – Land Resource Protection, payable from the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006.....$17,191,000

Provisions:

1. The funds appropriated in this item shall be available for encumbrance or expenditure until June 30, 2016.

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Amendment to and Addition of Various Budget Bill Items, Support, Department of Fish and Wildlife

Conservation and Mitigation Banking

It is requested that Item 3600-001-0200 be increased by $1,263,000 and 9.0 positions to fund the first phase of the Conservation and Mitigation Banking Program which was established through Chapter 565, Statutes of 2012. This increase will allow for a specified process and timeline for the Department of Fish and Wildlife's (DFW) review of bank-related documents for 32 conservation banks and 25 wetland mitigation banks. Additional funding and positions will be provided in the subsequent two fiscal years, contingent on the receipt of projected revenues, with total funding of $3,068,000 and 23.0 positions in place by June 30, 2016. This request will also establish a dedicated account within the Fish and Game Preservation Fund.

Scientific Collecting Permit Program

It is requested that Item 3600-001-0200 be increased by $517,000 and 5.0 positions to fund the implementation and administration of the Scientific Collecting Permits Program enacted by Chapter 559, Statutes of 2012. Specifically, this request will provide the DFW with dedicated staff to receive and review scientific permit applications, issue permits, and manage the required submission of results. The funding will support a program that will address current challenges in permitting decisions, approval times, and permitting management procedures.

Agriculture and Grazing Leases

It is requested that Item 3600-001-0447 be added in the amount of $2.5 million to provide DFW resources, generated from agriculture and grazing leases on department lands, for management and oversight of state-owned land. This proposal includes trailer bill language to clarify that revenue generated from leases is authorized to be used to improve and maintain the intrinsic and ecological values of wildlife areas, ecological reserves, and other DFW managed lands.

Bond Fund Reversions and New Appropriations

It is requested that Item 3600-495 be added to revert $53,198,000 from previous Proposition 13, 50, and 84 appropriations in order to make the funds available for new appropriations. The

items scheduled for reversion have previously been reappropriated multiple times. It is also requested that Item 3600-001-6051 be increased by $20,077,000 and Items 3600-001-6027 and 3600-001-6031 be added in the amounts of $545,000 and $7,216,000, respectively, to provide continued funding for the following projects: 1) Bay Delta—Integrating Agricultural Activities with Ecosystem Restoration, 2) Bay Delta—Ecosystem Restoration Program, 3) Bay Delta—Natural Community Conservation Plans, 4) Coastal Salmon and Steelhead Fishery projects, and 5) Interim Water Supply and Quality projects (see Attachment 1). The new appropriations will minimize the need for future reappropriations and will align the availability of funds with the cash requirements of the various projects. Item 3600-001-0200 will be amended to reflect these changes. It is also requested that Provision 1 of Item 3600-001-6051 be amended to extend the availability of the appropriation to June 30, 2016 to be consistent with other bond appropriations (see Attachment 2).

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 Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Pat Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Bryan Cash, Deputy Assistant Secretary, Natural Resources Agency
Ms. Helen Carriker, Deputy Director, Administration Division, Department of Fish and Wildlife
Mr. Gabe Tiffany, Assistant Deputy Director, Administration Division, Department of Fish and Wildlife
Ms. Valinda Roberts, Budget Officer, Department of Fish and Wildlife

APR 1 2013

Attachment 1

Proposed Budget Bill Language

Add New Item:

3600-001-0447—For Support, Department of Fish and Wildlife, Program 30, payable from the Wildlife Restoration Fund.....$2,500,000

3600-001-6027—For support, Department of Fish and Wildlife, for payment to Item 3600-001-0200, payable from the Interim Water Supply and Water Quality Infrastructure and Management Subaccount.....$545,000

Provisions:

1. The amount appropriated in this item shall be available for encumbrance until June 30, 2016.

3600-001-6031—For support, Department of Fish and Wildlife, for payment to Item 3600-001-0200, payable from the Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002 .....$7,216,000

Provisions:

1. The amount appropriated in this item shall be available for encumbrance until June 30, 2016.

3600-495—Reversion, Department of Fish and Wildlife. As of June 30, 2013, the unencumbered balances of the appropriations provided in the following citations shall revert to the balances of the funds from which the appropriations were made.

6027—Interim Water Supply and Water Quality Infrastructure and Management Subaccount

(1) Item 3600-001-6027, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(2) Item 3600-001-6027, Budget Act of 2009 (Ch. 1, Stats. 2009, Third Extraordinary Session), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

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

(1) Item 3600-001-6031, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3600-490, Budget Act of 2007 (Ch. 171, Stats. 2007), and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(2) Item 3600-001-6031, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3600-490, Budget Act of 2005 (Ch. 38, Stats. 2005), and Item 3600-490, Budget Act of 2007 (Ch. 171, Stats. 2007) and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010).

(3) Item 3600-001-6031, Budget Act of 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3600-490, Budget Act of 2007 (Ch. 171, Stats. 2007), and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

Attachment 1
(Cont.)

(4) Item 3600-001-6031, Budget Act of 2006 (Ch. 47, Stats. 2006), as reappropriated by Item 3600-490, Budget Act of 2007 (Ch. 171, Stats. 2007) and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(5) Item 3600-001-6031, Budget Act of 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(6) Item 3870-001-6031, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3600-490, Budget Act of 2006 (Ch. 47, Stats. 2006), and Item 3600-490, Budget Act of 2007 (Ch. 171, Stats. 2007), and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(7) Item 3870-001-6031, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3600-490, Budget Act of 2006 (Ch. 47, Stats. 2006), and Item 3600-490, Budget Act of 2007 (Ch. 171, Stats. 2007), and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3600-001-6051, Budget Act of 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3600-490 of the Budget Act of 2008 (Ch. 268, Stats. 2008), and Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(2) Item 3600-001-6051, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(3) Item 3600-001-6051, Budget Act of 2009 (Ch. 1, Stats. 2009, Third Extraordinary Session and Ch. 1, Stats. 2009, Fourth Extraordinary Session), as reappropriated by Item 3600-490, Budget Act of 2010 (Ch. 712, Stats. 2010)

(4) Item 3600-001-6051, Budget Act of 2010 (Ch. 712, Stats. 2010), as reappropriated by Item 3600-490 of the Budget Act of 2012 (Ch. 21, Stats. 2012)

(5) Item 3600-001-6051, Budget Act of 2011 (Ch. 33, Stats. 2011)

APR 1 2013

Attachment 2

Proposed Budget Bill Language

Amend Item:

3600-001-6051, Provisions:

"1. The amount appropriated in this item shall be available for expenditure until June 30, ~~2015~~ 2016."

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Addition of Budget Bill Item 3640-301-6051 and Amendment of Budget Bill Item 3640-491, Capital Outlay, Wildlife Conservation Board

Proposition 84 Planning and Acquisition Funding

It is requested that Item 3640-301-6051 be added in the amount of $5,147,000 to appropriate the specified amounts from the following existing appropriations, which will expire on June 30, 2013 (See Attachment 1):

- $1.5 million Proposition 84 funding for the Oak Woodlands Conservation Program. The original 2007 appropriation was for $14,293,000, and this proposal will appropriate the remaining unencumbered balance.
- $2,368,000 Proposition 84 funding for grants to assist farmers to integrate agricultural activities with ecosystem restoration and wildlife protection. The original 2007 appropriation was for $4,762,000, and this proposal will appropriate the remaining unencumbered balance.
- $1,279,000 Proposition 84 funding for the Rangeland, Grazing Land and Grassland Protection Program. The original 2007 appropriation was for $14,293,000, and this proposal will appropriate the remaining unencumbered balance.

In addition, it is requested that Item 3640-491 be amended to reappropriate an additional $10 million of 2009 Proposition 84 funding for the Sacramento-San Joaquin Delta Natural Community Conservation Plan. The original appropriation was for $24 million, and the remaining unencumbered balance is approximately $19 million. The Governor's Budget proposes a $5.5 million reappropriation, and this proposal will reappropriate an additional $10 million to fund the additional projects that the Wildlife Conservation Board (WCB) has identified for the budget year. The remaining unencumbered $3.5 million would revert back to the fund until additional grant recipients are identified.

The requested funding will allow the WCB to fund a number of projects in 2013-14 that would otherwise have to wait until subsequent years to be funded.

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

APR 1 2013

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

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. John Donnelly, Director, Wildlife Conservation Board
Ms. Cynthia Alameda, Budget Officer, Wildlife Conservation Board

APR 1 2013

ATTACHMENT 1

New Item

3640-301-6051—For capital outlay, Wildlife Conservation Board, Payable from the Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006.....$5,147,000

Schedule:

(1) 80.10.410	Oak Woodlands Conservation Program	$1,500,000
(2) 80.10.610	Wildlife Conservation Board Projects (unscheduled)	$2,368,000
(3) 80.10.420	Rangeland, Grazing Land and Grassland Protection Program	$1,279,000

Provisions:

1. The funds appropriated in this item are provided in accordance with the provisions of the Wildlife Conservation Law of 1947 and, therefore, shall not be subject to State Public Works Board review.

2. The amount appropriated n this item is available for expenditure for capital outlay or local assistance until June 30, 2016

3. The funds appropriated in Schedule (1) shall be used for purposes consistent with Oak Woodlands Conservation Act.

4. The funds appropriated in Schedule (2) shall be used to assist farmers in integrating agricultural activities with ecosystem restoration and wildlife protection. These funds shall be expended only for projects with a minimum 20-year benefit to wildlife and farmlands.

5. The funds appropriated in Schedule (3) shall be used for purposes consistent with the Rangeland, Grazing Land, and Grassland Protection Act (Division 10.4 (commencing with Section 10330) of the Public Resources Code).

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Addition, Deletion, and Amendment of Various Budget Bill Items, Support and Local Assistance, State Coastal Conservancy

Fund Shift to Realign Baseline Budget

It is requested that the following adjustments be made to realign the State Coastal Conservancy's (Conservancy) budget and reflect the effect of declining Conservancy Trust Fund balances and the decreasing availability of bond funding:

- Delete Item 3760-001-8047 and add Item 3760-101-8047 in the amount of $131,000. Add provisional language to authorize the Conservancy to use up to 10 percent of the funds for support costs. This action is necessary to appropriately budget the grant funds as local assistance, instead of state operations.

- Increase Item 3760-001-0890 by $100,000 to provide sufficient federal fund expenditure authority to the Conservancy consistent with historical federal funding levels.

- Decrease Item 3760-001-6051 by $85,000 to reflect the declining availability of Proposition 84 bond funds.

- Amend Item 3760-495 to reflect the reversion of an additional $72,000 Violation Remediation Account (VRA). The reverted capital outlay funds will be used to provide additional administration funding, consistent with an agreement with the California Coastal Commission that up to 10 percent of VRA funds may be used for administration of the program.

- Increase Item 3760-001-0565 by $72,000 to provide VRA state operations expenditure authority, as described above.

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

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Regine Serrano, Chief of Administrative Services, State Coastal Conservancy

APR 1 2013

Attachment 1

New Item

3760-101-8047—For local assistance, State Coastal Conservancy, payable from the California Sea Otter Fund.....131,000

Provisions:

1. The amount appropriated in this item shall be available for encumbrance or expenditure until June 30, 2014, and available for liquidation until June 30, 2016.
2. Of the funds appropriated by this act from the Sea Otter Fund to the State Coastal Conservancy, upon approval by the Department of Finance, the State Coastal Conservancy may allocate an amount not to exceed 10 percent of the appropriation to provide for the department's costs to administer the funds.

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Amendment of Budget Bill Item 3790-001-0516, Support, and Addition of Budget Bill Item 3790-490, Local Assistance, Department of Parks and Recreation

Sacramento-San Joaquin Delta Invasive Species Control

It is requested that Item 3790-001-0516 be increased by $742,000 and that Item 3790-001-0392 be amended to reflect this change for the purpose of controlling two invasive species within the Sacramento-San Joaquin Delta (Delta), water hyacinth and spongeplant. Of the proposed amount, $167,000 is for the control of water hyacinth, and $575,000 is for the control of spongeplant. Unusually warm weather and high water flows have caused a proliferation of these plants throughout the Delta, and the increased funding will help prevent the detrimental effect on navigation and recreation that these plants would have without additional control efforts.

Reappropriation of Local Assistance Project Funding

It is also requested that Item 3790-490 be added to reappropriate $426,000 in Proposition 12 funding for the YMCA of San Diego County: Border View Expansion Project (See Attachment 1). The funding for this project was originally appropriated in 2000, and the period of liquidation was extended in 2008 and 2009. Although the project was completed in May 2010, due to an oversight the final encumbrance was not made prior to the expiration of the funding at the end of fiscal year 2009-10. In addition, it is also requested to reappropriate the $11,626,000 in Proposition 40 funding for the Railroad Technology Museum Grant-Rehabilitation and Facilities Plan. The funds have not been expended to date because final agreements have not yet been reached with regard to the remediation of the Sacramento Railyards.

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

APR 1 2013

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

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Major General Anthony Jackson, Director, Department of Parks and Recreation
Mr. Aaron Robertson, Deputy Director, Administrative Services, Department of Parks and Recreation
Ms. Elsie Brenneman, Budget Officer, Department of Parks and Recreation
Mr. Lance Simmons, Budget Officer, Department of Parks and Recreation
Ms. Marcy Brown, Bond Coordinator, Department of Parks and Recreation

APR 1 2013

Attachment 1

Proposed Budget Bill Language

New Item

3790-490—Reappropriation, Department of Parks and Recreation.
The balances of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2014:

0005—Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund
(1) Item 3790-102-0005, Budget Act of 2000 (Ch. 52, Stats. 2000), (a) 80.25-Recreational Grants, (5) Murray-Hayden Grants, as reappropriated by Item 3790-490, (Ch. 268, Stats. 2008) and Item 3790-494, Budget Act of 2009 (Ch. 1, 2009-10 3rd Ex. Sess., as revised by Ch. 1, 2009-10 4th Ex. Sess.)
(vx) YMCA of San Diego County: Border View Expansion
6029—California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund
(1) Item 3790-103-6029, Budget Act of 2011 (Ch. 33, Stats. 2011)
(1) 80-Grants, up to $11,626,000 for the Railroad Technology Museum Grant—Rehabilitation and Facilities Plan

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Addition of Budget Bill Items 3850-301-0005, 3850-301-6029, and 3850-301-6051, and 3850-492, Capital Outlay, Coachella Mountain Conservancy

Acquisition Funding—Various Bond Funds

It is requested that the following Items be added to enable the Coachella Valley Mountains Conservancy (Conservancy) to acquire land within or surrounding the Coachella Valley. The Conservancy's ability to encumber funds has been limited by the amount of land available for acquisition in any given year. The Conservancy has identified more than 13,000 acres of potential acquisitions in the next three years. The new appropriations are proposed to replace the funding that expired at the end of the last fiscal year, and will be dedicated for the same purposes as the original appropriation.

- Item 3850-301-0005 in the amount of $343,000 Proposition 12 funds. The original 2009 appropriation expired on June 30, 2012. (See Attachment 1)
- Item 3850-301-6029 in the amount of $456,000 Proposition 40 funds. The original 2009 appropriation expired on June 30, 2012. (See Attachment 1)
- Item 3850-301-6051 in the amount of $3,258,000 Proposition 84 funds. The original 2009 appropriation expired on June 30, 2012. (See Attachment 1)
- Item 3850-492 to reappropriate the remainder of the Conservancy's 2010 Proposition 84 appropriation. The original appropriation was for $5,454,000, and the Conservancy has encumbered all but $384,000 to date. (See Attachment 1)

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

APR 1 2013

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

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Ms. Kerry Godfrey, Associate Governmental Program Analyst, Coachella Mountains Conservancy
Ms. Elsie Brenneman, Budget Officer, Department of Parks and Recreation
Mr. Lance Simmons, Budget Manager, Department of Parks and Recreation

APR 1 2013

Attachment 1

Proposed Budget Bill Language

Add New Items:

3850-301-0005—For capital outlay, Coachella Valley Mountains Conservancy, payable from the Safe Neighborhood Parks, Clean Water, Clean Air, and Coastal Protection Bond Fund.....343,000

Schedule:

(1) 20—Coachella Valley Mountains Acquisition and Enhancement Projects and Costs.....343,000

Provisions:

1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2016.

3850-301-6029—For capital outlay, Coachella Valley Mountains Conservancy, payable from the California Clean Water, Clean Air, Safe Neighborhood Parks, and Coastal Protection Fund..... 456,000

Schedule:

(1) 20—Coachella Valley Mountains Acquisition and Enhancement Projects and Costs.....456,000

Provisions:

1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2016.

3850-301-6051—For capital outlay, Coachella Valley Mountains Conservancy, payable from the Safe Drinking Water, Water Quality and Supply Flood Control, River and Coastal Protection Fund of 2006.....3,258,000

Schedule:

(1) 20—Coachella Valley Mountains Acquisition and Enhancement Projects and Costs.....3,258,000

Provisions:

1. The funds appropriated in this item are available for expenditure for capital outlay or local assistance until June 30, 2016.

3850-493—Reappropriation, Coachella Valley Mountains Conservancy. The balance of the appropriations provided in the following citations are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2016:

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3850-301-6051, Budget Act of 2010 (Ch. 712, Stats. 2010)

(1) 20-Coachella Valley Mountains Acquisition and Enhancement Projects Costs

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Deletion and Addition of Various Budget Bill Items, Support, Local Assistance, and Capital Outlay, Department of Water Resources

Technical Adjustments, Reappropriations, Extension of Liquidation Periods, and Reversions: Non-Capital Outlay

Technical Adjustments

It is requested that Items 3860-101-0744 and 3860-101-0790 be deleted. The Ground Water Recharge and Water Conservation Loan and the Water Supply and Water Conservation Loan programs are concluding and the funds are no longer needed.

Reappropriations

It is requested that Item 3860-491 be added to reflect reappropriated funds from various appropriations in previous years (See Attachment A) and add provisional language making the funds available for encumbrance or expenditure through June 30, 2015. A number of water-related programs have been delayed for various reasons such as development of program guidelines and procedures, California Environmental Quality Act (CEQA), statutory and regulation changes, extended contracting process, or state and federal permitting delays. The reappropriations will provide additional time for these projects to be completed. The requested reappropriations are expected to be expended or encumbered in the stated availability period.

Extension of Liquidation

It is requested that Item 3860-493 be added to extend the liquidation period to June 30, 2015, for projects previously encumbered under various appropriations in prior years (See Attachment A). These liquidation period extensions will provide additional time for the final accounting and payments to be made on completed, or soon to be completed, projects.

Reversions

It is requested that Item 3860-496 be added to revert approximately $183 million of various prior year funds that are not expected to be encumbered or expended in the budget year. This proposal will more accurately reflect bond expenditures.

APR 1 2013

Reappropriations and Extension of Liquidation Period: Capital Outlay

Reappropriations

It is requested that Item 3860-492 be added to reappropriate funds from various items of capital outlay appropriations from prior years (See Attachment A) and that provisional language be added to make the funds available for encumbrance or expenditure through June 30, 2016. These projects have been delayed for various reasons such as permitting delays, CEQA, weather-related construction delays, delays in local matching funds, or funding constraints of the Federal Army Corps of Engineers. The reappropriations will provide additional time for these projects to be completed. The requested reappropriations are expected to be expended or encumbered in the stated availability period.

Extension of Liquidation

It is requested that Item 3860-494 be added to extend the liquidation period to June 30, 2016, for seven capital outlay projects that need additional time for final closeout. Adverse weather conditions, permitting issues, and slow or lack of local matching and federal funds have contributed to the delays in completing projects on time.

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 Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

APR 1 2013

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Honorable John Laird, Secretary, Natural Resources Agency
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Mark Cowin, Director, Department of Water Resources
Ms. Kathie Kishaba, Deputy Director, Business Operations, Department of Water Resources
Ms. Perla Netto-Brown, Controller, Department of Water Resources
Mr. Duard MacFarland, Budget Officer, Department of Water Resources
Ms. Marcy Brown, Manager, Department of Parks and Recreation

APR 1 2013

Attachment A
Proposed Budget Bill Language
Department of Water Resources

Add:

Item 3860-491—Reappropriation, Department of Water Resources. The balance of the appropriations provided for in the following citations, unless otherwise indicated, are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2015:

0544—Sacramento Valley Water Management and Habitat Protection Subaccount
(1) Item 3860-101-0544, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Sacramento Valley Water Management Program

6007—Urban Stream Restoration Subaccount
(1) Item 3860-101-6007, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats 2011), for the Urban Streams Restoration Program

6010—Yuba Feather Flood Protection Subaccount
(1) Item 3860-101-6010, Budget Act of 2012 (Ch. 21, Stats. 2012), for the Yuba Feather Flood Protection Program

6023—Water Conservation Account
(1) Item 3860-101-6023, Budget Act of 2012 (Ch. 21, Stats. 2012), for the Urban and Agricultural Water Conservation Program

6026—Bay Delta Multipurpose Water Management Subaccount
(1) Item 3860-001-6026, Budget Act of 2007 (Ch. 171, Stats. 2007, as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Fish Facility Improvements Project

6031—Water Security, Clean Drinking Water, Coastal and Beach Protection Fund of 2002
(1) Item 3860-001-6031, Budget Act of 2010 (Ch. 712, Stats. 2010), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for:
Water Use Efficiency Technical Assistance and Science Program.....2,000,000
Water Use Efficiency, Water Supply Reliability Program.....1,300,000
(2) Item 3860-001-6031, Budget Act of 2012 (Ch. 21, Stats. 2012), for Water Use Efficiency Grants
(3) Item 3860-101-6031, Budget Act of 2012 (Ch. 21, Stats. 2012), Contaminant and Salt Removal Technologies, for Local Assistance Desalination Program

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Section 31, of Chapter 718, Statutes of 2010, for the Integrated Regional Water Management Grant Program, the Delta Levees Maintenance and Subventions, Delta Levees Special Projects Program, and Flood Control, and Integrated Regional Water Management Program Delivery
(2) Item 3860-101-6051, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Urban Streams Local Assistance Program

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

(1) Item 3860-001-6052, Budget Act of 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Flood Management Sediment Removal Program.....3,000,000
(2) Item 3860-001-6052, Budget Act of 2010 (Ch. 712, Stats. 2010), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Conservation Strategy Program
(3) Section 31, of Chapter 718, Statutes of 2010, for Delta Levees Maintenance Subventions and Special Projects, and the Storm Water Flood Management Grant Programs
(4) Item 3860-101-6052, Budget Act of 2010 (Ch. 712, Stats. 2010), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Dutch Slough Tidal Marsh Habitat Restoration Project
(5) Item 3860-101-6052, Budget Act of 2012 (Ch. 21, Stats. 2012), for the Long Term Management of Delta Levee Habitats Sites, North Delta Flood Control and Ecosystem Restoration, Small Community Flood Risk Reduction Program, the Rural Flood Risk Management Program, High Risk Urban Flood Risk Reduction Program, the local assistance Systemwide Flood Risk Reduction Program, and the local assistance for State Accelerated Feasibility Studies
(6) Item 3860-001-6052, Budget Act of 2012 (Ch. 21, Stats. 2012), for the administration of the Delta Knowledge Improvement Program, Flood Emergency Response Program, Small Community Flood Risk Reduction Program, Rural Flood Risk Management, High Risk Urban Flood Risk Reduction, Systemwide Flood Risk Reduction, State/Federal Control System Modification (Early Implementation Program), Flood System Maintenance, Flood System Repair and Rehabilitation, the State Plan of Flood Control, and the Central Valley Flood Management Program.

Add:
Item 3860-492—Reappropriation, Department of Water Resources. The balance of the appropriations provided for in the following citations, unless otherwise indicated, are reappropriated for the purposes provided for in those appropriations and shall be available for encumbrance or expenditure until June 30, 2016:

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3860-301-6051, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Land Acquisition for Mitigation Banks to Support Delta Levee Repairs

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

(1) Item 3860-301-6052, Budget Act of 2010 (Ch. 712, Stats. 2010), for
(3) 30.95.155-Mid-Valley Levee Reconstruction Project.....300,000
(10) 30.95-337-Butte Slough Outfall Gates Rehabilitation Project

(2) Item 3860-302-6052, Budget Act of 2010 (Ch. 712, Stats. 2010), for
Schedule (1) 30.95.340-Systemwide Levee Evaluations and Repairs.....29,500,000

(3) Item 3860-301-6052, Budget Act of 2012 (Ch. 21, Stats. 2012), for
(6) 30.95-310-Lower Cache Creek, Yolo County, Woodland Area Project.....425,000
(10) 30.95.316-Merced County Streams, Bear Creek Unit.....378,025
(11) 30.95.320-Lower San Joaquin River.....250,000
(16) Reimbursements-Lower Cache Creek, Yolo County, Woodland Area Project.....-100,000
(20) Reimbursements-Merced County Streams, Bear Creek Unit.....-188,000
(21) Reimbursements-Lower San Joaquin River.....-250,000

Add
Item 3860-493—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the periods to liquidate encumbrances of the following citations are extended to June 30, 2015:

0001—General Fund
(1) Item 3860-001-0001, Budget Act of 2010 (Ch. 712, Stats. 2010), for the North Delta Conveyance Program, the Delta Levees System Integrity Projects, and Flood Plain Management

0544—Sacramento Valley Water Management and Habitat Protection Subaccount
(1) Item 3860-101-0544, Budget Act of 2010, (Ch. 712, Stats. 2010), for Sites Environmental and Coordination

6005—Flood Protection Corridor Subaccount
(1) Item 3860-101-6005, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 3860-492, Budget Act 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3860-493, Budget Act 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3860-493, Budget Act 2009 (Ch. 1, Stats. 2009, 3rd Extraordinary Session,) as revised by (Ch. 1, Stats. 2009, 4th Extraordinary Session), as reappropriated by Item 3860-491, Budget Act 2011 (Ch. 33, Stats. 2011), for Flood Protection Corridor Projects

6010—Yuba Feather Flood Protection Subaccount
(1) Item 3860-101-6010, Budget Act of 2004, (Ch. 208, Stats. 2004), as reappropriated by Item 3860-491, Budget Act of 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3860-492, Budget Act of 2009 (Ch.1, Stats. 2009) for the Yuba Feather Flood Protection Program

6015—River Protection Subaccount
(1) Item 3860-101-6015, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011), for the River Protection Program

6025—Conjunctive Use Subaccount
(1) Item 3860-101-6025, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3860-491, Budget Act of 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3860-493, Budget Act of 2009 (Ch.1, Stats. 2009, 3rd Extraordinary Session, as revised by Ch. 1, Stats. 2009, 4th Extraordinary Session), as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011), for Groundwater Storage Grants
(2) Item 3860-101-6025, Budget Act of 2006 (Ch. 47, Stats. 2006), as reappropriated by Item 3860-493, Budget Act of 2009 (Ch. 1, Stats. 2009, 3rd Extraordinary Session, as revised by Ch. 1, Stats. 2009, 4th Extraordinary Session), as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011), for Groundwater Storage Grants

6026—Bay-Delta Multipurpose Water Management Subaccount
(1) Item 3860-001-6026, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, Stats. 2009), for Ecosystem Water Quality—Dissolved Oxygen and Mercury Programs

6027—Interim Water Supply and Water Quality Infrastructure and Management Subaccount

(1) Item 3860-101-6027, Budget Act of 2000 (Ch. 52, Stats. 2000), as reappropriated by Item 3860-492, Budget Act of 2001 (Ch. 106, Stats. 2001), as reappropriated by 3860-491, Budget Act of 2002 (Ch. 379, Stats. 2002), as reappropriated by Item 3860-491, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by 3860-491, Budget Act of 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3860-490, Budget Act of 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3860-491, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Interim Reliable Water Supply Program

(2) Item 3860-101-6027, Budget Act of 2001 (Ch. 106, Stats. 2001), as reappropriated by Item 3860-491, Budget Act of 2003 (Ch. 157, Stats. 2003), as reappropriated by Item 3860-492, Budget Act of 2004 (Ch. 208, Stats. 2004), as reappropriated by Item 3860-492, Budget Act of 2006 (Ch. 47, Stats. 2006) as reappropriated by Item 3860-491, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-492, Budget Act of 2010 (Ch. 712, Stats. 2010), for the Interim Reliable Water Supply Program

(3) Item 3860-101-6027, Budget Act of 2002 (Ch. 379, Stats 2002), as reappropriated by Item 3860-491, Budget Act of 2007 (Ch. 171, Stats. 2007), as reappropriated by Item 3860-493, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Interim Reliable Water Supply Program

(4) Item 3860-101-6027, Budget Act of 2006 (Ch. 47, Stats. 2006), as reappropriated by Item 3860-493, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011), for the Interim Reliable Water Supply Program

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

(1) Item 3860-101-6031, Budget Act of 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3860-491, Budget Act of 2006 (Ch. 47, Stats. 2006), for the Water Desalination Grant Program and for Integrated Regional Water Management

(2) Item 3860-101-6031, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, Stats. 2009), for Integrated Regional Water Management

6051—Safe Drinking Water, Water Quality and Supply, Flood Control, River and Coastal Protection Fund of 2006

(1) Item 3860-001-6051, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-491, Budget Act of 2011 (Ch. 33, Stats. 2011), for Integrated Regional Water Management CALFED Grants

(2) Item 3860-101-6051, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-492, Budget Act of 2009 (Ch. 1, Stats. 2009), as reappropriated by Item 3860-490, Budget Act of 2011 (Ch. 33, Stats. 2011), for Delta Levees Special Projects

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

(1) Item 3860-001-6052, Budget Act of 2010 (Ch. 712, Stats. 2010), as reappropriated by Item 3860-492, Budget Act of 2011 (Ch. 33, Stats. 2011),for State-Federal Control Systems Modifications and Central Valley Floodplain Evaluation and Delineation

(2) Item 3860-101-6052, Budget Act of 2008 (Ch. 268, Stats. 2008), as reappropriated by Item 3860-490, Budget Act of 2009 (Ch. 1, Stats. 2009), for State-Federal Flood Control System Modifications

Add:
Item 3860-494—Reappropriation, Department of Water Resources. Notwithstanding any other provision of law, the periods to liquidate encumbrances of the following citations are extended to June 30, 2016:

0001—General Fund
(1) Item 3860-301-0001, Budget Act of 2005 (Ch. 38, Stats. 2005), as reappropriated by Item 3860-493, Budget Act of 2010 (Ch. 712, Stats. 2010) for Schedules:
(6) 30.95.280-Terminus Dam, Kaweah River Project
(8) Reimbursements, Terminus Dam, Kaweah River Project
(2) Item 3860-301-0001, Budget Act of 2006 (Ch. 47, Stats. 2006), as reappropriated by Item 3860-493, Budget Act of 2011 (Ch. 33, Stats. 2011) for Schedule
(3) 30.95.220-Upper Sacramento River Area Levee Reconstruction Project

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006
(1) Item 3860-301-6052, Budget Act of 2008 (Ch. 268, Stats. 2008) Schedules:
(1) 30.95.155-Mid-Valley Levee Reconstruction Project
(1.2) 30.95.251-Marysville Ring Levee Reconstruction Project
(2.1) 30.95.311-Folsom Dam Modifications Project
(5) Reimbursements- Mid-Valley Levee Reconstruction Project
(8) Reimbursements- Marysville Ring Levee Reconstruction Project

(2) Item 3860-302-6052, Budget Act of 2008 (Ch. 268, Stats. 2008) Schedules:
(1.5) 30.95.206-Natomas Levee Improvement Program Early Implementation Project
(2) 30.95.340-Systemwide Levee Evaluations and Repairs

Add

Item 3860-496—Reversion, Department of Water Resources. As of June 30, 2013, the balances specified below of the appropriations provided in the following citations shall revert to the balances in the funds from which the appropriations were made:

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

(1) Item 3860-101-6031, Budget Act of 2003 (Ch. 157, Stats. 2003).....4,118,132
(2) Item 3860-101-6031, Budget Act of 2005, (Ch. 38, Stats. 2005).....79,063

6052—Disaster Preparedness and Flood Prevention Bond Fund of 2006

(1) Item 3860-001-6052, Budget Act of 2007 (Ch. 171, Stats. 2007).....3,400,000
(2) Item 3860-302-6052, Budget Act of 2007 (Ch. 171, Stats. 2007).....56,331,402
(3) Item 3860-001-6052, Budget Act of 2008 (Ch. 268, Stats. 2008).....1,443,820
(4) Item 3860-302-6052, Budget Act of 2008 (Ch. 268, Stats. 2008).....22,818
(5) Item 3860-101-6052, Budget Act of 2009 (Ch. 1, Stats. 2009).....95,000,000
(6) Item 3860-001-6052, Budget Act of 2009 (Ch. 1, Stats. 2009).....159,934
(7) Item 3860-001-6052, Budget Act of 2010 (Ch. 712, Stats. 2010).....583,359
(8) Item 3860-1016052, Budget Act of 2010 (Ch. 712, Stats. 2010).....20,165,574
(9) Item 3860-001-6052, Budget Act of 2011 (Ch. 33, Stats. 2011).....1,764,496

DEPARTMENT OF FINANCE
OFFICE OF THE DIRECTOR

EDMUND G. BROWN JR. • GOVERNOR
STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

APR 1 2013

Honorable Mark Leno, Chair
Senate Budget and Fiscal Review Committee

Attention: Ms. Keely Bosler, Staff Director (2)

Honorable Bob Blumenfield, Chair
Assembly Budget Committee

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

Amendment to Budget Bill Item 3885-001-0001 and Reimbursements, Support, Delta Stewardship Council

Delta Plan Implementation

It is requested that Item 3885-001-0001 be increased by $777,000 General Fund to replace expiring bond funds and maintain the existing level of positions as the Delta Stewardship Council (Council) begins implementation of the Delta Plan (Plan). Five existing positions in the Plan Division of the Council are currently supported by Proposition 84 funds, which are anticipated to be exhausted by June 30, 2013. The proposed funding would allow the positions to continue as the Council transitions into performing operational activities associated with the Plan. The Council anticipates adopting the final draft of the Plan in the spring of 2013 and ongoing resources will be necessary for implementation.

Reimbursement Authority—Delta Science Programs

It is requested that Item 3885-001-0001 be amended by increasing reimbursements by $6 million to provide for an interagency agreement between the Department of Water Resources (DWR) and the Council. This action will conform to the DWR request to extend the liquidation period for Proposition 84 funds appropriated for research activities related to the Sacramento-San Joaquin Delta (Also see Department of Water Resources Finance Letter, Item 3860-493, Issue 151).

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 Keith Gmeinder, Principal Program Budget Analyst, at (916) 324-0043.

ANA J. MATOSANTOS
Director
By:

/s/ Michael Cohen

MICHAEL COHEN
Chief Deputy Director

Attachment

cc: On following page

APR 1 2013

cc: Honorable Kevin de León, Chair, Senate Appropriations Committee
Attention: Mr. Mark McKenzie, Staff Director
Honorable Bill Emmerson, Vice Chair, Senate Budget and Fiscal Review Committee
Attention: Mr. Seren Taylor, Staff Director
Honorable Mike Gatto, Chair, Assembly Appropriations Committee
Attention: Mr. Geoff Long, Chief Consultant
Honorable Jeff Gorell, Vice Chair, Assembly Budget Committee
Attention: Mr. Eric Swanson, Staff Director
Honorable Jim Beall, Chair, Senate Budget and Fiscal Review Subcommittee No. 2
Honorable Richard Bloom, Chair, Assembly Budget Subcommittee No. 3
Mr. Mac Taylor, Legislative Analyst (4)
Mr. Craig Cornett, Senate President pro Tempore's Office (2)
Mr. Christopher W. Woods, Assembly Speaker's Office (2)
Ms. Deborah Gonzalez, Policy and Fiscal Director, Assembly Republican Leader's Office
Mr. Patrick Kemp, Assistant Secretary for Administration and Finance, Natural Resources Agency
Mr. Chris Knopp, Executive Officer, Delta Stewardship Council
Mr. Dan Ray, Chief Deputy Executive Officer, Delta Stewardship Council